

**Financial Statements
of
Town of Rising Sun Governmental Funds
For Five Months
Ended November 30, 2010**



PO Box 577 Rising Sun, MD 21911
410-658-7105 - 800-769-1886

ACCOUNTANTS' COMPILATION REPORT

To the Mayor and Commissioners

Town of Rising Sun Governmental Funds
Rising Sun, MD

We have compiled the accompanying financial statements of the governmental activities, each major fund, and the aggregate remaining fund information of Town of Rising Sun Governmental Funds as of November 30, 2010, and for the five months then ended, which collectively comprise the Town's basic financial statements in accordance with Statements on Standards for Accounting and Review Services issued by the American Institute of Certified Public Accountants.

A compilation is limited to presenting, in the form of financial statements, information that is the representation of the management of Town of Rising Sun Governmental Funds. We have not audited or reviewed the accompanying financial statements and, accordingly, do not express an opinion or any other form of assurance on them.

Management has elected to omit substantially all of the disclosures required by generally accepted accounting principles. If the omitted disclosures were included in the financial statements, they might influence the user's conclusions about the Entity's financial position, results of operations, and cash flows. Accordingly, these financial statements are not designed for those who are not informed about such matters.

The budgetary comparison information, on pages 6 through 8, are not a required part of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have compiled the supplementary information from information that is the representation of management, without audit or review. Accordingly, we do not express an opinion or any other form of assurance on the supplementary information.

Patricia J. Wagner, CPA, MS
December 15, 2010

TOWN OF RISING SUN
BALANCE SHEET - GOVERNMENTAL FUNDS
November 30, 2010

	<u>TOTAL</u>
ASSETS	
Cash & Cash Equivalents	\$ 341,470.89
MLGIP	28,443.42
Investments	60,952.00
Taxes and Service Charges Receivable	374,645.21
Due from Water Fund	80,431.66
Other Receivables	11,635.00
TOTAL ASSETS	<u><u>\$ 897,578.18</u></u>
LIABILITIES	
Accounts Payable and Accrued Expenses	\$ 10,360.01
Due to Proprietary Fund	105,488.12
TOTAL LIABILITIES	<u><u>115,848.13</u></u>
FUND BALANCES	
Unrestricted - Undesignated	781,730.05
TOTAL LIABILITIES & FUND BALANCES	<u><u>\$ 897,578.18</u></u>

See Accountants' Compilation Report

TOWN OF RISING SUN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For Five Months Ended November 30, 2010

