

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

TOWN OF WAKARUSA

ELKHART COUNTY, INDIANA

January 1, 2011 to December 31, 2012



FILED
10/09/2013

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Joyce M. Hartman	01-01-08 to 12-31-15
President of the Town Council	Ronald Berkey Jeffrey D. Troxel Mark H. BeMiller	01-01-11 to 12-31-11 01-01-12 to 07-03-12 07-03-12 to 12-31-13



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE TOWN OF WAKARUSA, ELKHART COUNTY, INDIANA

We have examined the accompanying financial statement of the Town of Wakarusa (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 and 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 examination procedures applied to the financial statement and, accordingly, we express no opinion on them.

Bruce Hartman
State Examiner

September 19, 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 WAKARUSA
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
GENERAL FUND	\$ 722,601	\$ 1,146,920	\$ 1,134,766	\$ 734,755	\$ 1,346,755	\$ 1,253,114	\$ 828,396
MOTOR VEHICLE HIGHWAY	571,957	315,967	266,996	620,928	279,642	386,335	514,235
LOCAL ROAD & STREET	53,003	15,318	1,976	66,345	15,776	5,820	76,301
DUI TASK FORCE	(857)	5,107	6,101	(1,851)	8,799	7,755	(807)
OPERATION PULL OVER-OPO	-	806	806	-	-	-	-
LAW ENFORCEMENT CON'T ED.	207	1,618	1,816	9	2,525	100	2,434
RAINY DAY FUND	59,092	-	-	59,092	-	-	59,092
EDIT	294,939	86,443	31,840	349,542	155,412	80,487	424,467
LEVY EXCESS FUND	3,183	50,870	54,053	-	7,201	-	7,201
CUM CAPITAL IMPROVEMENT	49,739	4,647	-	54,386	4,663	-	59,049
CUM CAPITAL DEVELOPMENT	124,752	46,122	7,299	163,575	51,242	45,464	169,353
CUMULATIVE FIRE EQUIPMENT	88,166	30,913	1,532	117,547	34,161	3,087	148,621
POLICE-NON-REVERTING	7,729	-	-	7,729	-	-	7,729
POLICE FACT GRANT	(283)	2,417	2,300	(166)	1,857	1,757	(66)
EDIT BOND & INTEREST	3,254	31,840	35,094	-	38,039	1,840	36,199
EDIT- DEBT RESERVE	75,564	642	-	76,206	273	56,977	19,502
PAYROLL	497	660,869	661,366	-	701,052	701,004	48
WASTEWATER-CASH OPERATING	480,939	342,498	384,905	438,532	353,651	165,564	626,619
WATER-CASH OPERATING	260,772	372,139	309,899	323,012	401,638	333,376	391,274
WATER-CUSTOMER DEPOSIT	15,420	880	-	16,300	1,120	-	17,420
WATER-BOND/ INTEREST	35,785	66,602	76,920	25,467	90,959	116,426	-
WATER-DEBT RESERVE	102,191	6,939	-	109,130	928	-	110,058
Totals	<u>\$ 2,948,650</u>	<u>\$ 3,189,557</u>	<u>\$ 2,977,669</u>	<u>\$ 3,160,538</u>	<u>\$ 3,495,693</u>	<u>\$ 3,159,106</u>	<u>\$ 3,497,125</u>

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

TOWN OF WAKARUSA
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, trash, 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, 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, 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, and riverboat receipts received from the county.

TOWN OF WAKARUSA
NOTES TO FINANCIAL STATEMENT
(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, 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.

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 WAKARUSA
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 WAKARUSA
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. Pension Plan

Deferred Compensation Plan

Plan Description

The Town has a 457 Deferred Compensation Plan which is a defined contribution pension plan administered by Principal Financial Group. The plan provides retirement benefits to plan members and beneficiaries. The plan was established by written agreement between the Town and Principal Retirement Group. The Company issues a publicly available financial report that includes financial statements and required supplementary information of the plan. That report may be obtained by contacting:

Principal Financial Group
Des Moines, IA 50392-0001

Funding Policy

The contribution requirements of plan members for the 457 Deferred Compensation Plan are established by Ordinance 94-14.

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the Town were not received by December 31, 2012.

