

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

FINANCIAL STATEMENT EXAMINATION REPORT

OF

CITY OF BERNE

ADAMS COUNTY, INDIANA

January 1, 2015 to December 31, 2015



FILED
08/29/2016

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Accountant's Report.....	3
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	6
Notes to Financial Statement	7-12
Other Information - Unexamined:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	14-20
Schedule of Payables and Receivables	21
Schedule of Leases and Debt	22
Schedule of Capital Assets.....	23
Other Reports.....	24

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Gwendolyn J. Maller	01-01-12 to 12-31-19
Mayor	William F. McKean	01-01-12 to 12-31-19
President of the Board of Public Works and Safety	William F. McKean	01-01-12 to 12-31-19
President Pro Tempore of the Common Council	Gregg A. Sprunger	01-01-15 to 12-31-16
Superintendent of Water Utility	John A. Crider	01-01-15 to 12-31-16
Superintendent of Wastewater Utility	Terry L. Kongar, Jr.	01-01-15 to 12-31-16
Superintendent of Storm Water Utility	Shannon W. Smitley	01-01-15 to 12-31-16



STATE OF INDIANA
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STATE BOARD OF ACCOUNTS
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INDEPENDENT ACCOUNTANT'S REPORT

TO: THE OFFICIALS OF THE CITY OF BERNE, ADAMS COUNTY, INDIANA

We have examined the accompanying financial statement of the City of Berne (City), for the period of January 1, 2015, to December 31, 2015. The financial statement is the responsibility of the City'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 City 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 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 City for the period of January 1, 2015, to December 31, 2015.

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the City for the period of January 1, 2015, to December 31, 2015, on the basis of accounting described in Note 1.

Our examination was conducted for the purpose of forming an opinion on the City's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and 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.

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

June 30, 2016

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

CITY OF BERNE
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2015

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15
General	\$ 933,806	\$ 1,491,202	\$ 1,392,833	\$ 1,032,175
Motor Vehicle Highway	284,486	514,054	439,359	359,181
Local Road and Street Fund	44,892	16,926	11,466	50,352
Police Continuing Education	1,878	3,643	645	4,876
Rainy Day	262,418	263	149,835	112,846
Economic Development Income Tax	242,097	116,785	161,122	197,760
Levy Excess	153	-	-	153
BRC Bond and Interest	545,173	257	545,430	-
Cumulative Capital Development	118,510	52,157	10,000	160,667
Cumulative Capital Improvement	96,353	10,172	17,684	88,841
Police Pension	89,482	11,821	11,778	89,525
Public Safety Local Option Income Tax	-	140,454	-	140,454
Tree	1,690	-	-	1,690
Animal Control	289	-	-	289
Police Education Donations	925	-	-	925
Sidewalk Matching	416	1,555	-	1,971
Donation	15,443	8,000	11,961	11,482
Citizen Sewer Compliance	29,750	1,169	-	30,919
Park Donations	12,797	125	-	12,922
Park Volleyball Donations	4,823	7,702	12,525	-
Park Deposit	-	3,300	3,300	-
Park Improvement Donations	4,402	8,153	1,254	11,301
Police Car Grant	-	50,000	50,000	-
Safe Routes to School Grant	(13,764)	51,048	37,284	-
Payroll Deduction	721	1,221,718	1,222,932	(493)
BRC Operating	10,602	785,877	372,763	423,716
BRC Reserve	125,107	77	125,184	-
Storm Water Operating	202,397	569,871	542,186	230,082
Storm Water Bond and Interest	202,924	371,131	363,998	210,057
Storm Water Construction	39,511	-	375	39,136
Storm Water Reserve	372,919	-	-	372,919
Wastewater Operating	287,603	1,250,812	1,151,916	386,499
Wastewater Depreciation	199,652	111,452	-	311,104
Wastewater Bond and Interest	17,645	205,799	205,748	17,696
Wastewater Construction	3,411	-	1,273	2,138
Wastewater Reserve	6,193	-	-	6,193
Wastewater SRF Bond and Interest	95,485	455,786	388,608	162,663
Wastewater SRF Reserve	374,685	63,808	-	438,493
Wastewater SRF Construction	750	4,990,161	4,990,911	-
Water Operating	155,668	660,284	670,752	145,200
Water Depreciation	183,439	61,445	34,565	210,319
Totals	<u>\$ 4,954,731</u>	<u>\$ 13,237,007</u>	<u>\$ 12,927,687</u>	<u>\$ 5,264,051</u>

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

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor 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, storm water, trash, and urban redevelopment and housing.

