

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF VALPARAISO

PORTER COUNTY, INDIANA

January 1, 2022 to December 31, 2022



FILED

08/15/2023

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Holly Taylor	01-01-22 to 12-31-23
Mayor	Matthew Murphy	01-01-22 to 12-31-23
President of the Board of Public Works and Safety	Matthew Murphy	01-01-22 to 12-31-23
President Pro Tempore of the Common Council	George Douglas Casey Schmidt	01-01-22 to 04-10-22 04-11-22 to 12-31-23
City Administrator	Mike Jessen Bill Oeding	01-01-22 to 04-30-23 05-01-23 to 12-31-23
Executive Director of Utilities	Steve Poulos	01-01-22 to 12-31-23
Utilities Chief Financial Officer	Alina Hahn	01-01-22 to 12-31-23



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF VALPARAISO, PORTER COUNTY, INDIANA

Report on the Audit of the Financial Statement

Adverse and Unmodified Opinions

We have audited the accompanying financial statement of the City of Valparaiso (City), which comprises the financial position and results of operations as of and for the year ended December 31, 2022, and the related notes to the financial statement as listed in the Table of Contents.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse and Unmodified Opinions* section of our report, the financial statement referred to above does not present fairly, the financial position and results of operations of the City as of and for the year ended December 31, 2022, in accordance with accounting principles generally accepted in the United States of America.

Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the respective financial position and results of operations of the City, as of and for the year ended December 31, 2022, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Basis for Adverse and Unmodified Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial auditors contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statement* section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Responsibilities of Management for the Financial Statement

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

Auditor's Responsibilities for the Audit of the Financial Statement

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not absolute assurance, and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user based on the financial statement.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates and related disclosures made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Required Supplementary Information

Financial reporting requirements established by the Indiana State Board of Accounts, as described in Note 1, require that the Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis be presented to supplement the basic financial statement. Such information is the responsibility of management and, although not a part of the basic financial statement, is required by reporting requirements established by the Indiana State Board of Accounts who considers it to be an essential part of financial reporting for placing the basic financial statement in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statement, and other knowledge we obtained during our audit of the basic financial statement. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Other Information

Management is responsible for the other information included in the Annual Financial Report. The other information comprises the Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, but does not include the basic financial statement and our auditor's report thereon. Our opinions on the basic financial statement do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we concluded that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated July 25, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Beth Kelley, CPA, CFE
Deputy State Examiner

July 25, 2023

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES; REQUIRED
SUPPLEMENTARY INFORMATION; AND OTHER INFORMATION

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.

The City's Annual Financial Report information can be found on the Indiana Gateway for Government Units 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 City's Annual Financial Report referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

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

CITY OF VALPARAISO
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2022

Fund	Cash and Investments 01-01-22	Receipts	Disbursements	Cash and Investments 12-31-22
GENERAL FUND	\$ 7,304,761	\$ 22,926,904	\$ 22,435,883	\$ 7,795,782
MVH	424,664	1,618,303	1,404,189	638,778
LOCAL ROAD & STREET	1,229,686	685,720	473,534	1,441,872
MVH RESTRICTED	1,052,399	703,659	544,047	1,212,011
PARKING METER	475,369	128,416	72,155	531,630
Non Reverting Operating	1,062,578	2,895,916	2,909,754	1,048,740
EMERGENCY MEDICAL SERVICE	646,959	1,428,666	1,200,036	875,589
ST PAUL PROJECT EID	21,783	135,017	97,713	59,087
CRIME CONTROL GRANTS	(2,416)	29,905	34,496	(7,007)
TRANSPORTATION - V-LINE	1,236,287	973,429	818,728	1,390,988
LOCAL POLICE EDUCATION	85,955	86,540	58,622	113,873
UNSAFE BUILDING FUND	167,757	25,000	-	192,757
RIVERBOAT FUND	1,596,645	192,264	-	1,788,909
Park & Rec General Fund	1,618,627	4,269,812	4,336,726	1,551,713
RAINY DAY FUND	4,515,169	400,000	300,000	4,615,169
LIT (LOCAL INCOME TAX) FUND	2,165,395	3,029,999	3,296,759	1,898,635
VALPO FIRE PROTECT TERR	2,537,657	9,141,344	8,414,440	3,264,561
CCIF - CIGARETTE TAX	926,580	61,983	-	988,563
CUMULATIVE CAPITAL DEVELOPMENT (CCD)	535,645	245,453	179,408	601,690
NON REVERTING CAPITAL	54,681	73,643	90,384	37,940
LAW ENFORCEMENT RECORDING	5,000	7,100	-	12,100
EQUIPMENT REPLACEMENT	545,931	1,132,557	1,029,606	648,882
PARK IMPACT FEES	371,644	262,951	-	634,595
EMPLOYEE BENEFIT PLAN - CENTIER	1,123,755	5,729,760	5,586,090	1,267,425
CUMULATIVE SEWER	2,840,627	194,005	37,399	2,997,233
POLICE PENSION	783,500	531,731	514,584	800,647
FIRE PENSION	872,916	668,823	710,948	830,791
SPECIAL GIFT (PARKS)	49,072	2,475	1,090	50,457
BIKE LOCKERS	155	-	-	155
CITY TREE ORDINANCE	649	-	-	649
DEPOSITS FROM DEVELOPERS	16,889	-	-	16,889
GIFT CERTIFICATES	80,691	25,360	66,651	39,400
JOINT PARK FUND	66,501	85,000	73,065	78,436
PARK SALES TAX	10,059	65,585	66,077	9,567
PARK TREE FUND	21,010	14,064	3,044	32,030
CREEKSIDE BOND - DEBT SERVICE	268,972	413,846	216,172	466,646
CREEKSIDE BOND - DEBT RESERVE	217,331	-	-	217,331
PARK PAYROLL	-	3,291,005	3,291,289	(284)
CREDIT CARD - NON REV CAPITAL	470	16,915	17,063	322
CREDIT CARD - GENERAL	1,115	168,158	162,226	7,047
CREDIT CARD - NRO	132,602	1,774,765	1,766,730	140,637
CREDIT CARD - GIFT CERTIFICATES	6,681	20,569	19,792	7,458
CREDIT CARD - CS BOND DEBT RESERVE	8,228	296,067	298,632	5,663
CREDIT CARD - SALES TAX	3,296	46,525	46,396	3,425
CREDIT CARD - SPECIAL GIFT FUND	-	125	125	-
RENTAL REGISTRATION	10,830	250	5	11,075
MUNICIPAL EXCISE SURTAX	344,207	650,401	570,000	424,608
MUNICIPAL WHEEL TAX	219,660	54,133	245,000	28,793
TOBACCO EDUCATION GRANT	1,888	-	-	1,888
RECYCLING PARTNERSHIP GRANT	6,470	-	-	6,470
US 30 CORRIDOR GRANT	(18,480)	463,038	669,582	(225,024)

