

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

TOWN OF PARKER CITY

RANDOLPH COUNTY, INDIANA

January 1, 2011 to December 31, 2012



FILED
08/28/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Kim K. Walker	01-01-08 to 12-31-15
President of the Town Council	Fred Ludington Mike Huston	01-01-11 to 12-31-11 01-01-12 to 12-31-13



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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF PARKER CITY, RANDOLPH COUNTY, INDIANA

We have examined the accompanying financial statement of the Town of Parker City (Town), for the period of January 1, 2011 to December 31, 2012. The financial statement is the responsibility of the Town's management. Our responsibility is to express an opinion on the financial statement 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 effects on the financial statement of the variances between these regulatory accounting practices and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

In our opinion, because of the matter discussed in the preceding paragraph, the financial statement referred to above does not present fairly, in conformity 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.

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, 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 statement. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances – Regulatory Basis, Schedule of Payables, 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 examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

Bruce Hartman
State Examiner

July 30, 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.

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

Fund	Cash and Investments 01-01-11	Receipts	Disbursements	Cash and Investments 12-31-11	Receipts	Disbursements	Cash and Investments 12-31-12
Motor Vehicle Highway	\$ 45,717	\$ 45,214	\$ 44,146	\$ 46,785	\$ 45,730	\$ 64,368	\$ 28,147
Local Road and Street	9,028	4,752	11,285	2,495	4,802	4,115	3,182
Police Department	-	-	-	-	1,754	625	1,129
Riverboat	31,719	8,862	15,000	25,581	8,406	-	33,987
Rainy Day	4,775	-	4,000	775	-	-	775
Cumulative Capital Development	20,896	6,760	1,941	25,715	5,985	15,090	16,610
Cumulative Capital Improvement	6,650	4,066	1,068	9,648	3,764	5,914	7,498
General	45,195	275,322	267,928	52,589	304,877	287,307	70,159
Park Donation	4,751	10,270	13,831	1,190	4,145	4,999	336
Law Enforcement Continuing Education	1,858	978	314	2,522	1,385	1,631	2,276
Payroll	7	309,408	309,503	(88)	278,822	278,938	(204)
Downtown	972	-	42	930	-	-	930
Economic Development Income Tax	28,259	23,108	35,154	16,213	26,102	15,710	26,605
First Responder	1,074	2,724	2,239	1,559	2,140	2,897	802
Volunteer	8,462	9,550	11,622	6,390	6,861	7,554	5,697
Medical	4,857	14,958	16,392	3,423	17,460	20,648	235
Storm Water Utility Operating	24,933	13,955	2,403	36,485	13,925	2,250	48,160
Wastewater Utility Operating	18,380	221,256	238,540	1,096	350,293	303,818	47,571
Wastewater Utility Bond and Interest	333	49,200	49,505	28	50,400	49,185	1,243
Wastewater Utility Depreciation/Improvement	22,734	6,113	9,000	19,847	6,163	20,429	5,581
Wastewater Utility Customer Deposit	14,077	2,216	2,435	13,858	3,224	2,460	14,622
Wastewater Utility Debt Reserve	58,316	50	-	58,366	49	-	58,415
Water Utility Operating	35,012	164,430	175,965	23,477	168,101	171,155	20,423
Water Utility Bond and Interest	13,588	7,100	4,250	16,438	7,200	4,100	19,538
Water Utility Depreciation/Improvement	91,964	20,000	-	111,964	20,400	125,553	6,811
Water Utility Customer Deposit	15,206	1,438	1,715	14,929	2,160	1,774	15,315
Totals	\$ 508,763	\$ 1,201,730	\$ 1,218,278	\$ 492,215	\$ 1,334,148	\$ 1,390,520	\$ 435,843

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

TOWN OF PARKER CITY
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 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 PARKER CITY
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 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.

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 PARKER CITY
NOTES TO FINANCIAL STATEMENT
(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.

TOWN OF PARKER CITY
NOTES TO FINANCIAL STATEMENT
(Continued)

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. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of payroll withholdings being less than the corresponding remittances.

Note 7. Subsequent Events

The Town issued \$1,200,000 of Wastewater Utility bonds on June 27, 2013. The initial proceeds were used partly to repay interfund loans made in 2012 to the Wastewater Utility Operating Fund of \$120,000 from the Water Utility Depreciation/Improvement Fund and \$20,000 from the Wastewater Utility Depreciation/Improvement Fund. Most of the remaining proceeds will be used to pay for \$735,489 of construction contracts awarded on May 2, 2013.