	<u>GENERAL SERVICES</u>	<u>POLICE</u>	<u>CODE ENFORCEMENT</u>	<u>PUBLIC WORKS</u>	<u>STREET & SIDEWALKS</u>	<u>SOLID WASTE COLLECTION</u>	<u>PARKS & RECREATION</u>	<u>DEBT SERVICE</u>	<u>DISASTER RESPONSE</u>	<u>TOTAL</u>
REVENUES										
Taxes - Real Estate Taxes	\$ 807,465.64	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 807,465.64
Taxes - Local Property	21,248.54	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	21,248.54
Taxes - Other Local	56,500.16	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	56,500.16
Intergovernmental - State	0.00	8,353.00	0.00	0.00	6,185.73	0.00	0.00	0.00	0.00	14,538.73
Intergovernmental - County	62,232.86	0.00	0.00	0.00	0.00	2,393.44	0.00	0.00	0.00	64,626.30
Service Charges	0.00	807.00	3,296.60	40.00	0.00	59,240.00	215.00	0.00	0.00	63,598.60
Licenses & Permits	478.98	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	478.98
Investment Earnings (Loss)	1,663.12	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,663.12
Miscellaneous	718.86	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	718.86
TOTAL REVENUES	<u>950,308.16</u>	<u>9,160.00</u>	<u>3,296.60</u>	<u>40.00</u>	<u>6,185.73</u>	<u>61,633.44</u>	<u>215.00</u>	<u>0.00</u>	<u>0.00</u>	<u>1,030,838.93</u>
EXPENDITURES										
Accounting & Auditing	2,605.07	2,369.45	2,606.07	579.44	579.14	1,737.39	289.57	0.00	0.00	10,766.13
Advertisement	475.00	0.00	99.75	0.00	0.00	0.00	0.00	0.00	0.00	574.75
Auto	738.89	76,581.18	340.44	1,625.40	546.28	316.75	371.08	0.00	0.00	80,520.02
Capital Outlay	0.00	2,445.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	2,445.00
Communication and Telephone	756.18	3,664.78	518.22	278.44	209.71	225.23	242.38	0.00	0.00	5,894.94
Contracted Services	3,637.17	1,968.16	1,644.64	1,543.90	3,772.86	32,441.77	265.49	0.00	0.00	45,273.99
General Expenditures	18,538.58	2,528.65	2,326.25	806.95	0.00	16,176.03	2,375.00	0.00	0.00	42,751.46
Insurance	15,246.67	13,885.79	1,359.02	1,711.45	419.89	963.65	687.88	0.00	0.00	34,264.35
Loan P&I	0.00	0.00	0.00	0.00	0.00	0.00	0.00	81,940.55	0.00	81,940.55
Legal	7,097.70	31.25	125.00	0.00	0.00	0.00	0.00	0.00	0.00	7,253.95
Repairs & Maintenance	346.39	418.89	303.80	566.13	0.00	0.00	14.47	0.00	0.00	1,649.68
Salary and Wages	9,744.45	127,121.25	7,456.83	8,383.40	1,945.87	3,639.99	4,937.66	0.00	0.00	163,229.45
Supplies & Materials	3,961.09	1,144.09	0.00	910.70	0.00	0.00	0.00	0.00	0.00	6,015.88
Uniform	0.00	1,451.72	0.00	0.00	0.00	0.00	0.00	0.00	0.00	1,451.72
Utilities	534.79	729.21	342.18	11,349.42	192.62	192.62	361.71	0.00	0.00	13,702.55
TOTAL EXPENDITURES	<u>63,681.98</u>	<u>234,339.42</u>	<u>17,122.20</u>	<u>27,755.23</u>	<u>7,666.37</u>	<u>55,683.43</u>	<u>9,545.24</u>	<u>81,940.55</u>	<u>0.00</u>	<u>497,734.42</u>
OTHER FINANCING SOURCES										
Proceeds from Long-Term Debt	0.00	111,135.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	111,135.00
CHANGE IN FUND BALANCE	<u>886,626.18</u>	<u>(114,044.42)</u>	<u>(13,825.60)</u>	<u>(27,715.23)</u>	<u>(1,480.64)</u>	<u>5,950.01</u>	<u>(9,330.24)</u>	<u>(81,940.55)</u>	<u>0.00</u>	<u>644,239.51</u>
FUND BALANCES AT BEGINNING OF YEA	<u>137,490.54</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>	<u>137,490.54</u>
FUND BALANCES AT END OF YEAR	<u>\$ 1,024,116.72</u>	<u>\$ (114,044.42)</u>	<u>\$ (13,825.60)</u>	<u>\$ (27,715.23)</u>	<u>\$ (1,480.64)</u>	<u>\$ 5,950.01</u>	<u>\$ (9,330.24)</u>	<u>\$ (81,940.55)</u>	<u>\$ 0.00</u>	<u>\$ 781,730.05</u>

See Accountants' Compilation Report

**Supplementary Information
of
Town of Rising Sun Governmental Funds
For Five Months
Ended November 30, 2010**

TOWN OF RISING SUN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GOVERNMENTAL FUNDS
For Five Months Ended November 30, 2010