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

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	DUI TASK FORCE	OPERATION PULL OVER-OPO	LAW ENFORCEMENT CON'T ED.	RAINY DAY FUND	EDIT
Cash and investments - beginning	\$ 722,601	\$ 571,957	\$ 53,003	\$ (857)	\$ -	\$ 207	\$ 59,092	\$ 294,939
Receipts:								
Taxes	770,196	260,830	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	510	-	-
Intergovernmental	265,019	55,137	15,318	5,107	806	-	-	86,443
Charges for services	6,992	-	-	-	-	-	-	-
Fines and forfeits	12,918	-	-	-	-	1,108	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	91,795	-	-	-	-	-	-	-
Total receipts	<u>1,146,920</u>	<u>315,967</u>	<u>15,318</u>	<u>5,107</u>	<u>806</u>	<u>1,618</u>	<u>-</u>	<u>86,443</u>
Disbursements:								
Personal services	706,670	14,269	-	6,101	806	-	-	-
Supplies	60,880	9,768	-	-	-	1,206	-	-
Other services and charges	309,345	36,993	1,976	-	-	610	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	24,768	191,931	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	33,103	14,035	-	-	-	-	-	31,840
Total disbursements	<u>1,134,766</u>	<u>266,996</u>	<u>1,976</u>	<u>6,101</u>	<u>806</u>	<u>1,816</u>	<u>-</u>	<u>31,840</u>
Excess (deficiency) of receipts over disbursements	<u>12,154</u>	<u>48,971</u>	<u>13,342</u>	<u>(994)</u>	<u>-</u>	<u>(198)</u>	<u>-</u>	<u>54,603</u>
Cash and investments - ending	<u>\$ 734,755</u>	<u>\$ 620,928</u>	<u>\$ 66,345</u>	<u>\$ (1,851)</u>	<u>\$ -</u>	<u>\$ 9</u>	<u>\$ 59,092</u>	<u>\$ 349,542</u>

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

	LEVY EXCESS FUND	CUM CAPITAL IMPROVEMENT	CUM CAPITAL DEVELOPMENT	CUMULATIVE FIRE EQUIPMENT	POLICE-NON-REVERTING	POLICE FACT GRANT	EDIT BOND & INTEREST	EDIT- DEBT RESERVE
Cash and investments - beginning	\$ 3,183	\$ 49,739	\$ 124,752	\$ 88,166	\$ 7,729	\$ (283)	\$ 3,254	\$ 75,564
Receipts:								
Taxes	-	-	44,211	29,474	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	4,647	1,911	1,439	-	2,417	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	50,870	-	-	-	-	-	31,840	642
Total receipts	50,870	4,647	46,122	30,913	-	2,417	31,840	642
Disbursements:								
Personal services	-	-	-	-	-	2,300	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	641	-
Debt service - principal and interest	-	-	-	-	-	-	34,453	-
Capital outlay	-	-	5,000	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	54,053	-	2,299	1,532	-	-	-	-
Total disbursements	54,053	-	7,299	1,532	-	2,300	35,094	-
Excess (deficiency) of receipts over disbursements	(3,183)	4,647	38,823	29,381	-	117	(3,254)	642
Cash and investments - ending	\$ -	\$ 54,386	\$ 163,575	\$ 117,547	\$ 7,729	\$ (166)	\$ -	\$ 76,206