CITY OF VALPARAISO
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2022

Fund	Cash and Investments 01-01-22	Receipts	Disbursements	Cash and Investments 12-31-22
LOCAL ROAD & BRIDGE MATCHING GRANT FUND	-	1,000,000	1,000,000	-
GIFT	27,862	86,194	68,646	45,410
POLICE VEHICLE EQUIPMENT	94,433	21,315	20,130	95,618
TRANSPORTATION - DASH	1,298,180	769,952	1,125,275	942,857
TRANSPORTATION - DASH CREDIT CARD	113,479	1,294	916	113,857
CORPORATION BOND	634,060	1,452,178	1,433,230	653,008
FIREFIGHTING FUND	131,961	66,205	82,594	115,572
CAPITAL EQUIPMENT	4,487	400,325	399,932	4,880
CEMETERY	254,668	14,920	-	269,588
PAYROLL	-	19,949,826	19,949,826	-
RDC GENERAL	6,912,320	453,883	1,130,106	6,236,097
RDC PROJECT	-	1,666,163	1,174,854	491,309
RDC GRANTS	(130,025)	388,568	357,433	(98,890)
RDC DEBT RESERVE	1,124,169	-	-	1,124,169
RDC CONSOLIDATED AREA	11,020,266	12,603,069	14,531,450	9,091,885
FORFEITURE & SEIZED ASSETS	14,292	92,266	-	106,558
OPIOID SETTLEMENT UNRESTRICTED	-	72,620	-	72,620
OPIOID SETTLEMENT RESTRICTED	-	169,446	-	169,446
POLICE SOCIAL WORK TECHNOLOGY GRANT	2,000	-	-	2,000
ARP GRANT	3,826,506	3,855,474	5,828,239	1,853,741
HEALTHLINC GRANT	(5,103)	57,000	66,608	(14,711)
SAFER GRANT	(10,653)	332,122	336,226	(14,757)
Stormwater Board Construction	3,205,501	32,617	-	3,238,118
Storm Water Board	6,230,254	3,153,605	2,383,285	7,000,574
Storm Water Bond And Interest	1,539,874	102,364	-	1,642,238
Wastewater Utility Construction	62,909	25	62,934	-
Wastewater DR Utility Operating	479,785	1,006,441	1,204,978	281,248
Wastewater DR Utility Bond and Interest	151,570	360,569	362,569	149,570
Wastewater DR Utility Deprec/Improve	88,017	639,395	401,444	325,968
Wastewater Meter Replacement Fund	-	250,000	-	250,000
Wastewater Retainage Fund	-	4,624	-	4,624
Wastewater DR Retainage Fund	-	18,940	-	18,940
Wastewater Utility-Operating	1,513,400	12,073,115	11,657,250	1,929,265
Wastewater Util-Bond And Interest	834,874	1,963,313	1,964,444	833,743
Wastewater Utility- Deprec/Improve	10,306,906	2,392,830	1,824,663	10,875,073
Wastewater Utility Debt Reserve	2,406,552	15,572	-	2,422,124
Water Utility-Tank Painting Fund	568,468	103,986	463,365	209,089
Water Meter Replacement Fund	-	250,000	-	250,000
Water Utility-Operating	4,578,829	13,701,079	13,078,701	5,201,207
Water Utility-Bond And Interest	402,697	1,605,759	1,609,535	398,921
Water Utility-Customer Deposit	37,782	28,876	15,037	51,621
Water Utility- Improvement	7,591,529	6,029,515	3,963,759	9,657,285
Water Utility Debt Reserve	1,657,698	24,771	-	1,682,469
Redevelopment Authority- Parking Garage Construction	-	15,777,813	223,500	15,554,313
Totals	<u>\$ 102,617,397</u>	<u>\$ 167,955,210</u>	<u>\$ 148,779,369</u>	<u>\$ 121,793,238</u>

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

CITY OF VALPARAISO
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 Redevelopment Authority was organized by the City as a separate body corporate and politic and as an instrumentality of the City pursuant to state statute for the purpose of financing and constructing and leasing local public improvements to the redevelopment commission of the City. A financial burden/benefit relationship exists between the City and the Redevelopment Authority. The Redevelopment Authority is reported as if it is a part of the City and is reported as the Redevelopment Authority - Parking Garage Construction fund.

