

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

FINANCIAL STATEMENT AUDIT REPORT

OF

TOWN OF ADVANCE

BOONE COUNTY, INDIANA

January 1, 2021 to December 31, 2022



FILED
11/20/2023

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Shari Johnson	01-01-21 to 12-31-23
President of the Town Council	Melody Fry	01-01-21 to 12-31-22
	James L. Caldwell	01-01-23 to 12-31-23



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF ADVANCE, BOONE COUNTY, INDIANA

Adverse and Unmodified Opinions

We have audited the accompanying financial statement of the Town of Advance (Town), which comprises the financial position and results of operations for the period of January 1, 2021 to 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 Town for the period of January 1, 2021 to 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 Town, for the period of January 1, 2021 to 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). 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 Town, 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 Town 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 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, 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 Town'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 Town'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 Schedules 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.



Beth Kelley, CPA, CFE
Deputy State Examiner

November 6, 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 Town. The financial statement and notes are presented as intended by the Town.

The Town's Annual Financial Reports 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 Town's Annual Financial Reports 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 Town. It is presented as intended by the Town.

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TOWN OF ADVANCE
 STATEMENT OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Years Ended December 31, 2021 and 2022

Fund	Cash and Investments			Cash and Investments			Cash and Investments
	01-01-21	Receipts	Disbursements	12-31-21	Receipts	Disbursements	12-31-22
Donation	\$ 15,858	\$ 1,009	\$ 8,500	\$ 8,367	\$ 40	\$ -	\$ 8,407
Payroll	7,498	169,084	169,050	7,532	187,441	187,570	7,403
General Fund	192,174	327,972	268,476	251,670	227,084	245,230	233,524
Motor Vehicle Highway	47,581	24,152	30,635	41,098	49,948	24,219	66,827
Local Road and Street	28,173	9,021	8,735	28,459	8,950	2,930	34,479
MVH Restricted (subfund of 201)	39,825	13,970	28,776	25,019	10,438	19,999	15,458
Law Enf. Cont. Ed Fund (LECE)	6,909	-	-	6,909	8	-	6,917
Park and Recreation - Operating	30,406	16,323	17,026	29,703	11,998	16,536	25,165
Rainy Day	22,316	-	-	22,316	3,000	-	25,316
EXCESSIVE LEVY	215	-	215	-	-	-	-
Cumulative Capital Improvement - Cig. Tax	3,897	980	1,587	3,290	913	-	4,203
Cumulative Capital Development	26,379	5,885	5,000	27,264	6,319	-	33,583
LOCAL RD/STREET MATCH GRANT FUND	-	91,431	91,431	-	98,378	98,378	-
ARP Coronavirus Local Fiscal Recovery Fund	-	58,024	-	58,024	190,462	-	248,486
CARES ACT FUNDS	16,676	1,668	18,344	-	-	-	-
LIT - Public Safety	52,983	64,162	34,352	82,793	60,777	44,977	98,593
Opioid Distribution - Unrestricted	-	-	-	-	92	-	92
Trash/Garbage Pickup(if mostly)	384	21,452	20,438	1,398	21,823	25,040	(1,819)
Electric Utility Depreciation	5,274	200,000	-	205,274	20,000	-	225,274
Electric Utility Meter Deposit	18,888	2,250	2,387	18,751	3,802	1,436	21,117
WATER CASH RESERVE	5,730	5,731	-	11,461	5,805	-	17,266
ELECTRIC CASH RESERVE	33,595	14	-	33,609	-	-	33,609
Electric Utility Operating	422,217	623,803	765,460	280,560	606,709	548,119	339,150
Old Electric Cash Reserve	14	-	14	-	-	-	-
Sewage Utility Bond and Interest Sinking	-	12,051	11,047	1,004	11,911	11,911	1,004
Sewage Utility Construction (in progress)	-	527,806	527,806	-	-	-	-
Sewage Utility Depreciation	15,083	12,389	-	27,472	12,389	-	39,861
Sewage Utility Operating	(130,070)	303,063	171,307	1,686	180,716	166,578	15,824
Sewage Meter Deposit	450	750	439	761	1,050	1,033	778
SEW CASH RESERVE	38,419	9,642	43,777	4,284	9,642	-	13,926
Water Utility Depreciation	24,749	17,389	-	42,138	17,390	-	59,528
Water Utility Meter Deposit	6,119	1,875	924	7,070	2,925	1,089	8,906
Water Utility Operating	26,928	254,604	210,651	70,881	191,397	172,230	90,048
Water Utility Bond and Interest Sinking	-	27,450	27,440	10	27,264	13,585	13,689
SRF Wastewater Project	8,647	729,328	724,236	13,739	143,641	139,859	17,521
Totals	\$ 967,317	\$ 3,533,278	\$ 3,188,053	\$ 1,312,542	\$ 2,112,312	\$ 1,720,719	\$ 1,704,135

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

TOWN OF ADVANCE
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The Town was established under the laws of the State of Indiana. The Town operates under a Town Council form of government and provides some or all of the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, electric, gas, storm water, trash, aviation, and urban redevelopment and housing.