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

	PAYROLL	WASTEWATER-CASH OPERATING	WATER-CASH OPERATING	WATER-CUSTOMER DEPOSIT	WATER-BOND/ INTEREST	WATER-DEBT RESERVE	TOTALS
Cash and investments - beginning	\$ 497	\$ 480,939	\$ 260,772	\$ 15,420	\$ 35,785	\$ 102,191	\$ 2,948,650
Receipts:							
Taxes	-	-	-	-	-	-	1,104,711
Licenses and permits	-	-	-	-	-	-	510
Intergovernmental	-	-	-	-	-	-	438,244
Charges for services	-	-	-	-	-	-	6,992
Fines and forfeits	-	-	-	-	-	-	14,026
Utility fees	-	-	328,148	-	-	-	328,148
Other receipts	660,869	342,498	43,991	880	66,602	6,939	1,296,926
Total receipts	<u>660,869</u>	<u>342,498</u>	<u>372,139</u>	<u>880</u>	<u>66,602</u>	<u>6,939</u>	<u>3,189,557</u>
Disbursements:							
Personal services	499,723	-	-	-	-	-	1,229,869
Supplies	-	-	-	-	-	-	71,854
Other services and charges	-	-	-	-	-	-	349,565
Debt service - principal and interest	-	-	-	-	-	-	34,453
Capital outlay	-	-	-	-	-	-	221,699
Utility operating expenses	-	383,458	210,895	-	-	-	594,353
Other disbursements	161,643	1,447	99,004	-	76,920	-	475,876
Total disbursements	<u>661,366</u>	<u>384,905</u>	<u>309,899</u>	<u>-</u>	<u>76,920</u>	<u>-</u>	<u>2,977,669</u>
Excess (deficiency) of receipts over disbursements	<u>(497)</u>	<u>(42,407)</u>	<u>62,240</u>	<u>880</u>	<u>(10,318)</u>	<u>6,939</u>	<u>211,888</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 438,532</u>	<u>\$ 323,012</u>	<u>\$ 16,300</u>	<u>\$ 25,467</u>	<u>\$ 109,130</u>	<u>\$ 3,160,538</u>

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

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	DUI TASK FORCE	OPERATION PULL OVER-OPO	LAW ENFORCEMENT CON'T ED.	RAINY DAY FUND	EDIT
Cash and investments - beginning	\$ 734,755	\$ 620,928	\$ 66,345	\$ (1,851)	\$ -	\$ 9	\$ 59,092	\$ 349,542
Receipts:								
Taxes	962,261	222,129	-	-	-	-	-	-
Licenses and permits	5,920	-	-	-	-	500	-	-
Intergovernmental	362,203	55,561	15,776	-	-	-	-	98,430
Charges for services	3,300	-	-	8,799	-	-	-	-
Fines and forfeits	90	-	-	-	-	2,025	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	12,981	1,952	-	-	-	-	-	56,982
Total receipts	<u>1,346,755</u>	<u>279,642</u>	<u>15,776</u>	<u>8,799</u>	<u>-</u>	<u>2,525</u>	<u>-</u>	<u>155,412</u>
Disbursements:								
Personal services	713,350	17,673	-	7,755	-	-	-	-
Supplies	80,169	11,747	-	-	-	100	-	-
Other services and charges	348,996	53,407	5,820	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	110,599	303,508	-	-	-	-	-	42,448
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-	38,039
Total disbursements	<u>1,253,114</u>	<u>386,335</u>	<u>5,820</u>	<u>7,755</u>	<u>-</u>	<u>100</u>	<u>-</u>	<u>80,487</u>
Excess (deficiency) of receipts over disbursements	<u>93,641</u>	<u>(106,693)</u>	<u>9,956</u>	<u>1,044</u>	<u>-</u>	<u>2,425</u>	<u>-</u>	<u>74,925</u>
Cash and investments - ending	<u>\$ 828,396</u>	<u>\$ 514,235</u>	<u>\$ 76,301</u>	<u>\$ (807)</u>	<u>\$ -</u>	<u>\$ 2,434</u>	<u>\$ 59,092</u>	<u>\$ 424,467</u>

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

	LEVY EXCESS FUND	CUM CAPITAL IMPROVEMENT	CUM CAPITAL DEVELOPMENT	CUMULATIVE FIRE EQUIPMENT	POLICE-NON-REVERTING	POLICE FACT GRANT	EDIT BOND & INTEREST	EDIT- DEBT RESERVE
Cash and investments - beginning	\$ -	\$ 54,386	\$ 163,575	\$ 117,547	\$ 7,729	\$ (166)	\$ -	\$ 76,206
Receipts:								
Taxes	-	-	48,979	32,653	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	4,663	2,263	1,508	-	-	-	-
Charges for services	-	-	-	-	-	1,857	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	7,201	-	-	-	-	-	38,039	273
Total receipts	7,201	4,663	51,242	34,161	-	1,857	38,039	273
Disbursements:								
Personal services	-	-	-	-	-	1,757	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	641	-
Debt service - principal and interest	-	-	-	-	-	-	1,199	-
Capital outlay	-	-	45,464	3,087	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-	56,977
Total disbursements	-	-	45,464	3,087	-	1,757	1,840	56,977
Excess (deficiency) of receipts over disbursements	7,201	4,663	5,778	31,074	-	100	36,199	(56,704)
Cash and investments - ending	\$ 7,201	\$ 59,049	\$ 169,353	\$ 148,621	\$ 7,729	\$ (66)	\$ 36,199	\$ 19,502

