

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

TOWN OF ALBANY
DELAWARE COUNTY, INDIANA

January 1, 2011 to December 31, 2012



FILED
07/03/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Marcie J. Schlosser	01-01-08 to 12-31-15
President of the Town Council	Gary L. Beal Phillip Evans	01-01-11 to 09-26-11 09-27-11 to 12-31-13



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF ALBANY, DELAWARE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Town of Albany (Town), which comprises the financial position and results of operations for the period of January 1, 2011 to December 31, 2012, and the related notes to the financial statement.

Management's Responsibility for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibility

Our responsibility is to express an opinion on this 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the financial statement in order to design 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. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the "Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles" paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the Town for the period of January 1, 2011 to December 31, 2012.

Opinion on Regulatory Basis of Accounting

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 period of January 1, 2011 to December 31, 2012, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated May 8, 2013, 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* in considering the Town's internal control over financial reporting and compliance.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Accompanying Information

Supplementary Information

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 is the responsibility of management and was derived from and relates directly to the underlying accounting and other reports used to prepare the financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the Schedule of Expenditures of Federal Awards 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 Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Receivables, Schedule of Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.



Bruce Hartman
State Examiner

May 8, 2013



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INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

TO: THE OFFICIALS OF THE TOWN OF ALBANY, DELAWARE COUNTY, INDIANA

We have audited, 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, the financial statement of the Town of Albany (Town), which comprises the financial position and results of operations for the period of January 1, 2011 to December 31, 2012, and the related notes to the financial statement, and have issued our report thereon dated May 08, 2013, wherein we noted the Town followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statement, we considered the Town's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we do not express an opinion on the effectiveness of the Town's internal control.

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 statements will not be prevented or detected and corrected on a timely basis. A significant deficiency is a deficiency or combination of deficiencies in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

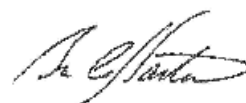
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING
AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF THE FINANCIAL
STATEMENT PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS
(Continued)

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*.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the Town's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the Town's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Bruce Hartman
State Examiner

May 8, 2013

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FINANCIAL STATEMENT

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

TOWN OF ALBANY
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For The Years Ended December 31, 2011 And 2012