	GENERAL SERVICES	GENERAL SERVICES	GENERAL SERVICES	POLICE	POLICE	POLICE	CODE ENFORCEMENT	CODE ENFORCEMENT	CODE ENFORCEMENT	PUBLIC WORKS	PUBLIC WORKS	PUBLIC WORKS
	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE
REVENUES												
Taxes - Real Estate Taxes	\$ 760,132.05	\$ 807,465.64	\$ 47,333.59	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Taxes - Local Property	42,583.35	21,248.54	(21,334.81)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Taxes - Other Local	53,137.10	56,500.16	3,363.06	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Intergovernmental - State	0.00	0.00	0.00	31,524.00	8,353.00	(23,171.00)	0.00	0.00	0.00	0.00	0.00	0.00
Intergovernmental - County	24,633.50	62,232.86	37,599.36	1,247.90	0.00	(1,247.90)	0.00	0.00	0.00	0.00	0.00	0.00
Intergovernmental - Federal	0.00	0.00	0.00	10,958.35	0.00	(10,958.35)	0.00	0.00	0.00	0.00	0.00	0.00
Other Grants & Contributions	104.15	0.00	(104.15)	2,291.65	0.00	(2,291.65)	0.00	0.00	0.00	0.00	0.00	0.00
Service Charges	0.00	0.00	0.00	1,833.30	807.00	(1,026.30)	16,624.80	3,296.60	(13,328.20)	208.35	40.00	(168.35)
Licenses & Permits	283.35	478.98	195.63	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Investment Earnings (Loss)	1,756.40	1,663.12	(93.28)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Miscellaneous	24,708.30	718.86	(23,989.44)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
TOTAL REVENUE	907,338.20	950,308.16	42,969.96	47,855.20	9,160.00	(38,695.20)	16,624.80	3,296.60	(13,328.20)	208.35	40.00	(168.35)
EXPENDITURES												
Accounting & Auditing	2,812.50	2,605.07	(207.43)	2,187.50	2,369.45	181.95	2,812.50	2,606.07	(206.43)	625.00	579.44	(45.56)
Advertisement	833.35	475.00	(358.35)	125.00	0.00	(125.00)	416.65	99.75	(316.90)	0.00	0.00	0.00
Auto	2,140.25	738.89	(1,401.36)	33,738.95	76,581.18	42,842.23	2,093.05	340.44	(1,752.61)	4,799.15	1,625.40	(3,173.75)
Capital Outlay	521.65	0.00	(521.65)	3,947.90	2,445.00	(1,502.90)	520.80	0.00	(520.80)	2,010.85	0.00	(2,010.85)
Communication and Telephone	674.05	756.18	82.13	9,889.10	3,664.78	(6,224.32)	365.20	518.22	153.02	407.80	278.44	(129.36)
Contracted Services	2,859.25	3,637.17	777.92	1,600.85	1,968.16	367.31	2,508.00	1,644.64	(863.36)	2,213.30	1,543.90	(669.40)
General Expenditures	13,681.70	18,538.58	4,856.88	4,104.25	2,528.65	(1,575.60)	6,895.85	2,326.25	(4,569.60)	291.65	806.95	515.30
Insurance	13,386.80	15,246.67	1,859.87	32,332.45	13,885.79	(18,446.66)	2,642.55	1,359.02	(1,283.53)	1,948.00	1,711.45	(236.55)
Loan P&I	8,333.35	7,097.70	(1,235.65)	625.00	31.25	(593.75)	1,249.95	125.00	(1,124.95)	0.00	0.00	0.00
Repairs & Maintenance	2,792.00	346.39	(2,445.61)	2,632.50	418.89	(2,213.61)	1,271.50	303.80	(967.70)	8,087.50	566.13	(7,521.37)
Salary and Wages	18,611.70	9,744.45	(8,867.25)	163,067.05	127,121.25	(35,945.80)	10,847.15	7,456.83	(3,390.32)	10,305.80	8,383.40	(1,922.40)
Supplies & Materials	3,541.70	3,961.09	419.39	1,333.40	1,144.09	(189.31)	250.05	0.00	(250.05)	750.00	910.70	160.70
Uniform	0.00	0.00	0.00	2,885.40	1,451.72	(1,433.68)	0.00	0.00	0.00	95.00	0.00	(95.00)
Utilities	2,114.30	534.79	(1,579.51)	2,076.05	729.21	(1,346.84)	2,076.05	342.18	(1,733.87)	12,627.25	11,349.42	(1,277.83)
TOTAL EXPENDITURES	72,302.60	63,681.98	(8,620.62)	260,545.40	234,339.42	(26,205.98)	33,949.30	17,122.20	(16,827.10)	44,161.30	27,755.23	(16,406.07)
OTHER FINANCING SOURCES												
Proceeds from Long-Term Debt	981.25	0.00	981.25	25,931.45	111,135.00	(85,203.55)	1,373.75	0.00	1,373.75	3,988.35	0.00	3,988.35
CHANGE IN FUND BALANCE	836,016.85	886,626.18	50,609.33	(186,758.75)	(114,044.42)	72,714.33	(15,950.75)	(13,825.60)	2,125.15	(39,964.60)	(27,715.23)	12,249.37
FUND BALANCES AT BEGINNING OF YEA	137,490.54	137,490.54	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
FUND BALANCES AT END OF YEAR	\$ 973,507.39	\$ 1,024,116.72	\$ 50,609.33	\$ (186,758.75)	\$ (114,044.42)	\$ 72,714.33	\$ (15,950.75)	\$ (13,825.60)	\$ 2,125.15	\$ (39,964.60)	\$ (27,715.23)	\$ 12,249.37

See Accountants' Compilation Report

TOWN OF RISING SUN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GOVERNMENTAL FUNDS
For Five Months Ended November 30, 2010

