

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

TOWN OF MONTGOMERY

DAVISS COUNTY, INDIANA

January 1, 2019 to December 31, 2022



FILED

11/16/2023

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Cynthia Smith	01-01-19 to 12-31-23
President of the Town Council	John M. Healy	01-01-19 to 12-31-23



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF MONTGOMERY, DAVIESS COUNTY, INDIANA

Adverse and Unmodified Opinions

We have audited the accompanying financial statements of the Town of Montgomery (Town), which comprise the financial position and results of operations for the period of January 1, 2019 to December 31, 2022, and the related notes to the financial statements 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 statements referred to above do not present fairly, the financial position and results of operations of the Town for the period of January 1, 2019 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 statements referred to above present fairly, in all material respects, the respective financial position and results of operations of the Town, for the period of January 1, 2019 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 Statements* 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 statements, the Town prepares its financial statements 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 statements 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 Statements

Management is responsible for the preparation and fair presentation of the financial statements 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 statements that are free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are 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 statements.

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 statements, 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 statements.
- 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 statements.
- 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 statements. Such information is the responsibility of management and, although not a part of the basic financial statements, 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 statements 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 statements, and other knowledge we obtained during our audit of the basic financial statements. 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 statements and our auditor's report thereon. Our opinions on the basic financial statements 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 statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, 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 8, 2023

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

The financial statements and accompanying notes were approved by management of the Town. The financial statements 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 statements 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.

TOWN OF MONTGOMERY
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Years Ended December 31, 2019 and 2020

Fund	Cash and Investments			Cash and Investments			Cash and Investments
	01-01-19	Receipts	Disbursements	12-31-19	Receipts	Disbursements	12-31-20
GENERAL FUND	\$ 70,828	\$ 72,645	\$ 86,075	\$ 57,398	\$ 119,745	\$ 106,310	\$ 70,833
MOTOR VEHICLE HIGHWAY	41,259	99,469	16,891	123,837	75,121	22,595	176,363
LOCAL ROAD & STREET	12,342	5,951	-	18,293	5,734	-	24,027
RAINY DAY	-	8,166	-	8,166	5,098	-	13,264
CCI CUM CAP IMP - CIG TAX	7,472	783	-	8,255	744	-	8,999
COUNTY ECONOMIC DEV INCOME TAX (CEDIT)	52,047	11,968	-	64,015	10,811	-	74,826
FIRE	12,380	46,441	31,456	27,365	21,867	26,702	22,530
FIRE DONATION	42,721	30,902	23,841	49,782	14,391	1,604	62,569
SEWAGE UTILITY OPERATING	9,962	272,867	224,149	58,680	348,503	387,614	19,569
SEWAGE UTL BOND & INT	29,636	47,863	42,319	35,180	54,806	59,868	30,118
SEWAGE UTL DEPRECIATION	25,000	1,000	-	26,000	1,000	26,000	1,000
SEWAGE UTL DEBT SERVICE RESERVE	61,779	83,521	43,459	101,841	87,874	163,621	26,094
UTL SEWAGE CONSTRUCTION	270,380	567,932	836,195	2,117	187,090	189,207	-
WATER CASH RESERVE	-	-	-	-	55,743	55,743	-
WATER UTILITY OPERATING	424,379	201,987	191,246	435,120	201,796	241,337	395,579
WATER UTL DEPRECIATION	16,757	1,000	1,000	16,757	2,000	-	18,757
WATER UTL METER DEPOSIT	18,999	2,270	240	21,029	2,150	1,035	22,144
Totals	<u>\$ 1,095,941</u>	<u>\$ 1,454,765</u>	<u>\$ 1,496,871</u>	<u>\$ 1,053,835</u>	<u>\$ 1,194,473</u>	<u>\$ 1,281,636</u>	<u>\$ 966,672</u>