Fund	Cash and Investments			Cash and Investments			Cash and Investments
	01-01-11	Receipts	Disbursements	12-31-11	Receipts	Disbursements	
General	\$ 71,717	\$ 399,965	\$ 373,805	\$ 97,877	\$ 465,785	\$ 384,500	\$ 179,162
Motor Vehicle Highway	131,063	107,064	143,868	94,259	96,795	164,103	26,951
Local Road and Street	68,139	19,215	87	87,267	18,721	50,708	55,280
Delaware and Randolph Counties' EDIT	4,396	600,768	364,519	240,645	942	19,777	221,810
Riverboat Revenue Sharing	50	14,819	1,375	13,494	11,617	6,306	18,805
Park	10,907	36,200	14,366	32,741	13,106	37,226	8,621
Rainy Day	4,929	-	-	4,929	1,209	50	6,088
Cumulative Capital Development	131,746	12,927	9,200	135,473	12,993	61,965	86,501
Fire	36,876	55,718	58,180	34,414	92,650	74,515	52,549
Cumulative Capital Improvement	41,557	6,802	31,916	16,443	3,534	5,253	14,724
Law Enforcement Continuing Education	6,055	1,283	1,651	5,687	1,797	2,628	4,856
Police Donations	208	-	-	208	10	-	218
Payroll Net Salaries	-	254,926	254,926	-	269,386	269,386	-
Payroll Federal Taxes	-	48,369	48,369	-	48,228	48,228	-
Payroll Town Share Social Security	-	22,644	22,644	-	23,055	23,055	-
Payroll Employee Share Social Security	-	15,340	15,340	-	15,618	15,618	-
Payroll State Taxes	-	12,586	12,586	-	12,811	12,811	-
Payroll County Taxes	-	3,511	3,511	-	3,507	3,507	-
Payroll Town Share Medicare	-	5,296	5,296	-	5,392	5,392	-
Payroll Employee Share Medicare	-	5,296	5,296	-	5,392	5,392	-
Payroll Town Share Insurance	-	30,555	30,555	-	30,533	30,533	-
Payroll Employee Share Insurance	-	9,943	9,943	-	9,560	9,560	-
Payroll Child Support	-	12,399	12,399	-	5,309	5,309	-
PERF Employee Portion	-	9,899	9,899	-	9,976	9,976	-
PERF Town Portion	-	24,020	24,020	-	28,269	28,269	-
PERF Voluntary Deduction	-	622	622	-	744	744	-
Stormwater Operating	197,744	218,312	180,651	235,405	198,126	172,760	260,771
Stormwater Depreciation	125,563	25,080	-	150,643	25,080	-	175,723
Stormwater Debt Reserve	34,562	-	-	34,562	-	-	34,562
Stormwater Bond and Interest	98,100	135,432	132,716	100,816	135,432	133,660	102,588
Stormwater Debt Service	121,726	6,035	-	127,761	-	-	127,761
Trash Operating	20,797	109,997	109,174	21,620	117,198	109,867	28,951
Sewage Operating	213,549	641,071	668,742	185,878	589,281	543,089	232,070
Sewage Depreciation	453,961	81,600	46,000	489,561	81,600	45,741	525,420
Sewage Bond and Interest	227,354	269,988	267,577	229,765	269,988	270,639	229,114
Sewage Debt Reserve	107,029	-	-	107,029	-	-	107,029
Sewage Debt Service	236,121	21,929	-	258,050	-	-	258,050
Water Operating	131,359	527,793	375,579	283,573	455,466	439,976	299,063
Water Customer Deposit	74,842	7,600	5,638	76,804	10,900	7,637	80,067
Water Depreciation and Improvement	17,117	207,139	66,841	157,415	89,124	77,533	169,006
Water Debt Reserve	48,094	-	-	48,094	-	-	48,094
Water Bond and Interest	41,133	53,690	56,313	38,510	134,040	15,383	157,167
Water Debt Service	53,600	40,000	53,600	40,000	8,580	-	48,580
Water Construction Rural Development Loan	-	831,000	828,577	2,423	2,051,900	2,051,918	2,405
Totals	<u>\$ 2,710,294</u>	<u>\$ 4,886,833</u>	<u>\$ 4,245,781</u>	<u>\$ 3,351,346</u>	<u>\$ 5,353,654</u>	<u>\$ 5,143,014</u>	<u>\$ 3,561,986</u>

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

TOWN OF ALBANY
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, electric, gas, storm water, trash, aviation, and urban redevelopment and housing.

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

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 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.

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,

TOWN OF ALBANY
NOTES TO FINANCIAL STATEMENT
(Continued)

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 statement. 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.

TOWN OF ALBANY
NOTES TO FINANCIAL STATEMENT
(Continued)

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 ALBANY
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 statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension 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

TOWN OF ALBANY
NOTES TO FINANCIAL STATEMENT
(Continued)

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 Annual Report information can be found on the Gateway website: <https://gateway.ifionline.org/>.

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the Annual 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 audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

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

TOWN OF ALBANY
 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	Delaware and Randolph Counties' EDIT	Riverboat Revenue Sharing	Park	Rainy Day
Cash and investments - beginning	\$ 71,717	\$ 131,063	\$ 68,139	\$ 4,396	\$ 50	\$ 10,907	\$ 4,929
Receipts:							
Taxes	289,478	1,677	-	-	-	-	-
Licenses and permits	723	-	-	-	-	-	-
Intergovernmental	80,285	101,217	19,215	600,768	14,819	-	-
Charges for services	-	570	-	-	-	36,200	-
Fines and forfeits	1,369	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	28,110	3,600	-	-	-	-	-
Total receipts	<u>399,965</u>	<u>107,064</u>	<u>19,215</u>	<u>600,768</u>	<u>14,819</u>	<u>36,200</u>	<u>-</u>
Disbursements:							
Personal services	246,719	52,643	-	-	-	-	-
Supplies	28,958	78,395	-	-	-	-	-
Other services and charges	60,888	8,294	87	-	-	10,678	-
Capital outlay	4,034	4,458	-	-	-	3,688	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	33,206	78	-	364,519	1,375	-	-
Total disbursements	<u>373,805</u>	<u>143,868</u>	<u>87</u>	<u>364,519</u>	<u>1,375</u>	<u>14,366</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>26,160</u>	<u>(36,804)</u>	<u>19,128</u>	<u>236,249</u>	<u>13,444</u>	<u>21,834</u>	<u>-</u>
Cash and investments - ending	<u>\$ 97,877</u>	<u>\$ 94,259</u>	<u>\$ 87,267</u>	<u>\$ 240,645</u>	<u>\$ 13,494</u>	<u>\$ 32,741</u>	<u>\$ 4,929</u>