The accompanying financial statement presents the financial information for the City and the Redevelopment Authority. Although it is legally separate entity from the City, it exists to provide services entirely or almost entirely to the City and the Redevelopment Authority's total debt outstanding, if any, including leases, is expected to be repaid almost entirely with the resources of 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. Amounts received from one or more of the following: property tax, wheel tax, innkeeper's 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.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

Licenses and permits. 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, animal licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

Intergovernmental receipts. Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: local income tax, 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. Amounts received for services including, but not limited to, the following: planning commission charges, building department charges, copies of public records, copy machines 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. Amounts received 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. Amounts received from charges for current services.

Penalties. Amounts received from late payment fees.

Other receipts. 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. Amounts disbursed 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. Amounts disbursed for 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, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

Other services and charges. Amounts disbursed for services including, but not limited to, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt service - principal and interest. Amounts disbursed for 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. Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Utility operating expenses. Amounts disbursed for operating the utilities.

Other disbursements. Amounts disbursed for various other purposes including, but 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, make transfers 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 amounts 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 amounts 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.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

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 December 31 of the year preceding the budget year or January 15 of the budget year if the City is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. 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.

State statutes authorize the City to invest in securities including, but not limited to, the following: 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 Defined Benefit Plan (PERF DB) is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

The Public Employees' Hybrid Plan (PERF Hybrid) consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the INPRS Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

New employees hired have a one-time election to join either the PERF Hybrid or the My Choice.

Financial Report

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:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Contributions

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

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.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

C. *1937 Firefighters' Pension Plan*

Plan Description

The 1937 Firefighters' 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 36-8-7). 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 1937 Firefighters' Pension Plan are established by state statute.

On Behalf Payments

The 1937 Firefighters' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

D. *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, providing retirement, disability, and survivor benefits.

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.

Financial Report

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:

Indiana Public Retirement System
One North Capitol, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Contributions

The contribution requirements of plan members and the City are established by the Board of Trustees of INPRS based on actuarial valuation. Employers may pay all or part of the member contribution for the member.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

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 grant reimbursements were received in early 2023.

Note 8. Holding Corporation

The City has entered into a capital lease with the Valparaiso Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the City. The lessor has been determined to be a related-party of the City. Lease payments during the year 2022 totaled \$544,500.

Note 9. Redevelopment Authority

The Redevelopment Commission of the City has entered into a capital lease with the Redevelopment Authority (the lessor). The lessor was organized as a separate body corporate and politic and as an instrumentality of the City pursuant to state statute for the purpose of financing, constructing, and leasing local public improvements to the Redevelopment Commission of the City. The lessor has been determined to be a related-party of the City. There were no lease payments made in 2022. Lease payments begin in 2023.

Note 10. Subsequent Events

Ordinance 29-2022 was approved by the Common Council on January 9, 2023. This ordinance authorized a water project to be financed by a bond issue and/or bond anticipation note in the amounts not to exceed \$23,000,000 and \$6,000,000, respectively. On February 14, 2023, the water utility issued a \$6,000,000 Bond Anticipation Note (BAN) to fund well construction and engineering costs. The long-term bond is anticipated to be issued in the next two years to fund the remainder of the planned project.

Resolution 3-2023 was approved by the Common Council on January 9, 2023. This resolution approved the two lease agreements between the Valparaiso Redevelopment Commission and the Valparaiso Redevelopment Authority pursuant to Indiana Code 36-7-14-25.2, which provides that any lease agreement approved by a resolution of the Commission must be approved by and ordinance or resolution of the fiscal body of the unit.

Resolution 1-2023 was approved by the Valparaiso Redevelopment Authority on January 23, 2023. This resolution approved two lease agreements between the Valparaiso Redevelopment Commission (Commission) and Valparaiso Redevelopment Authority (Authority) and authorized the issuance of the Authority lease rental revenue bonds, series 2023A and series 2023B. This resolution authorized the Authority to borrow an amount not to exceed twenty million dollars (\$20,000,000) by the issuance and sale of the Series 2023A Bonds and an amount not to exceed seven million dollars (\$7,000,000) by the issuance and sale of the Series 2023B Bonds, for the purpose of providing funds for the payment of the costs of acquiring and constructing all or a portion of the Project, a debt service reserve fund for the Bonds, if any, capitalized interest on the Bonds, if any, and the costs of issuance of the Bonds.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

Ordinance 31-2022 was approved by the Common Council on January 9, 2023. This ordinance authorized the issuance of the Valparaiso Redevelopment Authority lease rental revenue bonds, series 2023, in two series, in an aggregate principal amount not to exceed twenty-seven million dollars (\$27,000,000) and to apply the proceeds of the Bonds to the costs of a sports park project and related improvements.

Ordinance 32- 2022 was approved by the Common Council on January 9, 2023. This ordinance authorized the issuance of general obligation bonds, not to exceed five million eight hundred fifteen thousand dollars (\$5,815,000), for the purpose of providing funds to pay for an extension to the Memorial Parkway in connection with the acquisition, construction, installation, and equipping of a sports complex.