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SUPPLEMENTARY INFORMATION – UNAUDITED

For additional financial information, the Town's Annual Report information for years 2011 and later 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 is 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 PARKER CITY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For The Year Ended December 31, 2011

	Motor Vehicle Highway	Local Road and Street	Riverboat	Rainy Day	Cumulative Capital Development	Cumulative Capital Improvement	General	Park Donation	Law Enforcement Continuing Education
Cash and investments - beginning	\$ 45,717	\$ 9,028	\$ 31,719	\$ 4,775	\$ 20,896	\$ 6,650	\$ 45,195	\$ 4,751	\$ 1,858
Receipts:									
Taxes	-	-	-	-	6,183	-	178,633	-	-
Licenses and permits	-	-	-	-	-	-	-	-	650
Intergovernmental	36,910	4,752	8,862	-	577	4,066	74,684	-	-
Charges for services	-	-	-	-	-	-	9,000	-	30
Fines and forfeits	-	-	-	-	-	-	-	-	218
Utility fees	-	-	-	-	-	-	-	-	-
Other receipts	8,304	-	-	-	-	-	13,005	10,270	80
Total receipts	<u>45,214</u>	<u>4,752</u>	<u>8,862</u>	<u>-</u>	<u>6,760</u>	<u>4,066</u>	<u>275,322</u>	<u>10,270</u>	<u>978</u>
Disbursements:									
Personal services	27,664	-	-	-	-	-	136,945	-	-
Supplies	1,100	11,285	-	-	-	-	31,535	-	314
Other services and charges	15,382	-	15,000	4,000	1,941	1,068	94,704	13,831	-
Capital outlay	-	-	-	-	-	-	4,744	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-	-	-
Total disbursements	<u>44,146</u>	<u>11,285</u>	<u>15,000</u>	<u>4,000</u>	<u>1,941</u>	<u>1,068</u>	<u>267,928</u>	<u>13,831</u>	<u>314</u>
Excess (deficiency) of receipts over disbursements	<u>1,068</u>	<u>(6,533)</u>	<u>(6,138)</u>	<u>(4,000)</u>	<u>4,819</u>	<u>2,998</u>	<u>7,394</u>	<u>(3,561)</u>	<u>664</u>
Cash and investments - ending	<u>\$ 46,785</u>	<u>\$ 2,495</u>	<u>\$ 25,581</u>	<u>\$ 775</u>	<u>\$ 25,715</u>	<u>\$ 9,648</u>	<u>\$ 52,589</u>	<u>\$ 1,190</u>	<u>\$ 2,522</u>

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

	Payroll	Downtown	Economic Development Income Tax	First Responder	Volunteer	Medical	Storm Water Utility Operating	Wastewater Utility Operating	Wastewater Utility Bond and Interest
Cash and investments - beginning	\$ 7	\$ 972	\$ 28,259	\$ 1,074	\$ 8,462	\$ 4,857	\$ 24,933	\$ 18,380	\$ 333
Receipts:									
Taxes	-	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	23,108	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	13,955	204,180	-
Other receipts	309,408	-	-	2,724	9,550	14,958	-	17,076	49,200
Total receipts	309,408	-	23,108	2,724	9,550	14,958	13,955	221,256	49,200
Disbursements:									
Personal services	309,503	-	-	-	-	16,392	-	-	-
Supplies	-	-	-	-	-	-	-	-	-
Other services and charges	-	42	35,154	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	2,403	178,692	-
Other disbursements	-	-	-	2,239	11,622	-	-	59,848	49,505
Total disbursements	309,503	42	35,154	2,239	11,622	16,392	2,403	238,540	49,505
Excess (deficiency) of receipts over disbursements	(95)	(42)	(12,046)	485	(2,072)	(1,434)	11,552	(17,284)	(305)
Cash and investments - ending	\$ (88)	\$ 930	\$ 16,213	\$ 1,559	\$ 6,390	\$ 3,423	\$ 36,485	\$ 1,096	\$ 28