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

	Cumulative Capital Development	Fire	Cumulative Capital Improvement	Law Enforcement Continuing Education	Police Donations	Payroll Net Salaries	Payroll Federal Taxes
Cash and investments - beginning	\$ 131,746	\$ 36,876	\$ 41,557	\$ 6,055	\$ 208	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	920	-	-	-
Intergovernmental	12,927	-	6,802	-	-	-	-
Charges for services	-	55,718	-	130	-	-	-
Fines and forfeits	-	-	-	233	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	254,926	48,369
Total receipts	<u>12,927</u>	<u>55,718</u>	<u>6,802</u>	<u>1,283</u>	<u>-</u>	<u>254,926</u>	<u>48,369</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	2,000	11,677	-	-	-	-	-
Other services and charges	-	14,250	30,650	1,651	-	-	-
Capital outlay	7,200	23,713	1,266	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	8,540	-	-	-	254,926	48,369
Total disbursements	<u>9,200</u>	<u>58,180</u>	<u>31,916</u>	<u>1,651</u>	<u>-</u>	<u>254,926</u>	<u>48,369</u>
Excess (deficiency) of receipts over disbursements	<u>3,727</u>	<u>(2,462)</u>	<u>(25,114)</u>	<u>(368)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 135,473</u>	<u>\$ 34,414</u>	<u>\$ 16,443</u>	<u>\$ 5,687</u>	<u>\$ 208</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Payroll Town Share Social Security	Payroll Employee Share Social Security	Payroll State Taxes	Payroll County Taxes	Payroll Town Share Medicare	Payroll Employee Share Medicare	Payroll Town Share Insurance
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	22,644	15,340	12,586	3,511	5,296	5,296	30,555
Total receipts	22,644	15,340	12,586	3,511	5,296	5,296	30,555
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	22,644	15,340	12,586	3,511	5,296	5,296	30,555
Total disbursements	22,644	15,340	12,586	3,511	5,296	5,296	30,555
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

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

	Payroll Employee Share Insurance	Payroll Child Support	PERF Employee Portion	PERF Town Portion	PERF Voluntary Deduction	Stormwater Operating
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 197,744
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	212,526
Other receipts	9,943	12,399	9,899	24,020	622	5,786
Total receipts	<u>9,943</u>	<u>12,399</u>	<u>9,899</u>	<u>24,020</u>	<u>622</u>	<u>218,312</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	12,939
Other disbursements	9,943	12,399	9,899	24,020	622	167,712
Total disbursements	<u>9,943</u>	<u>12,399</u>	<u>9,899</u>	<u>24,020</u>	<u>622</u>	<u>180,651</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>37,661</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 235,405</u>

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

	Stormwater Depreciation	Stormwater Debt Reserve	Stormwater Bond and Interest	Stormwater Debt Service	Trash Operating	Sewage Operating
Cash and investments - beginning	\$ 125,563	\$ 34,562	\$ 98,100	\$ 121,726	\$ 20,797	\$ 213,549
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	109,997	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	626,782
Other receipts	25,080	-	135,432	6,035	-	14,289
Total receipts	<u>25,080</u>	<u>-</u>	<u>135,432</u>	<u>6,035</u>	<u>109,997</u>	<u>641,071</u>
Disbursements:						
Personal services	-	-	-	-	3,438	-
Supplies	-	-	-	-	105,736	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	99,617
Utility operating expenses	-	-	-	-	-	176,925
Other disbursements	-	-	132,716	-	-	392,200
Total disbursements	<u>-</u>	<u>-</u>	<u>132,716</u>	<u>-</u>	<u>109,174</u>	<u>668,742</u>
Excess (deficiency) of receipts over disbursements	<u>25,080</u>	<u>-</u>	<u>2,716</u>	<u>6,035</u>	<u>823</u>	<u>(27,671)</u>
Cash and investments - ending	<u>\$ 150,643</u>	<u>\$ 34,562</u>	<u>\$ 100,816</u>	<u>\$ 127,761</u>	<u>\$ 21,620</u>	<u>\$ 185,878</u>