Economic Development Commission approved resolution 1-2023 approving the issuance of bonds and other actions in respect thereto. Ordinance 20-2023 was approved by the Common Council on June 12, 2023. This ordinance authorized the issuance of two series of revenue bonds (Series 2023A not to exceed four million dollars and Series 2023B not to exceed two million dollars) for the purpose of financing, reimbursing, or refinancing the costs of acquisition, construction, renovation, installation, and equipping of economic development facilities for the Anco Revitalization LLC Journeyman Project.

Note 11. Other Postemployment Benefits

The City provides to eligible retirees and their spouses the following benefits: health and dental insurance. These benefits pose a liability to the City for this year and in future years. Information regarding these benefits can be obtained by contacting the City.

Note 12. Combined Funds

Funds related to the Park Credit Card were reported individually in the current financial statement, but were previously reported as one fund in the prior financial statement.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	GENERAL FUND	MVH	LOCAL ROAD & STREET	MVH RESTRICTED	PARKING METER	Non Reverting Operating	EMERGENCY MEDICAL SERVICE
Cash and investments - beginning	\$ 7,304,761	\$ 424,664	\$ 1,229,686	\$ 1,052,399	\$ 475,369	\$ 1,062,578	\$ 646,959
Receipts:							
Taxes	12,286,026	776,400	-	-	-	-	-
Licenses and permits	444,023	9,400	-	-	-	-	-
Intergovernmental receipts	1,005,459	759,221	663,320	703,659	-	-	-
Charges for services	1,599,340	-	-	-	69,654	2,895,916	1,425,778
Fines and forfeits	-	-	-	-	58,762	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	7,592,056	73,282	22,400	-	-	-	2,888
Total receipts	22,926,904	1,618,303	685,720	703,659	128,416	2,895,916	1,428,666
Disbursements:							
Personal services	13,802,568	1,014,763	-	218,717	48,947	-	-
Supplies	923,026	283,268	348,534	81,330	1,345	450,040	-
Other services and charges	3,210,133	106,158	125,000	244,000	18,348	1,670,625	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	3,465	216,899	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	4,500,156	-	-	-	50	572,190	1,200,036
Total disbursements	22,435,883	1,404,189	473,534	544,047	72,155	2,909,754	1,200,036
Excess (deficiency) of receipts over disbursements	491,021	214,114	212,186	159,612	56,261	(13,838)	228,630
Cash and investments - ending	\$ 7,795,782	\$ 638,778	\$ 1,441,872	\$ 1,212,011	\$ 531,630	\$ 1,048,740	\$ 875,589

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	ST PAUL PROJECT EID	CRIME CONTROL GRANTS	TRANSPORTATION - V-LINE	LOCAL POLICE EDUCATION	UNSAFE BUILDING FUND	RIVERBOAT FUND	Park & Rec General Fund
Cash and investments - beginning	\$ 21,783	\$ (2,416)	\$ 1,236,287	\$ 85,955	\$ 167,757	\$ 1,596,645	\$ 1,618,627
Receipts:							
Taxes	-	-	-	-	-	-	3,258,275
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	29,905	423,144	-	-	192,264	233,120
Charges for services	-	-	250,285	-	-	-	122,827
Fines and forfeits	-	-	-	85,304	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	135,017	-	300,000	1,236	25,000	-	655,590
Total receipts	135,017	29,905	973,429	86,540	25,000	192,264	4,269,812
Disbursements:							
Personal services	-	34,496	6,668	-	-	-	3,290,989
Supplies	-	-	100,021	-	-	-	177,496
Other services and charges	-	-	712,039	58,622	-	-	511,752
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	346,963
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	97,713	-	-	-	-	-	9,526
Total disbursements	97,713	34,496	818,728	58,622	-	-	4,336,726
Excess (deficiency) of receipts over disbursements	37,304	(4,591)	154,701	27,918	25,000	192,264	(66,914)
Cash and investments - ending	\$ 59,087	\$ (7,007)	\$ 1,390,988	\$ 113,873	\$ 192,757	\$ 1,788,909	\$ 1,551,713

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	RAINY DAY FUND	LIT (LOCAL INCOME TAX) FUND	VALPO FIRE PROTECT TERR	CCIF - CIGARETTE TAX	CUMULATIVE CAPITAL DEVELOPMENT (CCD)	NON REVERTING CAPITAL	LAW ENFORCEMENT RECORDING
Cash and investments - beginning	\$ 4,515,169	\$ 2,165,395	\$ 2,537,657	\$ 926,580	\$ 535,645	\$ 54,681	\$ 5,000
Receipts:							
Taxes	-	-	7,069,680	-	229,010	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	2,943,574	558,723	61,983	16,443	-	-
Charges for services	-	-	8,847	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	400,000	86,425	1,504,094	-	-	73,643	7,100
Total receipts	400,000	3,029,999	9,141,344	61,983	245,453	73,643	7,100
Disbursements:							
Personal services	-	-	7,447,652	-	-	-	-
Supplies	-	-	119,000	-	-	-	-
Other services and charges	-	2,097,645	542,238	-	5,008	90,384	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	1,199,114	-	-	174,400	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	300,000	-	305,550	-	-	-	-
Total disbursements	300,000	3,296,759	8,414,440	-	179,408	90,384	-
Excess (deficiency) of receipts over disbursements	100,000	(266,760)	726,904	61,983	66,045	(16,741)	7,100
Cash and investments - ending	\$ 4,615,169	\$ 1,898,635	\$ 3,264,561	\$ 988,563	\$ 601,690	\$ 37,940	\$ 12,100