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

	Wastewater Utility Depreciation/ Improvement	Wastewater Utility Customer Deposit	Wastewater Utility Debt Reserve	Water Utility Operating	Water Utility Bond and Interest	Water Utility Depreciation/ Improvement	Water Utility Customer Deposit	Totals
Cash and investments - beginning	\$ 22,734	\$ 14,077	\$ 58,316	\$ 35,012	\$ 13,588	\$ 91,964	\$ 15,206	\$ 508,763
Receipts:								
Taxes	-	-	-	-	-	-	-	184,816
Licenses and permits	-	-	-	-	-	-	-	650
Intergovernmental	-	-	-	-	-	-	-	152,959
Charges for services	-	-	-	-	-	-	-	9,030
Fines and forfeits	-	-	-	-	-	-	-	218
Utility fees	-	2,216	-	140,108	-	-	1,438	361,897
Other receipts	6,113	-	50	24,322	7,100	20,000	-	492,160
Total receipts	6,113	2,216	50	164,430	7,100	20,000	1,438	1,201,730
Disbursements:								
Personal services	-	-	-	-	-	-	-	490,504
Supplies	-	-	-	-	-	-	-	44,234
Other services and charges	-	-	-	-	-	-	-	181,122
Capital outlay	-	-	-	-	-	-	-	4,744
Utility operating expenses	-	2,435	-	143,640	-	-	1,715	328,885
Other disbursements	9,000	-	-	32,325	4,250	-	-	168,789
Total disbursements	9,000	2,435	-	175,965	4,250	-	1,715	1,218,278
Excess (deficiency) of receipts over disbursements	(2,887)	(219)	50	(11,535)	2,850	20,000	(277)	(16,548)
Cash and investments - ending	\$ 19,847	\$ 13,858	\$ 58,366	\$ 23,477	\$ 16,438	\$ 111,964	\$ 14,929	\$ 492,215

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

	Motor Vehicle Highway	Local Road and Street	Police Department	Riverboat	Rainy Day	Cumulative Capital Development	Cumulative Capital Improvement	General	Park Donation
Cash and investments - beginning	\$ 46,785	\$ 2,495	\$ -	\$ 25,581	\$ 775	\$ 25,715	\$ 9,648	\$ 52,589	\$ 1,190
Receipts:									
Taxes	-	-	-	-	-	5,173	-	180,897	-
Licenses and permits	-	-	36	-	-	-	-	-	-
Intergovernmental	45,730	4,802	-	8,406	-	812	3,764	85,494	-
Charges for services	-	-	550	-	-	-	-	14,329	-
Utility fees	-	-	-	-	-	-	-	-	-
Other receipts	-	-	1,168	-	-	-	-	24,157	4,145
Total receipts	<u>45,730</u>	<u>4,802</u>	<u>1,754</u>	<u>8,406</u>	<u>-</u>	<u>5,985</u>	<u>3,764</u>	<u>304,877</u>	<u>4,145</u>
Disbursements:									
Personal services	36,944	-	-	-	-	-	-	140,299	-
Supplies	15,671	2,642	625	-	-	15,090	200	50,003	-
Other services and charges	11,753	1,473	-	-	-	-	5,714	91,210	4,999
Capital outlay	-	-	-	-	-	-	-	5,795	-
Utility operating expenses	-	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-	-	-
Total disbursements	<u>64,368</u>	<u>4,115</u>	<u>625</u>	<u>-</u>	<u>-</u>	<u>15,090</u>	<u>5,914</u>	<u>287,307</u>	<u>4,999</u>
Excess (deficiency) of receipts over disbursements	<u>(18,638)</u>	<u>687</u>	<u>1,129</u>	<u>8,406</u>	<u>-</u>	<u>(9,105)</u>	<u>(2,150)</u>	<u>17,570</u>	<u>(854)</u>
Cash and investments - ending	<u>\$ 28,147</u>	<u>\$ 3,182</u>	<u>\$ 1,129</u>	<u>\$ 33,987</u>	<u>\$ 775</u>	<u>\$ 16,610</u>	<u>\$ 7,498</u>	<u>\$ 70,159</u>	<u>\$ 336</u>