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

	Sewage Depreciation	Sewage Bond and Interest	Sewage Debt Reserve	Sewage Debt Service	Water Operating	Water Customer Deposit
Cash and investments - beginning	\$ 453,961	\$ 227,354	\$ 107,029	\$ 236,121	\$ 131,359	\$ 74,842
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	382,825	-
Other receipts	81,600	269,988	-	21,929	144,968	7,600
Total receipts	<u>81,600</u>	<u>269,988</u>	<u>-</u>	<u>21,929</u>	<u>527,793</u>	<u>7,600</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	184,001	-
Other disbursements	46,000	267,577	-	-	191,578	5,638
Total disbursements	<u>46,000</u>	<u>267,577</u>	<u>-</u>	<u>-</u>	<u>375,579</u>	<u>5,638</u>
Excess (deficiency) of receipts over disbursements	<u>35,600</u>	<u>2,411</u>	<u>-</u>	<u>21,929</u>	<u>152,214</u>	<u>1,962</u>
Cash and investments - ending	<u>\$ 489,561</u>	<u>\$ 229,765</u>	<u>\$ 107,029</u>	<u>\$ 258,050</u>	<u>\$ 283,573</u>	<u>\$ 76,804</u>

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

	Water Depreciation and Improvement	Water Debt Reserve	Water Bond and Interest	Water Debt Service	Water Construction Rural Development Loan	Totals
Cash and investments - beginning	\$ 17,117	\$ 48,094	\$ 41,133	\$ 53,600	\$ -	\$ 2,710,294
Receipts:						
Taxes	-	-	-	-	-	291,155
Licenses and permits	-	-	-	-	-	1,643
Intergovernmental	-	-	-	-	-	836,033
Charges for services	-	-	-	-	-	202,615
Fines and forfeits	-	-	-	-	-	1,602
Utility fees	-	-	-	-	-	1,222,133
Other receipts	207,139	-	53,690	40,000	831,000	2,331,652
Total receipts	207,139	-	53,690	40,000	831,000	4,886,833
Disbursements:						
Personal services	-	-	-	-	-	302,800
Supplies	-	-	-	-	-	226,766
Other services and charges	-	-	-	-	-	126,498
Capital outlay	9,614	-	-	-	501,907	655,497
Utility operating expenses	57,227	-	-	-	326,670	757,762
Other disbursements	-	-	56,313	53,600	-	2,176,458
Total disbursements	66,841	-	56,313	53,600	828,577	4,245,781
Excess (deficiency) of receipts over disbursements	140,298	-	(2,623)	(13,600)	2,423	641,052
Cash and investments - ending	<u>\$ 157,415</u>	<u>\$ 48,094</u>	<u>\$ 38,510</u>	<u>\$ 40,000</u>	<u>\$ 2,423</u>	<u>\$ 3,351,346</u>

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012

	General	Motor Vehicle Highway	Local Road and Street	Delaware and Randolph Counties' EDIT	Riverboat Revenue Sharing	Park	Rainy Day
Cash and investments - beginning	\$ 97,877	\$ 94,259	\$ 87,267	\$ 240,645	\$ 13,494	\$ 32,741	\$ 4,929
Receipts:							
Taxes	322,566	-	-	-	-	-	-
Licenses and permits	1,060	-	-	-	-	-	-
Intergovernmental	95,518	95,767	18,721	942	11,617	-	-
Charges for services	-	570	-	-	-	13,106	-
Fines and forfeits	2,092	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	44,549	458	-	-	-	-	1,209
Total receipts	<u>465,785</u>	<u>96,795</u>	<u>18,721</u>	<u>942</u>	<u>11,617</u>	<u>13,106</u>	<u>1,209</u>
Disbursements:							
Personal services	198,413	64,527	-	-	-	-	-
Supplies	21,569	64,575	-	-	-	-	-
Other services and charges	91,437	17,354	50,708	-	-	37,211	-
Capital outlay	26,839	8,260	-	-	-	15	50
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	46,242	9,387	-	19,777	6,306	-	-
Total disbursements	<u>384,500</u>	<u>164,103</u>	<u>50,708</u>	<u>19,777</u>	<u>6,306</u>	<u>37,226</u>	<u>50</u>
Excess (deficiency) of receipts over disbursements	<u>81,285</u>	<u>(67,308)</u>	<u>(31,987)</u>	<u>(18,835)</u>	<u>5,311</u>	<u>(24,120)</u>	<u>1,159</u>
Cash and investments - ending	<u>\$ 179,162</u>	<u>\$ 26,951</u>	<u>\$ 55,280</u>	<u>\$ 221,810</u>	<u>\$ 18,805</u>	<u>\$ 8,621</u>	<u>\$ 6,088</u>