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	EQUIPMENT REPLACEMENT	PARK IMPACT FEES	EMPLOYEE BENEFIT PLAN - CENTIER	CUMULATIVE SEWER	POLICE PENSION	FIRE PENSION	SPECIAL GIFT (PARKS)
Cash and investments - beginning	\$ 545,931	\$ 371,644	\$ 1,123,755	\$ 2,840,627	\$ 783,500	\$ 872,916	\$ 49,072
Receipts:							
Taxes	926,408	-	-	-	-	-	-
Licenses and permits	-	-	-	194,005	-	-	-
Intergovernmental receipts	73,150	-	-	-	530,200	668,823	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	132,999	262,951	5,729,760	-	1,531	-	2,475
Total receipts	1,132,557	262,951	5,729,760	194,005	531,731	668,823	2,475
Disbursements:							
Personal services	-	-	626,191	-	502,434	698,798	-
Supplies	70,000	-	-	-	-	-	-
Other services and charges	166,269	-	4,958,910	33,260	12,150	12,150	1,090
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	793,337	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	989	4,139	-	-	-
Total disbursements	1,029,606	-	5,586,090	37,399	514,584	710,948	1,090
Excess (deficiency) of receipts over disbursements	102,951	262,951	143,670	156,606	17,147	(42,125)	1,385
Cash and investments - ending	\$ 648,882	\$ 634,595	\$ 1,267,425	\$ 2,997,233	\$ 800,647	\$ 830,791	\$ 50,457

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	BIKE LOCKERS	CITY TREE ORDINANCE	DEPOSITS FROM DEVELOPERS	GIFT CERTIFICATES	JOINT PARK FUND	PARK SALES TAX	PARK TREE FUND
Cash and investments - beginning	\$ 155	\$ 649	\$ 16,889	\$ 80,691	\$ 66,501	\$ 10,059	\$ 21,010
Receipts:							
Taxes	-	-	-	-	-	65,585	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	25,360	85,000	-	14,064
Total receipts	-	-	-	25,360	85,000	65,585	14,064
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	66,651	73,065	66,077	3,044
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	-	-	-	66,651	73,065	66,077	3,044
Excess (deficiency) of receipts over disbursements	-	-	-	(41,291)	11,935	(492)	11,020
Cash and investments - ending	\$ 155	\$ 649	\$ 16,889	\$ 39,400	\$ 78,436	\$ 9,567	\$ 32,030

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	CREEKSIDE BOND - DEBT SERVICE	CREEKSIDE BOND - DEBT RESERVE	PARK PAYROLL	CREDIT CARD - NON REV CAPITAL	CREDIT CARD - GENERAL	CREDIT CARD - NRO	CREDIT CARD - GIFT CERTIFICATES
Cash and investments - beginning	\$ 268,972	\$ 217,331	\$ -	\$ 470	\$ 1,115	\$ 132,602	\$ 6,681
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	95,937	1,774,765	20,569
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	413,846	-	3,291,005	16,915	72,221	-	-
Total receipts	413,846	-	3,291,005	16,915	168,158	1,774,765	20,569
Disbursements:							
Personal services	-	-	3,291,289	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	17,063	162,226	1,766,730	19,792
Debt service - principal and interest	216,172	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	216,172	-	3,291,289	17,063	162,226	1,766,730	19,792
Excess (deficiency) of receipts over disbursements	197,674	-	(284)	(148)	5,932	8,035	777
Cash and investments - ending	\$ 466,646	\$ 217,331	\$ (284)	\$ 322	\$ 7,047	\$ 140,637	\$ 7,458

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	CREDIT CARD - CS BOND DEBT RESERVE	CREDIT CARD - SALES TAX	CREDIT CARD - SPECIAL GIFT FUND	RENTAL REGISTRATION	MUNICIPAL EXCISE SURTAX	MUNICIPAL WHEEL TAX
Cash and investments - beginning	\$ 8,228	\$ 3,296	\$ -	\$ 10,830	\$ 344,207	\$ 219,660
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	650,401	54,133
Charges for services	296,067	46,525	125	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	-	-	250	-	-
Total receipts	296,067	46,525	125	250	650,401	54,133
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	298,632	46,396	125	-	570,000	245,000
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	5	-	-
Total disbursements	298,632	46,396	125	5	570,000	245,000
Excess (deficiency) of receipts over disbursements	(2,565)	129	-	245	80,401	(190,867)
Cash and investments - ending	\$ 5,663	\$ 3,425	\$ -	\$ 11,075	\$ 424,608	\$ 28,793

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	TOBACCO EDUCATION GRANT	RECYCLING PARTNERSHIP GRANT	US 30 CORRIDOR GRANT	LOCAL ROAD & BRIDGE MATCHING GRANT FUND	GIFT	POLICE VEHICLE EQUIPMENT
Cash and investments - beginning	\$ 1,888	\$ 6,470	\$ (18,480)	\$ -	\$ 27,862	\$ 94,433
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	463,038	1,000,000	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	-	-	-	86,194	21,315
Total receipts	-	-	463,038	1,000,000	86,194	21,315
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	20,000
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	1,000,000	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	669,582	-	68,646	130
Total disbursements	-	-	669,582	1,000,000	68,646	20,130
Excess (deficiency) of receipts over disbursements	-	-	(206,544)	-	17,548	1,185
Cash and investments - ending	\$ 1,888	\$ 6,470	\$ (225,024)	\$ -	\$ 45,410	\$ 95,618