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

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

Fund	Cash and Investments 01-01-21	Receipts	Disbursements	Cash and Investments 12-31-21	Receipts	Disbursements	Cash and Investments 12-31-22
GENERAL FUND	\$ 70,833	\$ 129,179	\$ 90,638	\$ 109,374	\$ 115,760	\$ 102,890	\$ 122,244
MOTOR VEHICLE HIGHWAY	176,363	71,222	81,488	166,097	85,928	129,214	122,811
LOCAL ROAD & STREET	24,027	6,318	-	30,345	7,659	-	38,004
RAINY DAY	13,264	10,947	-	24,211	10,165	-	34,376
CCI CUM CAP IMP - CIG TAX	8,999	705	-	9,704	1,437	-	11,141
COUNTY ECONOMIC DEV INCOME TAX (CEDIT)	74,826	12,519	-	87,345	12,573	-	99,918
AMERICAN RESCUE PLAN	-	85,681	65,904	19,777	86,329	106,106	-
FIRE	22,530	91,506	93,076	20,960	43,174	28,833	35,301
FIRE DONATION	62,569	38,753	43,912	57,410	204,825	206,174	56,061
SEWAGE UTILITY OPERATING	19,569	292,366	304,133	7,802	288,011	293,135	2,678
SEWAGE UTL BOND & INT	30,118	12,000	42,113	5	12,000	-	12,005
SEWAGE UTL DEPRECIATION	1,000	8,282	-	9,282	1,000	1,000	9,282
SEWAGE UTL DEBT SERVICE RESERVE	26,094	80,103	106,095	102	96,000	9,483	86,619
WATER CASH RESERVE	-	55,743	-	55,743	-	-	55,743
WATER UTILITY OPERATING	395,579	204,736	187,448	412,867	200,255	217,223	395,899
WATER UTL DEPRECIATION	18,757	1,000	-	19,757	1,000	1,000	19,757
WATER UTL METER DEPOSIT	22,144	2,175	1,050	23,269	3,619	945	25,943
Totals	<u>\$ 966,672</u>	<u>\$ 1,103,235</u>	<u>\$ 1,015,857</u>	<u>\$ 1,054,050</u>	<u>\$ 1,169,735</u>	<u>\$ 1,096,003</u>	<u>\$ 1,127,782</u>

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

TOWN OF MONTGOMERY
NOTES TO FINANCIAL STATEMENTS

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 statements present the financial information for the Town.

B. Basis of Accounting

The financial statements are 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 statements. 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 MONTGOMERY
NOTES TO FINANCIAL STATEMENTS
(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 statements. 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 MONTGOMERY
NOTES TO FINANCIAL STATEMENTS
(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 MONTGOMERY
NOTES TO FINANCIAL STATEMENTS
(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 statements. 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 MONTGOMERY
 NOTES TO FINANCIAL STATEMENTS
 (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. Restatements

For the year ended December 31, 2019, certain changes have been made to some of the beginning balances of the financial statements 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, 2018	New Fund	Prior Period Adjustments	Balance as of January 1, 2019
Water Utility Operating	\$ 399,439	Water Utility Operating	\$ 24,940	\$ 424,379
Water Utility Deprec/Improve	39,694	Water UTL Depreciation	(22,937)	16,757
Water Utility Customer Deposit	20,998	Water UTL Meter Deposit	(1,999)	18,999

REQUIRED SUPPLEMENTARY INFORMATION

TOWN OF MONTGOMERY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	RAINY DAY	CCI CUM CAP IMP - CIG TAX	COUNTY ECONOMIC DEV INCOME TAX (CREDIT)	FIRE
Cash and investments - beginning	\$ 70,828	\$ 41,259	\$ 12,342	\$ -	\$ 7,472	\$ 52,047	\$ 12,380
Receipts:							
Taxes	51,012	74,186	-	-	-	11,968	36,065
Licenses and permits	2,446	-	-	-	-	-	-
Intergovernmental receipts	2,012	25,283	5,951	-	783	-	363
Charges for services	85	-	-	-	-	-	10,000
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	17,090	-	-	8,166	-	-	13
Total receipts	<u>72,645</u>	<u>99,469</u>	<u>5,951</u>	<u>8,166</u>	<u>783</u>	<u>11,968</u>	<u>46,441</u>
Disbursements:							
Personal services	29,352	10,020	-	-	-	-	5,109
Supplies	3,156	2,164	-	-	-	-	549
Other services and charges	50,223	2,251	-	-	-	-	18,896
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	3,254	2,456	-	-	-	-	6,902
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	90	-	-	-	-	-	-
Total disbursements	<u>86,075</u>	<u>16,891</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>31,456</u>
Excess (deficiency) of receipts over disbursements	<u>(13,430)</u>	<u>82,578</u>	<u>5,951</u>	<u>8,166</u>	<u>783</u>	<u>11,968</u>	<u>14,985</u>
Cash and investments - ending	\$ <u>57,398</u>	\$ <u>123,837</u>	\$ <u>18,293</u>	\$ <u>8,166</u>	\$ <u>8,255</u>	\$ <u>64,015</u>	\$ <u>27,365</u>