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Cumulative Capital Development	Fire	Cumulative Capital Improvement	Law Enforcement Continuing Education	Police Donations	Payroll Net Salaries	Payroll Federal Taxes
Cash and investments - beginning	\$ 135,473	\$ 34,414	\$ 16,443	\$ 5,687	\$ 208	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	1,420	-	-	-
Intergovernmental	12,993	-	-	-	-	-	-
Charges for services	-	92,650	-	150	-	-	-
Fines and forfeits	-	-	-	227	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	3,534	-	10	269,386	48,228
Total receipts	<u>12,993</u>	<u>92,650</u>	<u>3,534</u>	<u>1,797</u>	<u>10</u>	<u>269,386</u>	<u>48,228</u>
Disbursements:							
Personal services	-	-	-	2,628	-	-	-
Supplies	-	2,056	-	-	-	-	-
Other services and charges	-	14,992	4,649	-	-	-	-
Capital outlay	61,965	49,712	604	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	7,755	-	-	-	269,386	48,228
Total disbursements	<u>61,965</u>	<u>74,515</u>	<u>5,253</u>	<u>2,628</u>	<u>-</u>	<u>269,386</u>	<u>48,228</u>
Excess (deficiency) of receipts over disbursements	<u>(48,972)</u>	<u>18,135</u>	<u>(1,719)</u>	<u>(831)</u>	<u>10</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 86,501</u>	<u>\$ 52,549</u>	<u>\$ 14,724</u>	<u>\$ 4,856</u>	<u>\$ 218</u>	<u>\$ -</u>	<u>\$ -</u>

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Payroll Town Share Social Security	Payroll Employee Share Social Security	Payroll State Taxes	Payroll County Taxes	Payroll Town Share Medicare	Payroll Employee Share Medicare	Payroll Town Share Insurance
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	23,055	15,618	12,811	3,507	5,392	5,392	30,533
Total receipts	<u>23,055</u>	<u>15,618</u>	<u>12,811</u>	<u>3,507</u>	<u>5,392</u>	<u>5,392</u>	<u>30,533</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	23,055	15,618	12,811	3,507	5,392	5,392	30,533
Total disbursements	<u>23,055</u>	<u>15,618</u>	<u>12,811</u>	<u>3,507</u>	<u>5,392</u>	<u>5,392</u>	<u>30,533</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Payroll Employee Share Insurance	Payroll Child Support	PERF Employee Portion	PERF Town Portion	PERF Voluntary Deduction	Stormwater Operating
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 235,405
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	191,474
Other receipts	9,560	5,309	9,976	28,269	744	6,652
Total receipts	9,560	5,309	9,976	28,269	744	198,126
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	11,285
Other disbursements	9,560	5,309	9,976	28,269	744	161,475
Total disbursements	9,560	5,309	9,976	28,269	744	172,760
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	25,366
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 260,771

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Stormwater Depreciation	Stormwater Debt Reserve	Stormwater Bond and Interest	Stormwater Debt Service	Trash Operating	Sewage Operating
Cash and investments - beginning	\$ 150,643	\$ 34,562	\$ 100,816	\$ 127,761	\$ 21,620	\$ 185,878
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	117,198	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	574,708
Other receipts	25,080	-	135,432	-	-	14,573
Total receipts	<u>25,080</u>	<u>-</u>	<u>135,432</u>	<u>-</u>	<u>117,198</u>	<u>589,281</u>
Disbursements:						
Personal services	-	-	-	-	3,476	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	106,391	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	188,561
Other disbursements	-	-	133,660	-	-	354,528
Total disbursements	<u>-</u>	<u>-</u>	<u>133,660</u>	<u>-</u>	<u>109,867</u>	<u>543,089</u>
Excess (deficiency) of receipts over disbursements	<u>25,080</u>	<u>-</u>	<u>1,772</u>	<u>-</u>	<u>7,331</u>	<u>46,192</u>
Cash and investments - ending	<u>\$ 175,723</u>	<u>\$ 34,562</u>	<u>\$ 102,588</u>	<u>\$ 127,761</u>	<u>\$ 28,951</u>	<u>\$ 232,070</u>