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

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the 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 Town.

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.

TOWN OF ADVANCE
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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 Town. It includes all expenditures for the reduction of the principal and interest of the Town's general obligation indebtedness.

TOWN OF ADVANCE
NOTES TO FINANCIAL STATEMENT
(Continued)

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 Town 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 Town. 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 Town. 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 Town in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units, and, therefore, the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the Town submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Town in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the Town 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.

TOWN OF ADVANCE
NOTES TO FINANCIAL STATEMENT
(Continued)

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 Town 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 Town may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the Town to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension Plan

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 Town authority to contribute to the plan.

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 Town authority to contribute to the plan.

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

TOWN OF ADVANCE
 NOTES TO FINANCIAL STATEMENT
 (Continued)

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.

Note 7. Cash Balance Deficits

The financial statement contained one fund with a deficit in cash, the Trash/Garbage Pickup fund. The deficit is a result of the rates for Trash pickup needing changed. The rates were subsequently changed, and the fund was returned to a positive balance in 2023.

Note 8. Restatements

For the year ended December 31, 2021, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the Town. The following schedule presents a summary of restated beginning balances:

Fund	Balance as of December 31, 2020	Prior Period Adjustment	Balance as of January 1, 2021
SRF Wastewater Project	\$ -	\$ 8,647	\$ 8,647

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF ADVANCE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2021

	Donation	Payroll	General Fund	Motor Vehicle Highway	Local Road and Street	MVH Restricted (subfund of 201)	Law Enf. Cont. Ed Fund (LECE)	Park and Recreation - Operating	Rainy Day	EXCESSIVE LEVY
Cash and investments - beginning	\$ 15,858	\$ 7,498	\$ 192,174	\$ 47,581	\$ 28,173	\$ 39,825	\$ 6,909	\$ 30,406	\$ 22,316	\$ 215
Receipts:										
Taxes	-	-	100,298	11,922	-	3,287	-	9,502	-	-
Licenses and permits	-	-	205	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	138,592	12,230	9,021	10,683	-	1,773	-	-
Charges for services	-	-	69,927	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-	-
Other receipts	1,009	169,084	18,950	-	-	-	-	5,048	-	-
Total receipts	1,009	169,084	327,972	24,152	9,021	13,970	-	16,323	-	-
Disbursements:										
Personal services	-	-	83,294	-	-	-	-	2,600	-	-
Supplies	-	-	4,001	142	-	-	-	704	-	-
Other services and charges	8,500	-	86,681	15,493	1,758	24,812	-	9,420	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	93,727	15,000	6,977	-	-	4,103	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-	-
Other disbursements	-	169,050	773	-	-	3,964	-	199	-	215
Total disbursements	8,500	169,050	268,476	30,635	8,735	28,776	-	17,026	-	215
Excess (deficiency) of receipts over disbursements	(7,491)	34	59,496	(6,483)	286	(14,806)	-	(703)	-	(215)
Cash and investments - ending	\$ 8,367	\$ 7,532	\$ 251,670	\$ 41,098	\$ 28,459	\$ 25,019	\$ 6,909	\$ 29,703	\$ 22,316	\$ -