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

	<u>PAYROLL</u>	<u>WASTEWATER-CASH OPERATING</u>	<u>WATER-CASH OPERATING</u>	<u>WATER-CUSTOMER DEPOSIT</u>	<u>WATER-BOND/ INTEREST</u>	<u>WATER-DEBT RESERVE</u>	<u>TOTALS</u>
Cash and investments - beginning	\$ -	\$ 438,532	\$ 323,012	\$ 16,300	\$ 25,467	\$ 109,130	\$ 3,160,538
Receipts:							
Taxes	-	-	-	-	-	-	1,266,022
Licenses and permits	-	-	-	-	-	-	6,420
Intergovernmental	-	-	-	-	-	-	540,404
Charges for services	-	-	-	-	-	-	13,956
Fines and forfeits	-	-	-	-	-	-	2,115
Utility fees	-	-	349,835	-	-	-	349,835
Other receipts	701,052	353,651	51,803	1,120	90,959	928	1,316,941
Total receipts	<u>701,052</u>	<u>353,651</u>	<u>401,638</u>	<u>1,120</u>	<u>90,959</u>	<u>928</u>	<u>3,495,693</u>
Disbursements:							
Personal services	474,615	-	-	-	-	-	1,215,150
Supplies	-	-	-	-	-	-	92,016
Other services and charges	-	-	-	-	-	-	408,864
Debt service - principal and interest	-	-	-	-	-	-	1,199
Capital outlay	-	21,070	21,070	-	-	-	547,246
Utility operating expenses	-	144,309	192,456	-	-	-	336,765
Other disbursements	226,389	185	119,850	-	116,426	-	557,866
Total disbursements	<u>701,004</u>	<u>165,564</u>	<u>333,376</u>	<u>-</u>	<u>116,426</u>	<u>-</u>	<u>3,159,106</u>
Excess (deficiency) of receipts over disbursements	<u>48</u>	<u>188,087</u>	<u>68,262</u>	<u>1,120</u>	<u>(25,467)</u>	<u>928</u>	<u>336,587</u>
Cash and investments - ending	<u>\$ 48</u>	<u>\$ 626,619</u>	<u>\$ 391,274</u>	<u>\$ 17,420</u>	<u>\$ -</u>	<u>\$ 110,058</u>	<u>\$ 3,497,125</u>

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TOWN OF WAKARUSA
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2012

Government or Enterprise	Accounts Payable	Accounts Receivable
Wastewater	\$ 165,564	\$ 353,651
Water	449,803	494,645
Governmental activities	2,486,762	2,647,395
Totals	\$ 3,102,129	\$ 3,495,691

TOWN OF WAKARUSA
 SCHEDULE OF DEBT
 December 31, 2012

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Water:			
Revenue bonds	Infrastructure Improvements	\$ 470,000	\$ 81,525

TOWN OF WAKARUSA
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	\$ 247,293
Infrastructure	1,624,593
Buildings	1,063,445
Improvements other than buildings	507,290
Machinery, equipment, and vehicles	2,353,519
Total governmental activities	5,796,140
Wastewater:	
Land	242,350
Infrastructure	3,797,556
Buildings	7,944
Machinery, equipment, and vehicles	158,631
Total Wastewater	4,206,481
Water:	
Land	11,007
Infrastructure	2,496,590
Buildings	512,926
Improvements other than buildings	892,493
Machinery, equipment, and vehicles	279,382
Total Water	4,192,398
Total capital assets	\$ 14,195,019

TOWN OF WAKARUSA
EXIT CONFERENCE

The contents of this report were discussed on September 19, 2013, with Joyce M. Hartman, Clerk-Treasurer, and Mark H. BeMiller, President of the Town Council. Our examination disclosed no material items that warrant comment at this time.