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	TRANSPORTATION					
	TRANSPORTATION - DASH	DASH CREDIT CARD	CORPORATION BOND	FIREFIGHTING FUND	CAPITAL EQUIPMENT	CEMETERY
Cash and investments - beginning	\$ 1,298,180	\$ 113,479	\$ 634,060	\$ 131,961	\$ 4,487	\$ 254,668
Receipts:						
Taxes	-	-	1,239,758	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	525,419	-	81,420	-	-	-
Charges for services	197,913	-	-	16,205	-	14,920
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	46,620	1,294	131,000	50,000	400,325	-
Total receipts	769,952	1,294	1,452,178	66,205	400,325	14,920
Disbursements:						
Personal services	87,171	-	-	39,693	-	-
Supplies	129,211	-	-	7,432	-	-
Other services and charges	908,893	916	546,255	24,567	-	-
Debt service - principal and interest	-	-	886,975	-	-	-
Capital outlay	-	-	-	10,902	399,932	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	1,125,275	916	1,433,230	82,594	399,932	-
Excess (deficiency) of receipts over disbursements	(355,323)	378	18,948	(16,389)	393	14,920
Cash and investments - ending	\$ 942,857	\$ 113,857	\$ 653,008	\$ 115,572	\$ 4,880	\$ 269,588

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	PAYROLL	RDC GENERAL	RDC PROJECT	RDC GRANTS	RDC DEBT RESERVE	RDC CONSOLIDATED AREA	FORFEITURE & SEIZED ASSETS
Cash and investments - beginning	\$ -	\$ 6,912,320	\$ -	\$ (130,025)	\$ 1,124,169	\$ 11,020,266	\$ 14,292
Receipts:							
Taxes	-	203,087	-	-	-	7,292,958	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	388,568	-	-	-
Charges for services	-	163,092	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	19,949,826	87,704	1,666,163	-	-	5,310,111	92,266
Total receipts	19,949,826	453,883	1,666,163	388,568	-	12,603,069	92,266
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	1,130,106	-	-	-	13,103,882	-
Debt service - principal and interest	-	-	-	-	-	550,546	-
Capital outlay	-	-	-	357,433	-	691,143	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	19,949,826	-	1,174,854	-	-	185,879	-
Total disbursements	19,949,826	1,130,106	1,174,854	357,433	-	14,531,450	-
Excess (deficiency) of receipts over disbursements	-	(676,223)	491,309	31,135	-	(1,928,381)	92,266
Cash and investments - ending	\$ -	\$ 6,236,097	\$ 491,309	\$ (98,890)	\$ 1,124,169	\$ 9,091,885	\$ 106,558

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	OPIOID SETTLEMENT UNRESTRICTED	OPIOID SETTLEMENT RESTRICTED	POLICE SOCIAL WORK TECHNOLOGY GRANT	ARP GRANT	HEALTHLINC GRANT	SAFER GRANT	Stormwater Board Construction
Cash and investments - beginning	\$ -	\$ -	\$ 2,000	\$ 3,826,506	\$ (5,103)	\$ (10,653)	\$ 3,205,501
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	3,855,474	57,000	332,122	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	72,620	169,446	-	-	-	-	32,617
Total receipts	72,620	169,446	-	3,855,474	57,000	332,122	32,617
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	5,828,239	66,608	336,226	-
Total disbursements	-	-	-	5,828,239	66,608	336,226	-
Excess (deficiency) of receipts over disbursements	72,620	169,446	-	(1,972,765)	(9,608)	(4,104)	32,617
Cash and investments - ending	\$ 72,620	\$ 169,446	\$ 2,000	\$ 1,853,741	\$ (14,711)	\$ (14,757)	\$ 3,238,118

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Storm Water Board	Storm Water Bond And Interest	Wastewater Utility Construction	Wastewater DR Utility Operating	Wastewater DR Utility Bond and Interest	Wastewater DR Utility Deprec/Improve	Wastewater Meter Replacement Fund
Cash and investments - beginning	\$ 6,230,254	\$ 1,539,874	\$ 62,909	\$ 479,785	\$ 151,570	\$ 88,017	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	3,078,899	-	-	947,318	-	-	-
Penalties	-	-	-	4,194	-	-	-
Other receipts	74,706	102,364	25	54,929	360,569	639,395	250,000
Total receipts	3,153,605	102,364	25	1,006,441	360,569	639,395	250,000
Disbursements:							
Personal services	373,916	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	1,268,766	-	-	-	362,569	-	-
Capital outlay	-	-	-	-	-	401,444	-
Utility operating expenses	655,661	-	-	394,409	-	-	-
Other disbursements	84,942	-	62,934	810,569	-	-	-
Total disbursements	2,383,285	-	62,934	1,204,978	362,569	401,444	-
Excess (deficiency) of receipts over disbursements	770,320	102,364	(62,909)	(198,537)	(2,000)	237,951	250,000
Cash and investments - ending	\$ 7,000,574	\$ 1,642,238	\$ -	\$ 281,248	\$ 149,570	\$ 325,968	\$ 250,000