TOWN OF ADVANCE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2021

	Cumulative Capital Improvement - Cig. Tax	Cumulative Capital Development	LOCAL RD/STREET MATCH GRANT FUND	ARP Coronavirus Local Fiscal Recovery Fund	CARES ACT FUNDS	LIT - Public Safety	Opioid Distribution - Unrestricted	Trash/Garbage Pickup(if mostly)	Electric Utility Depreciation	Electric Utility Meter Deposit
Cash and investments - beginning	\$ 3,897	\$ 26,379	\$ -	\$ -	\$ 16,676	\$ 52,983	\$ -	\$ 384	\$ 5,274	\$ 18,888
Receipts:										
Taxes	-	4,959	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental receipts	980	926	91,431	58,024	-	64,162	-	-	-	-
Charges for services	-	-	-	-	-	-	21,062	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-	2,250
Penalties	-	-	-	-	-	-	390	-	-	-
Other receipts	-	-	-	-	1,668	-	-	-	200,000	-
Total receipts	980	5,885	91,431	58,024	1,668	64,162	21,452	200,000	2,250	
Disbursements:										
Personal services	-	-	-	-	-	5,411	-	-	-	-
Supplies	-	-	-	-	-	-	-	-	-	-
Other services and charges	-	-	91,431	-	-	28,941	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-	-	-
Capital outlay	1,587	5,000	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-	2,316
Other disbursements	-	-	-	-	18,344	-	20,438	-	-	71
Total disbursements	1,587	5,000	91,431	-	18,344	34,352	20,438	-	-	2,387
Excess (deficiency) of receipts over disbursements	(607)	885	-	58,024	(16,676)	29,810	1,014	200,000	(137)	
Cash and investments - ending	\$ 3,290	\$ 27,264	\$ -	\$ 58,024	\$ -	\$ 82,793	\$ -	\$ 1,398	\$ 205,274	\$ 18,751

TOWN OF ADVANCE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2021

	WATER CASH RESERVE	ELECTRIC CASH RESERVE	Electric Utility Operating	Old Electric Cash Reserve	Sewage Utility Bond and Interest Sinking	Sewage Utility Construction (in progress)	Sewage Utility Depreciation	Sewage Utility Operating
Cash and investments - beginning	\$ 5,730	\$ 33,595	\$ 422,217	\$ 14	\$ -	\$ -	\$ 15,083	\$ (130,070)
Receipts:								
Taxes	-	-	3	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	527,806	-	-
Charges for services	-	-	-	-	-	-	-	-
Utility fees	-	-	609,625	-	-	-	-	172,819
Penalties	-	-	10,597	-	-	-	-	3,493
Other receipts	5,731	14	3,578	-	12,051	-	12,389	126,751
Total receipts	5,731	14	623,803	-	12,051	527,806	12,389	303,063
Disbursements:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	5,293
Debt service - principal and interest	-	-	-	-	11,047	-	-	-
Capital outlay	-	-	2,035	-	-	527,806	-	50
Utility operating expenses	-	-	557,466	-	-	-	-	94,462
Other disbursements	-	-	205,959	14	-	-	-	71,502
Total disbursements	-	-	765,460	14	11,047	527,806	-	171,307
Excess (deficiency) of receipts over disbursements	5,731	14	(141,657)	(14)	1,004	-	12,389	131,756
Cash and investments - ending	\$ 11,461	\$ 33,609	\$ 280,560	\$ -	\$ 1,004	\$ -	\$ 27,472	\$ 1,686

TOWN OF ADVANCE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2021

	Sewage Meter Deposit	SEW CASH RESERVE	Water Utility Depreciation	Water Utility Meter Deposit	Water Utility Operating	Water Utility Bond and Interest Sinking	SRF Wastewater Project	Totals
Cash and investments - beginning	\$ 450	\$ 38,419	\$ 24,749	\$ 6,119	\$ 26,928	\$ -	\$ 8,647	\$ 967,317
Receipts:								
Taxes	-	-	-	-	-	-	-	129,971
Licenses and permits	-	-	-	-	-	-	-	205
Intergovernmental receipts	-	-	-	-	-	-	-	915,628
Charges for services	-	-	-	-	-	-	-	90,989
Utility fees	-	-	-	1,875	187,797	-	-	974,366
Penalties	-	-	-	-	3,917	-	-	18,397
Other receipts	750	9,642	17,389	-	62,890	27,450	729,328	1,403,722
Total receipts	750	9,642	17,389	1,875	254,604	27,450	729,328	3,533,278
Disbursements:								
Personal services	-	-	-	-	-	-	-	91,305
Supplies	-	-	-	-	-	-	-	4,847
Other services and charges	-	-	-	-	6,043	-	-	278,372
Debt service - principal and interest	-	-	-	-	4,836	27,440	-	43,323
Capital outlay	-	-	-	-	9,345	-	-	665,630
Utility operating expenses	-	-	-	920	78,455	-	-	733,619
Other disbursements	439	43,777	-	4	111,972	-	724,236	1,370,957
Total disbursements	439	43,777	-	924	210,651	27,440	724,236	3,188,053
Excess (deficiency) of receipts over disbursements	311	(34,135)	17,389	951	43,953	10	5,092	345,225
Cash and investments - ending	\$ 761	\$ 4,284	\$ 42,138	\$ 7,070	\$ 70,881	\$ 10	\$ 13,739	\$ 1,312,542