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

	Law Enforcement Continuing Education	Payroll	Downtown	Economic Development Income Tax	First Responder	Volunteer	Medical	Storm Water Utility Operating	Wastewater Utility Operating
Cash and investments - beginning	\$ 2,522	\$ (88)	\$ 930	\$ 16,213	\$ 1,559	\$ 6,390	\$ 3,423	\$ 36,485	\$ 1,096
Receipts:									
Taxes	-	-	-	-	-	-	-	-	-
Licenses and permits	820	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	26,102	-	-	-	-	-
Charges for services	189	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	13,925	223,067
Other receipts	376	278,822	-	-	2,140	6,861	17,460	-	127,226
Total receipts	1,385	278,822	-	26,102	2,140	6,861	17,460	13,925	350,293
Disbursements:									
Personal services	-	-	-	-	-	-	20,648	-	-
Supplies	1,631	-	-	-	-	7,554	-	-	-
Other services and charges	-	-	-	15,710	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	113,809
Other disbursements	-	278,938	-	-	2,897	-	-	2,250	190,009
Total disbursements	1,631	278,938	-	15,710	2,897	7,554	20,648	2,250	303,818
Excess (deficiency) of receipts over disbursements	(246)	(116)	-	10,392	(757)	(693)	(3,188)	11,675	46,475
Cash and investments - ending	\$ 2,276	\$ (204)	\$ 930	\$ 26,605	\$ 802	\$ 5,697	\$ 235	\$ 48,160	\$ 47,571

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

	Wastewater Utility Bond and Interest	Wastewater Utility Depreciation/ Improvement	Wastewater Utility Customer Deposit	Wastewater Utility Debt Reserve	Water Utility Operating	Water Utility Bond and Interest	Water Utility Depreciation/ Improvement	Water Utility Customer Deposit	Totals
Cash and investments - beginning	\$ 28	\$ 19,847	\$ 13,858	\$ 58,366	\$ 23,477	\$ 16,438	\$ 111,964	\$ 14,929	\$ 492,215
Receipts:									
Taxes	-	-	-	-	-	-	-	-	186,070
Licenses and permits	-	-	-	-	-	-	-	-	856
Intergovernmental	-	-	-	-	-	-	-	-	175,110
Charges for services	-	-	-	-	-	-	-	-	15,068
Utility fees	-	-	3,224	-	167,318	-	-	2,160	409,694
Other receipts	50,400	6,163	-	49	783	7,200	20,400	-	547,350
Total receipts	50,400	6,163	3,224	49	168,101	7,200	20,400	2,160	1,334,148
Disbursements:									
Personal services	-	-	-	-	-	-	-	-	197,891
Supplies	-	-	-	-	-	-	-	-	93,416
Other services and charges	-	-	-	-	-	-	-	-	130,859
Capital outlay	-	-	-	-	-	-	-	-	5,795
Utility operating expenses	-	20,429	2,460	-	125,668	-	-	-	262,366
Other disbursements	49,185	-	-	-	45,487	4,100	125,553	1,774	700,193
Total disbursements	49,185	20,429	2,460	-	171,155	4,100	125,553	1,774	1,390,520
Excess (deficiency) of receipts over disbursements	1,215	(14,266)	764	49	(3,054)	3,100	(105,153)	386	(56,372)
Cash and investments - ending	\$ 1,243	\$ 5,581	\$ 14,622	\$ 58,415	\$ 20,423	\$ 19,538	\$ 6,811	\$ 15,315	\$ 435,843

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TOWN OF PARKER CITY
SCHEDULE OF PAYABLES
December 31, 2012

<u>Government or Enterprise</u>	<u>Accounts Payable</u>
Wastewater	\$ 4,391
Water	401
Governmental activities	<u>2,733</u>
Totals	<u>\$ 7,525</u>

TOWN OF PARKER CITY
 SCHEDULE OF DEBT
 December 31, 2012

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Wastewater:			
Revenue bonds	Sewage Utility Bond Payment	\$ 94,500	\$ 47,093
Water:			
Revenue bonds	Water Utility Bond Payment	22,000	4,100
Totals		<u>\$ 116,500</u>	<u>\$ 51,193</u>

TOWN OF PARKER CITY
 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	\$ 35,800
Buildings	85,337
Improvements other than buildings	64,972
Machinery, equipment, and vehicles	287,994
Total governmental activities	474,103
Wastewater:	
Land	5,108
Buildings	146,834
Improvements other than buildings	2,670,604
Machinery, equipment, and vehicles	171,139
Construction in progress	169,834
Total Wastewater	3,163,519
Water:	
Land	4,120
Buildings	67,824
Improvements other than buildings	1,364,979
Machinery, equipment, and vehicles	147,478
Total Water	1,584,401
Total capital assets	\$ 5,222,023

TOWN OF PARKER CITY
EXIT CONFERENCE

The contents of this report were discussed on July 30, 2013, with Kim K. Walker, Clerk-Treasurer, and Mike Huston, President of the Town Council. Our examination disclosed no material items that warrant comment at this time.