	STREET & SIDEWALKS	STREET & SIDEWALKS	STREET & SIDEWALKS	SOLID WASTE COLLECTION	SOLID WASTE COLLECTION	SOLID WASTE COLLECTION	PARKS & RECREATION	PARKS & RECREATION	PARKS & RECREATION	DEBT SERVICE	DEBT SERVICE	DEBT SERVICE
	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE
REVENUES												
Intergovernmental - State	\$ 2,000.00	\$ 6,185.73	\$ 4,185.73	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00	\$ 0.00
Intergovernmental - County	0.00	0.00	0.00	3,682.20	2,393.44	(1,288.76)	0.00	0.00	0.00	0.00	0.00	0.00
Other Grants & Contributions	0.00	0.00	0.00	0.00	0.00	0.00	124,166.65	0.00	(124,166.65)	0.00	0.00	0.00
Service Charges	4,583.35	0.00	(4,583.35)	53,443.00	59,240.00	5,797.00	83.35	215.00	131.65	0.00	0.00	0.00
TOTAL REVENUE	<u>6,583.35</u>	<u>6,185.73</u>	<u>(397.62)</u>	<u>57,125.20</u>	<u>61,633.44</u>	<u>4,508.24</u>	<u>124,250.00</u>	<u>215.00</u>	<u>(124,035.00)</u>	<u>0.00</u>	<u>0.00</u>	<u>0.00</u>
EXPENDITURES												
Accounting & Auditing	625.00	579.14	(45.86)	1,875.00	1,737.39	(137.61)	0.00	289.57	289.57	0.00	0.00	0.00
Advertisement	41.65	0.00	(41.65)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Auto	1,587.70	546.28	(1,041.42)	1,210.00	316.75	(893.25)	1,542.05	371.08	(1,170.97)	0.00	0.00	0.00
Capital Outlay	1,433.30	0.00	(1,433.30)	1,320.80	0.00	(1,320.80)	79,695.80	0.00	(79,695.80)	0.00	0.00	0.00
Communication and Telephone	315.70	209.71	(105.99)	514.25	225.23	(289.02)	372.35	242.38	(129.97)	0.00	0.00	0.00
Contracted Services	4,911.25	3,772.86	(1,138.39)	48,137.60	32,441.77	(15,695.83)	221.25	265.49	44.24	0.00	0.00	0.00
General Expenditures	250.00	0.00	(250.00)	22,916.65	16,176.03	(6,740.62)	31,229.20	2,375.00	(28,854.20)	0.00	0.00	0.00
Insurance	621.50	419.89	(201.61)	1,194.95	953.65	(241.30)	1,708.90	687.88	(1,021.02)	0.00	0.00	0.00
Loan P&I	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	83,224.30	81,940.55	(1,283.75)
Legal	250.00	0.00	(250.00)	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00	0.00
Repairs & Maintenance	8,209.40	0.00	(8,209.40)	155.25	0.00	(155.25)	2,188.60	14.47	(2,174.13)	0.00	0.00	0.00
Salary and Wages	2,890.35	1,945.87	(944.48)	5,078.15	3,639.99	(1,438.16)	8,057.35	4,937.66	(3,119.69)	0.00	0.00	0.00
Supplies & Materials	0.00	0.00	0.00	0.00	0.00	0.00	15,000.00	0.00	(15,000.00)	0.00	0.00	0.00
Uniform	25.00	0.00	(25.00)	25.00	0.00	(25.00)	25.00	0.00	(25.00)	0.00	0.00	0.00
Utilities	549.80	192.62	(357.18)	549.80	192.62	(357.18)	728.35	361.71	(366.64)	0.00	0.00	0.00
TOTAL EXPENDITURES	<u>21,710.65</u>	<u>7,666.37</u>	<u>(14,044.28)</u>	<u>82,977.45</u>	<u>55,683.43</u>	<u>(27,294.02)</u>	<u>140,768.85</u>	<u>9,545.24</u>	<u>(131,223.61)</u>	<u>83,224.30</u>	<u>81,940.55</u>	<u>(1,283.75)</u>
OTHER FINANCING SOURCES												
Proceeds from Long-Term Debt	1,096.05	0.00	1,096.05	1,096.05	0.00	1,096.05	1,292.30	0.00	1,292.30	0.00	0.00	0.00
CHANGE IN FUND BALANCE	<u>(14,031.25)</u>	<u>(1,480.64)</u>	<u>12,550.61</u>	<u>(24,756.20)</u>	<u>5,950.01</u>	<u>30,706.21</u>	<u>(15,226.55)</u>	<u>(9,330.24)</u>	<u>5,896.31</u>	<u>(83,224.30)</u>	<u>(81,940.55)</u>	<u>1,283.75</u>
FUND BALANCES AT END OF YEAR	<u>\$ (14,031.25)</u>	<u>\$ (1,480.64)</u>	<u>\$ 12,550.61</u>	<u>\$ (24,756.20)</u>	<u>\$ 5,950.01</u>	<u>\$ 30,706.21</u>	<u>\$ (15,226.55)</u>	<u>\$ (9,330.24)</u>	<u>\$ 5,896.31</u>	<u>\$ (83,224.30)</u>	<u>\$ (81,940.55)</u>	<u>\$ 1,283.75</u>