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

	Donation	Payroll	General Fund	Motor Vehicle Highway	Local Road and Street	MVH Restricted (subfund of 201)	Law Enf. Cont. Ed Fund (LECE)	Park and Recreation - Operating	Rainy Day	EXCESSIVE LEVY
Cash and investments - beginning	\$ 8,367	\$ 7,532	\$ 251,670	\$ 41,098	\$ 28,459	\$ 25,019	\$ 6,909	\$ 29,703	\$ 22,316	\$ -
Receipts:										
Taxes	-	-	84,755	31,660	-	-	-	9,455	-	-
Licenses and permits	-	-	265	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	136,111	18,288	8,950	10,438	-	2,367	-	-
Charges for services	-	-	1,708	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	8	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-	-
Other receipts	40	187,441	4,245	-	-	-	-	176	3,000	-
Total receipts	40	187,441	227,084	49,948	8,950	10,438	8	11,998	3,000	-
Disbursements:										
Personal services	-	-	86,157	-	-	-	-	2,112	-	-
Supplies	-	-	4,243	1,275	727	-	-	1,149	-	-
Other services and charges	-	-	88,131	13,289	-	19,999	-	7,394	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	62,950	9,655	2,203	-	-	5,719	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-	-
Other disbursements	-	187,570	3,749	-	-	-	-	162	-	-
Total disbursements	-	187,570	245,230	24,219	2,930	19,999	-	16,536	-	-
Excess (deficiency) of receipts over disbursements	40	(129)	(18,146)	25,729	6,020	(9,561)	8	(4,538)	3,000	-
Cash and investments - ending	\$ 8,407	\$ 7,403	\$ 233,524	\$ 66,827	\$ 34,479	\$ 15,458	\$ 6,917	\$ 25,165	\$ 25,316	\$ -

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

	Cumulative Improvement - Cig. Tax	Cumulative Capital Development	LOCAL RD/STREET MATCH GRANT FUND	ARP Coronavirus Local Fiscal Recovery Fund	CARES ACT FUNDS	LIT - Public Safety	Opioid Distribution - Unrestricted	Trash/Garbage Pickup(if mostly)	Electric Utility Depreciation	Electric Utility Meter Deposit
Cash and investments - beginning	\$ 3,290	\$ 27,264	\$ -	\$ 58,024	\$ -	\$ 82,793	\$ -	\$ 1,398	\$ 205,274	\$ 18,751
Receipts:										
Taxes	-	5,051	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-	-
Intergovernmental receipts	913	1,268	98,378	190,462	-	60,777	-	-	-	-
Charges for services	-	-	-	-	-	-	-	21,344	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-	3,802
Penalties	-	-	-	-	-	-	-	479	-	-
Other receipts	-	-	-	-	-	-	92	-	20,000	-
Total receipts	913	6,319	98,378	190,462	-	60,777	92	21,823	20,000	3,802
Disbursements:										
Personal services	-	-	-	-	-	16,527	-	-	-	-
Supplies	-	-	-	-	-	-	-	-	-	-
Other services and charges	-	-	98,378	-	-	28,450	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-	1,036
Other disbursements	-	-	-	-	-	-	-	25,040	-	400
Total disbursements	-	-	98,378	-	-	44,977	-	25,040	-	1,436
Excess (deficiency) of receipts over disbursements	913	6,319	-	190,462	-	15,800	92	(3,217)	20,000	2,366
Cash and investments - ending	\$ 4,203	\$ 33,583	\$ -	\$ 248,486	\$ -	\$ 98,593	\$ 92	\$ (1,819)	\$ 225,274	\$ 21,117