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Sewage Depreciation	Sewage Bond and Interest	Sewage Debt Reserve	Sewage Debt Service	Water Operating	Water Customer Deposit
Cash and investments - beginning	\$ 489,561	\$ 229,765	\$ 107,029	\$ 258,050	\$ 283,573	\$ 76,804
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	448,006	-
Other receipts	81,600	269,988	-	-	7,460	10,900
Total receipts	<u>81,600</u>	<u>269,988</u>	<u>-</u>	<u>-</u>	<u>455,466</u>	<u>10,900</u>
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	187,346	-
Other disbursements	45,741	270,639	-	-	252,630	7,637
Total disbursements	<u>45,741</u>	<u>270,639</u>	<u>-</u>	<u>-</u>	<u>439,976</u>	<u>7,637</u>
Excess (deficiency) of receipts over disbursements	<u>35,859</u>	<u>(651)</u>	<u>-</u>	<u>-</u>	<u>15,490</u>	<u>3,263</u>
Cash and investments - ending	<u>\$ 525,420</u>	<u>\$ 229,114</u>	<u>\$ 107,029</u>	<u>\$ 258,050</u>	<u>\$ 299,063</u>	<u>\$ 80,067</u>

TOWN OF ALBANY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2012
 (Continued)

	Water Depreciation and Improvement	Water Debt Reserve	Water Bond and Interest	Water Debt Service	Water Construction Rural Development Loan	Totals
Cash and investments - beginning	\$ 157,415	\$ 48,094	\$ 38,510	\$ 40,000	\$ 2,423	\$ 3,351,346
Receipts:						
Taxes	-	-	-	-	-	322,566
Licenses and permits	-	-	-	-	-	2,480
Intergovernmental	-	-	-	-	-	235,558
Charges for services	-	-	-	-	-	223,674
Fines and forfeits	-	-	-	-	-	2,319
Utility fees	-	-	-	-	-	1,214,188
Other receipts	89,124	-	134,040	8,580	2,051,900	3,352,869
Total receipts	89,124	-	134,040	8,580	2,051,900	5,353,654
Disbursements:						
Personal services	-	-	-	-	-	269,044
Supplies	-	-	-	-	-	88,200
Other services and charges	-	-	-	-	-	322,742
Capital outlay	27,248	-	-	-	1,824,605	1,999,298
Utility operating expenses	50,285	-	-	-	227,313	664,790
Other disbursements	-	-	15,383	-	-	1,798,940
Total disbursements	77,533	-	15,383	-	2,051,918	5,143,014
Excess (deficiency) of receipts over disbursements	11,591	-	118,657	8,580	(18)	210,640
Cash and investments - ending	<u>\$ 169,006</u>	<u>\$ 48,094</u>	<u>\$ 157,167</u>	<u>\$ 48,580</u>	<u>\$ 2,405</u>	<u>\$ 3,561,986</u>

TOWN OF ALBANY
SCHEDULE OF RECEIVABLES
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Receivable</u>
Storm Water	\$ 7,570
Trash	3,748
Wastewater	13,110
Water	6,076
Governmental activities	<u>3,876</u>
Total	<u>\$ 34,380</u>

TOWN OF ALBANY
SCHEDULE OF DEBT
December 31, 2012

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Storm Water:			
Notes and loans payable	Storm Water system improvements & construction	\$ 951,000	\$ 56,481
Notes and loans payable	Storm Water system improvements & construction	<u>711,000</u>	<u>77,757</u>
Total Storm Water		<u>1,662,000</u>	<u>134,238</u>
Wastewater:			
Notes and loans payable	Sewage system improvements & construction	2,018,000	119,810
Notes and loans payable	Sewage system improvements & construction	<u>1,330,000</u>	<u>146,988</u>
Total Wastewater		<u>3,348,000</u>	<u>266,798</u>
Water:			
Notes and loans payable	Drinking water system improvements & construction	<u>2,867,900</u>	<u>114,042</u>
Totals		<u><u>\$ 7,877,900</u></u>	<u><u>\$ 515,078</u></u>