TOWN OF RISING SUN
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
BUDGET AND ACTUAL - GOVERNMENTAL FUNDS
For Five Months Ended November 30, 2010

	DISASTER RESPONSE	DISASTER RESPONSE	DISASTER RESPONSE	TOTAL	TOTAL	TOTAL
	BUDGET	ACTUAL	VARIANCE	BUDGET	ACTUAL	VARIANCE
REVENUES						
Taxes - Real Estate Taxes	\$ 0.00	\$ 0.00	\$ 0.00	\$ 760,132.05	\$ 807,465.64	\$ 47,333.59
Taxes - Local Property	0.00	0.00	0.00	42,583.35	21,248.54	(21,334.81)
Taxes - Other Local	0.00	0.00	0.00	53,137.10	56,500.16	3,363.06
Intergovernmental - State	0.00	0.00	0.00	33,524.00	14,538.73	(18,985.27)
Intergovernmental - County	0.00	0.00	0.00	29,563.60	64,626.30	35,062.70
Intergovernmental - Federal	0.00	0.00	0.00	10,958.35	0.00	(10,958.35)
Other Grants & Contributions	0.00	0.00	0.00	126,562.45	0.00	(126,562.45)
Service Charges	0.00	0.00	0.00	76,776.15	63,598.60	(13,177.55)
Licenses & Permits	0.00	0.00	0.00	283.35	478.98	195.63
Investment Earnings (Loss)	0.00	0.00	0.00	1,756.40	1,663.12	(93.28)
Miscellaneous	0.00	0.00	0.00	24,708.30	718.86	(23,989.44)
TOTAL REVENUE	0.00	0.00	0.00	1,159,985.10	1,030,838.93	(129,146.17)
EXPENDITURES						
Accounting & Auditing	0.00	0.00	0.00	10,937.50	10,766.13	(171.37)
Advertisement	0.00	0.00	0.00	1,416.65	574.75	(841.90)
Auto	0.00	0.00	0.00	47,111.15	80,520.02	33,408.87
Capital Outlay	9,166.65	0.00	(9,166.65)	98,617.75	2,445.00	(96,172.75)
Communication and Telephone	0.00	0.00	0.00	12,538.45	5,894.94	(6,643.51)
Contracted Services	0.00	0.00	0.00	62,451.50	45,273.99	(17,177.51)
General Expenditures	1,583.35	0.00	(1,583.35)	80,952.65	42,751.46	(38,201.19)
Insurance	0.00	0.00	0.00	53,835.15	34,264.35	(19,570.80)
Loan P&I	0.00	0.00	0.00	83,224.30	81,940.55	(1,283.75)
Legal	0.00	0.00	0.00	10,458.30	7,253.95	(3,204.35)
Repairs & Maintenance	0.00	0.00	0.00	25,336.75	1,649.68	(23,687.07)
Salary and Wages	916.65	0.00	(916.65)	219,774.20	163,229.45	(56,544.75)
Supplies & Materials	625.00	0.00	(625.00)	21,500.15	6,015.88	(15,484.27)
Uniform	0.00	0.00	0.00	3,055.40	1,451.72	(1,603.68)
Utilities	0.00	0.00	0.00	20,721.60	13,702.55	(7,019.05)
TOTAL EXPENDITURES	12,291.65	0.00	(12,291.65)	751,831.50	497,734.42	(254,197.08)
OTHER FINANCING SOURCES						
Proceeds from Long-Term Debt	0.00	0.00	0.00	35,759.20	111,135.00	(75,375.80)
CHANGE IN FUND BALANCE	(12,291.65)	0.00	12,291.65	443,812.80	644,239.51	200,426.71
FUND BALANCES AT BEGINNING OF YEAR	0.00	0.00	0.00	137,490.54	137,490.54	0.00
FUND BALANCES AT END OF YEAR	\$ (12,291.65)	\$ 0.00	\$ 12,291.65	\$ 581,303.34	\$ 781,730.05	\$ 200,426.71

See Accountants' Compilation Report