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

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana 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. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

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 tax, 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 City.

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 the following: peddler licenses, dog tax licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

Intergovernmental receipts, which include receipts from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of these types of receipts include, but are not limited to, the following: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions 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.

Penalties, which include fees received for late payments.

Other receipts, which include amounts received from various sources including, but 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, which 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, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

Debt service - principal and interest, which includes fixed obligations resulting from financial transactions previously entered into by the City. It includes all expenditures for the reduction of the principal and interest of the City's general obligation indebtedness.

Capital outlay, which includes 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.

F. Interfund Transfers

The City 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 City. 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 City. 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 City 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 City 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 City 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

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the City 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 City 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 City 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 Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is a defined benefit pension plan. PERF is a cost-sharing 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 City 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.

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

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
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy and Annual Pension Cost

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

B. 1925 Police Officers' Pension Plan

Plan Description

The 1925 Police Officers' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute.

On Behalf Payments

The 1925 Police Officers' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

C. 1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Retirement System (INPRS) for all police officers and firefighters hired after April 30, 1977.

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52. The plan also provides for death and disability benefits.

INPRS 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:

CITY OF BERNE
NOTES TO FINANCIAL STATEMENT
(Continued)

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (888) 526-1687

Funding Policy

The contribution requirements of plan members and the City are established by the Board of Trustees of INPRS.

OTHER INFORMATION - UNEXAMINED

The City'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 Report of the City 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 other information presented was approved by management of the City. It is presented as intended by the City.

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015

	General	Motor Vehicle Highway	Local Road and Street Fund	Police Continuing Education	Rainy Day	Economic Development Income Tax
Cash and investments - beginning	\$ 933,806	\$ 284,486	\$ 44,892	\$ 1,878	\$ 262,418	\$ 242,097
Receipts:						
Taxes	774,098	336,253	-	-	-	-
Licenses and permits	5,541	-	-	1,535	-	-
Intergovernmental receipts	351,302	175,383	16,848	-	-	100,777
Charges for services	294,044	1,116	-	1,338	-	15,600
Fines and forfeits	405	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	65,812	1,302	78	770	263	408
Total receipts	<u>1,491,202</u>	<u>514,054</u>	<u>16,926</u>	<u>3,643</u>	<u>263</u>	<u>116,785</u>
Disbursements:						
Personal services	863,262	184,478	-	-	-	-
Supplies	92,874	66,640	-	645	-	-
Other services and charges	410,239	170,746	11,466	-	-	40,745
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	24,627	17,495	-	-	149,835	112,377
Utility operating expenses	-	-	-	-	-	-
Other disbursements	1,831	-	-	-	-	8,000
Total disbursements	<u>1,392,833</u>	<u>439,359</u>	<u>11,466</u>	<u>645</u>	<u>149,835</u>	<u>161,122</u>
Excess (deficiency) of receipts over (under) disbursements	<u>98,369</u>	<u>74,695</u>	<u>5,460</u>	<u>2,998</u>	<u>(149,572)</u>	<u>(44,337)</u>
Cash and investments - ending	<u>\$ 1,032,175</u>	<u>\$ 359,181</u>	<u>\$ 50,352</u>	<u>\$ 4,876</u>	<u>\$ 112,846</u>	<u>\$ 197,760</u>

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015
 (Continued)