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Wastewater Retainage Fund	Wastewater DR Retainage Fund	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility- Deprec/Improve
Cash and investments - beginning	\$ -	\$ -	\$ 1,513,400	\$ 834,874	\$ 10,306,906
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	66,634	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	11,679,049	-	-
Penalties	-	-	65,651	-	-
Other receipts	4,624	18,940	261,781	1,963,313	2,392,830
Total receipts	4,624	18,940	12,073,115	1,963,313	2,392,830
Disbursements:					
Personal services	-	-	2,112,210	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	141,766	-	-
Debt service - principal and interest	-	-	47,396	1,964,444	-
Capital outlay	-	-	-	-	1,052,818
Utility operating expenses	-	-	3,921,894	-	-
Other disbursements	-	-	5,433,984	-	771,845
Total disbursements	-	-	11,657,250	1,964,444	1,824,663
Excess (deficiency) of receipts over disbursements	4,624	18,940	415,865	(1,131)	568,167
Cash and investments - ending	\$ 4,624	\$ 18,940	\$ 1,929,265	\$ 833,743	\$ 10,875,073

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Wastewater Utility Debt Reserve	Water Utility-Tank Painting Fund	Water Meter Replacement Fund	Water Utility-Operating	Water Utility-Bond And Interest
Cash and investments - beginning	\$ 2,406,552	\$ 568,468	\$ -	\$ 4,578,829	\$ 402,697
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	52,119	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	8,866,530	-
Penalties	-	-	-	21,005	-
Other receipts	15,572	103,986	250,000	4,761,425	1,605,759
Total receipts	15,572	103,986	250,000	13,701,079	1,605,759
Disbursements:					
Personal services	-	-	-	2,374,011	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	135,910	-
Debt service - principal and interest	-	-	-	88,966	1,609,535
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	2,882,432	-
Other disbursements	-	463,365	-	7,597,382	-
Total disbursements	-	463,365	-	13,078,701	1,609,535
Excess (deficiency) of receipts over disbursements	15,572	(359,379)	250,000	622,378	(3,776)
Cash and investments - ending	\$ 2,422,124	\$ 209,089	\$ 250,000	\$ 5,201,207	\$ 398,921

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Water Utility-Customer Deposit	Water Utility- Improvement	Water Utility Debt Reserve	Redevelopment Authority- Parking Garage Construction	Totals
Cash and investments - beginning	\$ 37,782	\$ 7,591,529	\$ 1,657,698	\$ -	\$ 102,617,397
Receipts:					
Taxes	-	-	-	-	33,347,187
Licenses and permits	-	-	-	-	647,428
Intergovernmental receipts	-	-	-	-	16,389,316
Charges for services	-	-	-	-	8,998,765
Fines and forfeits	-	-	-	-	144,066
Utility fees	-	-	-	-	24,571,796
Penalties	-	-	-	-	90,850
Other receipts	28,876	6,029,515	24,771	15,777,813	83,765,802
Total receipts	28,876	6,029,515	24,771	15,777,813	167,955,210
Disbursements:					
Personal services	-	-	-	-	35,970,513
Supplies	-	-	-	-	2,690,703
Other services and charges	-	-	-	223,500	34,146,377
Debt service - principal and interest	-	-	-	-	6,995,369
Capital outlay	-	3,204,116	-	-	9,851,966
Utility operating expenses	-	-	-	-	7,854,396
Other disbursements	15,037	759,643	-	-	51,270,045
Total disbursements	15,037	3,963,759	-	223,500	148,779,369
Excess (deficiency) of receipts over disbursements	13,839	2,065,756	24,771	15,554,313	19,175,841
Cash and investments - ending	\$ 51,621	\$ 9,657,285	\$ 1,682,469	\$ 15,554,313	\$ 121,793,238

OTHER INFORMATION

CITY OF VALPARAISO
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2022

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ -	\$ -
Storm Water	-	206,638
Wastewater	743,615	770,319
Water	<u>324,600</u>	<u>535,673</u>
Totals	<u>\$ 1,068,215</u>	<u>\$ 1,512,630</u>