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

	WATER CASH RESERVE	ELECTRIC CASH RESERVE	Electric Utility Operating	Old Electric Cash Reserve	Sewage Utility Bond and Interest Sinking	Sewage Utility Construction (in progress)	Sewage Utility Depreciation	Sewage Utility Operating
Cash and investments - beginning	\$ 11,461	\$ 33,609	\$ 280,560	\$ -	\$ 1,004	\$ -	\$ 27,472	\$ 1,686
Receipts:								
Taxes	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	75	-	591,968	-	-	-	-	169,287
Penalties	-	-	10,819	-	-	-	-	3,765
Other receipts	5,730	-	3,922	-	11,911	-	12,389	7,664
Total receipts	5,805	-	606,709	-	11,911	-	12,389	180,716
Disbursements:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	5,670
Debt service - principal and interest	-	-	-	-	11,911	-	-	-
Capital outlay	-	-	1,290	-	-	-	-	-
Utility operating expenses	-	-	520,675	-	-	-	-	87,260
Other disbursements	-	-	26,154	-	-	-	-	73,648
Total disbursements	-	-	548,119	-	11,911	-	-	166,578
Excess (deficiency) of receipts over disbursements	5,805	-	58,590	-	-	-	12,389	14,138
Cash and investments - ending	\$ 17,266	\$ 33,609	\$ 339,150	\$ -	\$ 1,004	\$ -	\$ 39,861	\$ 15,824

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

	Sewage Meter Deposit	SEW CASH RESERVE	Water Utility Depreciation	Water Utility Meter Deposit	Water Utility Operating	Water Utility Bond and Interest Sinking	SRF Wastewater Project	Totals
Cash and investments - beginning	\$ 761	\$ 4,284	\$ 42,138	\$ 7,070	\$ 70,881	\$ 10	\$ 13,739	\$ 1,312,542
Receipts:								
Taxes	-	-	-	-	-	-	-	130,921
Licenses and permits	-	-	-	-	-	-	-	265
Intergovernmental receipts	-	-	-	-	-	-	-	527,952
Charges for services	-	-	-	-	-	-	-	23,052
Fines and forfeits	-	-	-	-	-	-	-	8
Utility fees	-	-	-	2,925	183,322	-	-	951,379
Penalties	-	-	-	-	4,016	-	-	19,079
Other receipts	1,050	9,642	17,390	-	4,059	27,264	143,641	459,656
Total receipts	1,050	9,642	17,390	2,925	191,397	27,264	143,641	2,112,312
Disbursements:								
Personal services	-	-	-	-	-	-	-	104,796
Supplies	-	-	-	-	-	-	-	7,394
Other services and charges	-	-	-	-	9,087	-	-	270,398
Debt service - principal and interest	-	-	-	-	-	13,585	-	25,496
Capital outlay	-	-	-	-	2,261	-	-	84,078
Utility operating expenses	-	-	-	839	58,684	-	-	668,494
Other disbursements	1,033	-	-	250	102,198	-	139,859	560,063
Total disbursements	1,033	-	-	1,089	172,230	13,585	139,859	1,720,719
Excess (deficiency) of receipts over disbursements	17	9,642	17,390	1,836	19,167	13,679	3,782	391,593
Cash and investments - ending	\$ 778	\$ 13,926	\$ 59,528	\$ 8,906	\$ 90,048	\$ 13,689	\$ 17,521	\$ 1,704,135

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OTHER INFORMATION

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TOWN OF ADVANCE
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2022

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	\$ 8,393	\$ 318
Trash	2,083	379
Electric	38,752	7,974
Wastewater	4,401	1,905
Water	4,547	2,183
Totals	\$ 58,176	\$ 12,759

TOWN OF ADVANCE
 SCHEDULE OF LEASES AND DEBT
 December 31, 2022

Description of Debt		Ending	Principal Due
Type	Purpose	Principal	Within One
		Balance	Year
Wastewater:			
Revenue bonds	WWTP Improvements	\$ 144,628	\$ 7,000
Water:			
Revenue bonds	Water Tower Bond 2008	418,000	10,000
Totals		\$ 562,628	\$ 17,000

TOWN OF ADVANCE
 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	\$ 383,694
Infrastructure	3,145,952
Buildings	130,862
Improvements other than buildings	46,925
Machinery, equipment, and vehicles	<u>148,742</u>
Total governmental activities	<u>3,856,175</u>
Trash:	
Total Trash	<u>-</u>
Electric:	
Infrastructure	<u>311,750</u>
Total Electric	<u>311,750</u>
Wastewater:	
Land	20,000
Infrastructure	2,924,867
Buildings	208,681
Improvements other than buildings	2,861,660
Machinery, equipment, and vehicles	<u>403,228</u>
Total Wastewater	<u>6,398,436</u>
Water:	
Land	35,300
Infrastructure	1,588,097
Buildings	76,872
Improvements other than buildings	328,965
Machinery, equipment, and vehicles	<u>28,360</u>
Total Water	<u>2,057,594</u>
Total capital assets	<u>\$ 12,643,955</u>

OTHER REPORTS

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