	Levy Excess	BRC Bond and Interest	Cumulative Capital Development	Cumulative Capital Improvement	Police Pension	Public Safety Local Option Income Tax
Cash and investments - beginning	\$ 153	\$ 545,173	\$ 118,510	\$ 96,353	\$ 89,482	\$ -
Receipts:						
Taxes	-	-	47,119	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	4,859	10,044	11,691	140,454
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	257	179	128	130	-
Total receipts	-	257	52,157	10,172	11,821	140,454
Disbursements:						
Personal services	-	-	-	-	11,778	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	226,065	-	-	-	-
Capital outlay	-	-	10,000	17,684	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	319,365	-	-	-	-
Total disbursements	-	545,430	10,000	17,684	11,778	-
Excess (deficiency) of receipts over (under) disbursements	-	(545,173)	42,157	(7,512)	43	140,454
Cash and investments - ending	\$ 153	\$ -	\$ 160,667	\$ 88,841	\$ 89,525	\$ 140,454

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015
 (Continued)

	Tree	Animal Control	Police Education Donations	Sidewalk Matching	Donation	Citizen Sewer Compliance
Cash and investments - beginning	\$ 1,690	\$ 289	\$ 925	\$ 416	\$ 15,443	\$ 29,750
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	-	-	1,555	8,000	1,169
Total receipts	-	-	-	1,555	8,000	1,169
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	3,792	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	8,169	-
Total disbursements	-	-	-	-	11,961	-
Excess (deficiency) of receipts over (under) disbursements	-	-	-	1,555	(3,961)	1,169
Cash and investments - ending	\$ 1,690	\$ 289	\$ 925	\$ 1,971	\$ 11,482	\$ 30,919

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015
 (Continued)

	Park Donations	Park Volleyball Donations	Park Deposit	Park Improvement Donations	Police Car Grant	Safe Routes to School Grant
Cash and investments - beginning	\$ 12,797	\$ 4,823	\$ -	\$ 4,402	\$ -	\$ (13,764)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	50,000	36,738
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	125	7,702	3,300	8,153	-	14,310
Total receipts	125	7,702	3,300	8,153	50,000	51,048
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	37,284
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	12,525	-	-	50,000	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	3,300	1,254	-	-
Total disbursements	-	12,525	3,300	1,254	50,000	37,284
Excess (deficiency) of receipts over (under) disbursements	125	(4,823)	-	6,899	-	13,764
Cash and investments - ending	\$ 12,922	\$ -	\$ -	\$ 11,301	\$ -	\$ -

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015
 (Continued)

	Payroll Deduction	BRC Operating	BRC Reserve	Storm Water Operating	Storm Water Bond and Interest	Storm Water Construction
Cash and investments - beginning	\$ 721	\$ 10,602	\$ 125,107	\$ 202,397	\$ 202,924	\$ 39,511
Receipts:						
Taxes	-	339,333	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	566,707	-	-
Penalties	-	-	-	-	-	-
Other receipts	1,221,718	446,544	77	3,164	371,131	-
Total receipts	1,221,718	785,877	77	569,871	371,131	-
Disbursements:						
Personal services	-	-	-	72,426	-	-
Supplies	-	9,542	-	-	-	-
Other services and charges	-	363,221	-	7,956	-	-
Debt service - principal and interest	-	-	-	-	363,998	-
Capital outlay	-	-	-	8,492	-	-
Utility operating expenses	-	-	-	80,449	-	375
Other disbursements	1,222,932	-	125,184	372,863	-	-
Total disbursements	1,222,932	372,763	125,184	542,186	363,998	375
Excess (deficiency) of receipts over (under) disbursements	(1,214)	413,114	(125,107)	27,685	7,133	(375)
Cash and investments - ending	\$ (493)	\$ 423,716	\$ -	\$ 230,082	\$ 210,057	\$ 39,136

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015
 (Continued)

	Storm Water Reserve	Wastewater Operating	Wastewater Depreciation	Wastewater Bond and Interest	Wastewater Construction	Wastewater Reserve
Cash and investments - beginning	\$ 372,919	\$ 287,603	\$ 199,652	\$ 17,645	\$ 3,411	\$ 6,193
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	1,228,291	-	-	-	-
Penalties	-	11,987	-	-	-	-
Other receipts	-	10,534	111,452	205,799	-	-
Total receipts	-	1,250,812	111,452	205,799	-	-
Disbursements:						
Personal services	-	146,983	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	18,649	-	-	-	-
Debt service - principal and interest	-	-	-	205,748	-	-
Capital outlay	-	36,542	-	-	-	-
Utility operating expenses	-	225,099	-	-	1,273	-
Other disbursements	-	724,643	-	-	-	-
Total disbursements	-	1,151,916	-	205,748	1,273	-
Excess (deficiency) of receipts over (under) disbursements	-	98,896	111,452	51	(1,273)	-
Cash and investments - ending	\$ 372,919	\$ 386,499	\$ 311,104	\$ 17,696	\$ 2,138	\$ 6,193