CITY OF VALPARAISO
SCHEDULE OF LEASES AND DEBT
December 31, 2022

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
1st Source Bank	Fire Protection Territory - 2019 Ford F450 Ambulance	\$ 110,769	03/21/19	03/01/24
1st Source Bank	Fire Protection Territory - One (1) 2019 Ford F550 Ambulance	34,779	03/21/19	10/15/24
1st Source Bank	Fire Protection Territory - Bunker Gear Loan	31,542	08/06/20	02/04/25
1st Source Bank	Parks - 2022 Chevy Silverado 1500	16,653	07/27/22	01/01/26
Centier Bank	Parks - Five (5) 2021 GMC Trucks	49,264	07/09/21	07/09/24
Centier Bank	Park - 2015 Toro Sidewinder	26,216	06/29/21	06/29/24
Centier Bank	Park - 2020 Ram ProMaster Cargo Van	8,046	11/16/20	11/16/23
Centier Bank	Park - Three 2021 John Deere Gator TX Utility Vehicles	7,806	04/14/21	04/14/24
Centier Bank 1st Source Bank	Fire Protection Territory - 2019 Sutphen Fire Truck	113,033	03/21/19	10/15/25
Horizon Bank	Parks - 2022 Ford Transit	11,698	07/27/22	07/27/25
Horizon Bank	Parks - 2022 GMC Sierra	15,072	07/27/22	07/27/25
Key Government Finance Inc	Fire - Two 2021 Sutphen Heavy Duty Custom Pumper Fire Trucks	191,481	02/12/21	02/01/27
Philips Medical Capital	Fire Protection Territory - Phillips Tempus Pro Package 2 (x8)	91,585	11/23/21	09/30/24
Valparaiso Building Corporation	First Mortgage Bonds Series 2013 (Public Works Facility)	548,000	01/15/14	07/15/31
Huntington National Bank	Taxable Economic Development Lease Rental Revenue Bonds Series 2022 (Parking Garage)	523,000	12/07/22	01/15/40
Total governmental activities		1,778,944		
Wastewater:				
U.S. Bancorp	2022 John Deere Excavator	24,494	03/15/22	03/15/24
Valparaiso Municipal Building Corp	Public Works Facility - Sewer Portion	66,250	01/15/14	07/15/31
Total Wastewater		90,744		
Water:				
U.S. Bancorp	2022 John Deere Excavator	24,494	03/15/22	03/15/24
U.S. Bancorp	2022 Mack Hydro Vactor	70,594	07/19/21	01/15/25
Valparaiso Municipal Building Corp	Public Works Facility - Distribution Portion	66,250	01/15/14	07/15/31
Total Water		161,338		
Total of annual lease payments		\$ 2,031,026		

Type	Description of Debt	Ending Principal Balance	Principal Due Within One Year
Governmental activities:			
General obligation bonds	General Obligation Bonds Series 2018	\$ 2,380,000	\$ 200,000
General obligation bonds	General Obligation Refunding Bonds Series 2012	745,000	290,000
General obligation bonds	General Obligation Refunding Bonds Series 2015	1,900,000	250,000
Revenue bonds	Economic Development Revenue Bonds Series 2019 (VJW The Brooks LLC Project)	6,080,000	300,000
Revenue bonds	Economic Development Tax Increment Revenue Bonds Series 2018 (Vale View)	674,000	20,000
Revenue bonds	Park and Recreation District Refunding Bonds Series 2015	1,980,000	160,000
Revenue bonds	Redevelopment District Tax Increment Revenue Bonds Series 2015A	2,015,000	80,000
Revenue bonds	Redevelopment District Tax Increment Revenue Refunding Bonds Series 2019	3,160,000	1,230,000
Revenue bonds	Redevelopment Refunding Bond Series 2016B	610,000	240,000
Revenue bonds	Taxable Economic Development Revenue Bonds Series 2015 (Pratt Paper IN LLC Project)	3,855,000	1,055,000
Revenue bonds	Taxable Economic Development Revenue Bonds Series 2019 (St Paul Valparaiso LLC Project)	1,411,457	244,540
Total governmental activities		24,810,457	4,069,540
Storm Water:			
Revenue bonds	Stormwater Mgmt. District Revenue Refunding Bonds Series 2019	1,890,000	520,000
Revenue bonds	Stormwater Mgmt. District Revenue Bonds of 2017	9,920,000	160,000
Total Storm Water		11,810,000	680,000
Wastewater:			
Revenue bonds	Sewage Works Refunding Revenue Bonds 2015	8,235,000	1,370,000
Revenue bonds	Sewage Works Revenue Bonds of 2011	817,000	79,000
Revenue bonds	Sewage Works Revenue Bonds of 2015	1,785,000	120,000
Revenue bonds	Sewage Works Revenue Bonds of 2019	4,990,000	240,000
Total Wastewater		15,827,000	1,809,000
Water:			
Revenue bonds	Waterworks Refunding Revenue Bonds 2018	1,990,000	475,000
Revenue bonds	Waterworks Revenue Bonds of 2014 Series A	9,980,000	-
Revenue bonds	Waterworks Revenue Bonds of 2014 Series B	4,900,000	585,000
Total Water		16,870,000	1,060,000
Redevelopment Authority:			
Revenue bonds	Taxable Lease Rental Revenue Bonds, Series 2022 (Parking Garage)	15,560,000	-
Total Redevelopment Authority		15,560,000	-
Totals		\$ 84,877,457	\$ 7,618,540

CITY OF VALPARAISO
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2022

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	\$ 20,425,720
Infrastructure	94,884,449
Buildings	37,254,028
Improvements other than buildings	16,202,139
Machinery, equipment, and vehicles	<u>22,657,020</u>
Total governmental activities	<u>191,423,356</u>
Storm Water:	
Land	1,376,129
Infrastructure	<u>23,531,189</u>
Total Storm Water	<u>24,907,318</u>
Wastewater:	
Land	558,014
Infrastructure	46,271,413
Buildings	27,059,306
Improvements other than buildings	172,956
Machinery, equipment, and vehicles	38,102,044
Construction in progress	<u>395,627</u>
Total Wastewater	<u>112,559,360</u>
Water:	
Land	1,543,754
Infrastructure	54,029,870
Buildings	8,109,331
Improvements other than buildings	649,838
Machinery, equipment, and vehicles	20,283,465
Construction in progress	<u>274,761</u>
Total Water	<u>84,891,019</u>
Redevelopment Authority:	
Infrastructure	<u>17,873,460</u>
Total Redevelopment Authority	<u>17,873,460</u>
Total capital assets	<u>\$ 431,654,513</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/>.