TOWN OF MONTGOMERY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	FIRE DONATION	SEWAGE UTILITY OPERATING	SEWAGE UTL BOND & INT	SEWAGE UTL DEPRECIATION	SEWAGE UTL DEBT SERVICE RESERVE	UTL SEWAGE CONSTRUCTION
Cash and investments - beginning	\$ 42,721	\$ 9,962	\$ 29,636	\$ 25,000	\$ 61,779	\$ 270,380
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	567,910
Charges for services	-	-	-	-	-	-
Utility fees	-	269,895	-	-	-	-
Penalties	-	2,581	-	-	-	-
Other receipts	30,902	391	47,863	1,000	83,521	22
Total receipts	<u>30,902</u>	<u>272,867</u>	<u>47,863</u>	<u>1,000</u>	<u>83,521</u>	<u>567,932</u>
Disbursements:						
Personal services	-	26,880	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	23,841	3,899	-	-	-	-
Debt service - principal and interest	-	-	42,319	-	7,596	-
Capital outlay	-	-	-	-	-	199,258
Utility operating expenses	-	81,361	-	-	-	161,408
Other disbursements	-	112,009	-	-	35,863	475,529
Total disbursements	<u>23,841</u>	<u>224,149</u>	<u>42,319</u>	<u>-</u>	<u>43,459</u>	<u>836,195</u>
Excess (deficiency) of receipts over disbursements	<u>7,061</u>	<u>48,718</u>	<u>5,544</u>	<u>1,000</u>	<u>40,062</u>	<u>(268,263)</u>
Cash and investments - ending	<u>\$ 49,782</u>	<u>\$ 58,680</u>	<u>\$ 35,180</u>	<u>\$ 26,000</u>	<u>\$ 101,841</u>	<u>\$ 2,117</u>

TOWN OF MONTGOMERY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	WATER CASH RESERVE	WATER UTILITY OPERATING	WATER UTL DEPRECIATION	WATER UTL METER DEPOSIT	Totals
Cash and investments - beginning	\$ -	\$ 424,379	\$ 16,757	\$ 18,999	\$ 1,095,941
Receipts:					
Taxes	-	9,516	-	-	182,747
Licenses and permits	-	-	-	-	2,446
Intergovernmental receipts	-	-	-	-	602,302
Charges for services	-	-	-	-	10,085
Utility fees	-	159,676	-	2,270	431,841
Penalties	-	1,143	-	-	3,724
Other receipts	-	31,652	1,000	-	221,620
Total receipts	-	201,987	1,000	2,270	1,454,765
Disbursements:					
Personal services	-	49,229	-	-	120,590
Supplies	-	-	-	-	5,869
Other services and charges	-	6,060	-	-	105,170
Debt service - principal and interest	-	-	-	-	49,915
Capital outlay	-	-	-	-	211,870
Utility operating expenses	-	113,427	-	-	356,196
Other disbursements	-	22,530	1,000	240	647,261
Total disbursements	-	191,246	1,000	240	1,496,871
Excess (deficiency) of receipts over disbursements	-	10,741	-	2,030	(42,106)
Cash and investments - ending	\$ -	\$ 435,120	\$ 16,757	\$ 21,029	\$ 1,053,835

TOWN OF MONTGOMERY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	RAINY DAY	CCI CUM CAP IMP - CIG TAX	COUNTY ECONOMIC DEV INCOME TAX (CREDIT)	FIRE
Cash and investments - beginning	\$ 57,398	\$ 123,837	\$ 18,293	\$ 8,166	\$ 8,255	\$ 64,015	\$ 27,365
Receipts:							
Taxes	111,055	52,253	-	-	-	10,811	6,641
Licenses and permits	1,459	-	-	-	-	-	-
Intergovernmental receipts	2,918	22,868	5,734	-	744	-	157
Charges for services	-	-	-	-	-	-	15,000
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	4,313	-	-	5,098	-	-	69
Total receipts	119,745	75,121	5,734	5,098	744	10,811	21,867
Disbursements:							
Personal services	27,765	10,769	-	-	-	-	5,567
Supplies	2,114	1,792	-	-	-	-	1,259
Other services and charges	57,855	5,182	-	-	-	-	16,936
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	4,720	4,852	-	-	-	-	2,940
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	13,856	-	-	-	-	-	-
Total disbursements	106,310	22,595	-	-	-	-	26,702
Excess (deficiency) of receipts over disbursements	13,435	52,526	5,734	5,098	744	10,811	(4,835)
Cash and investments - ending	\$ 70,833	\$ 176,363	\$ 24,027	\$ 13,264	\$ 8,999	\$ 74,826	\$ 22,530