TOWN OF ALBANY
SCHEDULE OF CAPITAL ASSETS
December 31, 2012

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

	Ending Balance
Governmental activities:	
Land	\$ 65,930
Infrastructure	224,327
Buildings	419,159
Improvements other than buildings	63,979
Machinery, equipment, and vehicles	557,497
Total governmental activities	1,330,892
Storm Water:	
Land	64,103
Infrastructure	2,628,518
Machinery, equipment, and vehicles	35,889
Total Storm Water	2,728,510
Wastewater:	
Land	80,973
Infrastructure	5,632,542
Buildings	208,282
Improvements other than buildings	2,295,490
Machinery, equipment, and vehicles	637,896
Total Wastewater	8,855,183
Water:	
Land	40,871
Infrastructure	386,131
Buildings	172,054
Improvements other than buildings	1,303,167
Machinery, equipment, and vehicles	833,049
Construction in progress	2,064,331
Total Water	4,799,603
Total capital assets	\$ 17,714,188

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE

TO: THE OFFICIALS OF THE TOWN OF ALBANY, DELAWARE COUNTY, INDIANA

Report on Compliance for Each Major Federal Program

We have audited the Town of Albany's (Town) compliance with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that could have a direct and material effect on its major federal program for the period of January 1, 2011 to December 31, 2012. 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.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the Town's major federal program based on our audit of the types of compliance requirements referred to above. 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 on compliance for the major federal program. However, our audit does not provide a legal determination of the Town's compliance.

Opinion on Each Major Federal Program

In our opinion, the Town complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the period of January 1, 2011 to December 31, 2012.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)

Report on Internal Control over Compliance

Management of the Town is responsible for establishing and maintaining effective internal control over compliance with types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the Town's internal control over compliance with the type of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the major federal program 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.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance 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. A significant deficiency in internal control over compliance is a deficiency, or combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of 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 material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Bruce Hartman
State Examiner

May 8, 2013

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SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

The Schedule of Expenditures of Federal Awards and accompanying note presented were approved by management of the Town. The schedule and note are presented as intended by the Town.

TOWN OF ALBANY
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For The Years Ended December 31, 2011 and 2012

Federal Grantor Agency/Pass-Through Entity Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended 12-31-11	Total Federal Awards Expended 12-31-12
<u>U.S. DEPARTMENT OF AGRICULTURE</u>					
Water and Waste Program Cluster Water and Waste Disposal Systems for Rural Communities	Direct Grant	10.760			
			Loan #91-08 Grant #91-06	\$ 831,000 -	\$ 2,036,900 15,000
				<u>831,000</u>	<u>2,051,900</u>
<u>U.S. DEPARTMENT OF JUSTICE</u>					
Bulletproof Vest Partnership Program	Direct Grant	16.607	FY 2011	-	1,375
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>					
Disaster Grants - Public Assistance (Presidentially Declared Disasters)	Indiana Department of Homeland Security	97.036	Activation 20110516A	1,964	-
Total federal awards expended				<u>\$ 832,964</u>	<u>\$ 2,053,275</u>

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

TOWN OF ALBANY
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the Town of Albany (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.

Circular A-133 requires an annual audit of nonfederal entities expending a total amount of federal awards equal to or in excess of \$500,000 in any fiscal year unless by constitution or statute a less frequent audit is required. In accordance with Indiana Code (IC 5-11-1 et seq.), audits of towns with populations under 5,000 shall be conducted biennially. Such audits shall include both years within the biennial period.

TOWN OF ALBANY
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unqualified as to Regulatory Basis
Internal control over financial reporting:	
Material weaknesses identified?	no
Significant deficiencies identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major program:	
Material weaknesses identified?	no
Significant deficiencies 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 OMB Circular A-133?	no

Identification of Major Program:

Name of Federal Program or Cluster

Water and Waste Program Cluster

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 ALBANY
EXIT CONFERENCE

The contents of this report were discussed on May 8, 2013, with Marcie J. Schlosser, Clerk-Treasurer, and Phillip Evans, President of the Town Council. Our audit disclosed no material items that warrant comment at this time.