CITY OF BERNE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015
 (Continued)

	Wastewater SRF Bond and Interest	Wastewater SRF Reserve	Wastewater SRF Construction	Water Operating	Water Depreciation	Totals
Cash and investments - beginning	\$ 95,485	\$ 374,685	\$ 750	\$ 155,668	\$ 183,439	\$ 4,954,731
Receipts:						
Taxes	-	-	-	-	-	1,496,803
Licenses and permits	-	-	-	-	-	7,076
Intergovernmental receipts	-	-	-	-	-	898,096
Charges for services	-	-	-	-	-	312,098
Fines and forfeits	-	-	-	-	-	405
Utility fees	-	-	-	650,525	-	2,445,523
Penalties	-	-	-	2,127	-	14,114
Other receipts	455,786	63,808	4,990,161	7,632	61,445	8,062,892
Total receipts	455,786	63,808	4,990,161	660,284	61,445	13,237,007
Disbursements:						
Personal services	-	-	-	186,788	-	1,465,715
Supplies	-	-	-	-	-	169,701
Other services and charges	-	-	-	18,649	-	1,078,955
Debt service - principal and interest	388,608	-	-	-	-	1,184,419
Capital outlay	-	-	-	3,185	-	446,554
Utility operating expenses	-	-	-	399,279	34,565	741,040
Other disbursements	-	-	4,990,911	62,851	-	7,841,303
Total disbursements	388,608	-	4,990,911	670,752	34,565	12,927,687
Excess (deficiency) of receipts over (under) disbursements	67,178	63,808	(750)	(10,468)	26,880	309,320
Cash and investments - ending	\$ 162,663	\$ 438,493	\$ -	\$ 145,200	\$ 210,319	\$ 5,264,051

CITY OF BERNE
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2015

Government or Enterprise	Accounts Payable	Accounts Receivable
Storm Water	\$ 3,158	\$ 4,229
Wastewater	335,716	321,555
Water	7,467	3,135
Governmental activities	155,549	8,350
Totals	\$ 501,890	\$ 337,269

CITY OF BERNE
SCHEDULE OF LEASES AND DEBT
December 31, 2015

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Storm Water:			
Revenue bonds	Major Storm Water Separation 2006	\$ 1,045,000	\$ 366,098
Wastewater:			
Revenue bonds	Sewer Improvement and 2011 Refund 1997 Bonds	298,000	205,892
Loans	Sewer Improvements SRF 2008 Loan	2,185,000	131,592
Loans	Sewer Improvements SRF 2014 Loan	7,635,260	320,861
Total Wastewater		10,118,260	658,345
Totals		\$ 11,163,260	\$ 1,024,443

CITY OF BERNE
SCHEDULE OF CAPITAL ASSETS
December 31, 2015

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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 232,180
Improvements other than buildings	828,335
Buildings	3,063,749
Machinery, equipment, and vehicles	<u>2,869,761</u>
Total governmental activities	<u>6,994,025</u>
Storm Water:	
Land	211,299
Improvements other than buildings	3,370,989
Machinery, equipment, and vehicles	<u>270,575</u>
Total Storm Water	<u>3,852,863</u>
Wastewater:	
Land	54,850
Improvements other than buildings	9,266,869
Machinery, equipment, and vehicles	600,881
Construction in progress	<u>7,869,808</u>
Total Wastewater	<u>17,792,408</u>
Water:	
Land	69,678
Improvements other than buildings	4,552,350
Machinery, equipment, and vehicles	<u>483,224</u>
Total Water	<u>5,105,252</u>
Total capital assets	<u><u>\$ 33,744,548</u></u>

OTHER REPORTS

In addition to this report, other reports may have been issued for the City. All reports can be found on the Indiana State Board of Accounts' website: <http://www.in.gov/sboa/>.