TOWN OF MONTGOMERY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

	FIRE DONATION	SEWAGE UTILITY OPERATING	SEWAGE UTL BOND & INT	SEWAGE UTL DEPRECIATION	SEWAGE UTL DEBT SERVICE RESERVE	UTL SEWAGE CONSTRUCTION
Cash and investments - beginning	\$ 49,782	\$ 58,680	\$ 35,180	\$ 26,000	\$ 101,841	\$ 2,117
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	132,090
Charges for services	-	-	-	-	-	-
Utility fees	-	285,230	-	-	-	-
Penalties	-	2,779	-	-	-	-
Other receipts	14,391	60,494	54,806	1,000	87,874	55,000
Total receipts	<u>14,391</u>	<u>348,503</u>	<u>54,806</u>	<u>1,000</u>	<u>87,874</u>	<u>187,090</u>
Disbursements:						
Personal services	-	27,625	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	1,604	1,287	-	-	-	-
Debt service - principal and interest	-	-	59,868	-	163,621	-
Capital outlay	-	-	-	-	-	54,189
Utility operating expenses	-	191,852	-	-	-	132,428
Other disbursements	-	166,850	-	26,000	-	2,590
Total disbursements	<u>1,604</u>	<u>387,614</u>	<u>59,868</u>	<u>26,000</u>	<u>163,621</u>	<u>189,207</u>
Excess (deficiency) of receipts over disbursements	<u>12,787</u>	<u>(39,111)</u>	<u>(5,062)</u>	<u>(25,000)</u>	<u>(75,747)</u>	<u>(2,117)</u>
Cash and investments - ending	<u>\$ 62,569</u>	<u>\$ 19,569</u>	<u>\$ 30,118</u>	<u>\$ 1,000</u>	<u>\$ 26,094</u>	<u>\$ -</u>

TOWN OF MONTGOMERY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

	WATER CASH RESERVE	WATER UTILITY OPERATING	WATER UTL DEPRECIATION	WATER UTL METER DEPOSIT	Totals
Cash and investments - beginning	\$ -	\$ 435,120	\$ 16,757	\$ 21,029	\$ 1,053,835
Receipts:					
Taxes	-	9,875	-	-	190,635
Licenses and permits	-	-	-	-	1,459
Intergovernmental receipts	-	-	-	-	164,511
Charges for services	-	-	-	-	15,000
Utility fees	-	165,055	-	2,150	452,435
Penalties	-	1,405	-	-	4,184
Other receipts	55,743	25,461	2,000	-	366,249
Total receipts	<u>55,743</u>	<u>201,796</u>	<u>2,000</u>	<u>2,150</u>	<u>1,194,473</u>
Disbursements:					
Personal services	-	46,247	-	-	117,973
Supplies	-	-	-	-	5,165
Other services and charges	-	4,505	-	-	87,369
Debt service - principal and interest	-	-	-	-	223,489
Capital outlay	-	-	-	-	66,701
Utility operating expenses	-	108,927	-	-	433,207
Other disbursements	55,743	81,658	-	1,035	347,732
Total disbursements	<u>55,743</u>	<u>241,337</u>	<u>-</u>	<u>1,035</u>	<u>1,281,636</u>
Excess (deficiency) of receipts over disbursements	<u>-</u>	<u>(39,541)</u>	<u>2,000</u>	<u>1,115</u>	<u>(87,163)</u>
Cash and investments - ending	<u>\$ -</u>	<u>\$ 395,579</u>	<u>\$ 18,757</u>	<u>\$ 22,144</u>	<u>\$ 966,672</u>

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

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	RAINY DAY	CCI CUM CAP IMP - CIG TAX	COUNTY ECONOMIC DEV INCOME TAX (CREDIT)	AMERICAN RESCUE PLAN
Cash and investments - beginning	\$ 70,833	\$ 176,363	\$ 24,027	\$ 13,264	\$ 8,999	\$ 74,826	\$ -
Receipts:							
Taxes	76,157	46,676	-	-	-	-	-
Licenses and permits	872	-	-	-	-	-	-
Intergovernmental receipts	47,259	24,546	6,318	-	705	12,519	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	4,891	-	-	10,947	-	-	85,681
Total receipts	129,179	71,222	6,318	10,947	705	12,519	85,681
Disbursements:							
Personal services	28,728	13,049	-	-	-	-	-
Supplies	4,066	2,896	-	-	-	-	-
Other services and charges	53,305	65,528	-	-	-	-	65,904
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	4,500	15	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	39	-	-	-	-	-	-
Total disbursements	90,638	81,488	-	-	-	-	65,904
Excess (deficiency) of receipts over disbursements	38,541	(10,266)	6,318	10,947	705	12,519	19,777
Cash and investments - ending	\$ 109,374	\$ 166,097	\$ 30,345	\$ 24,211	\$ 9,704	\$ 87,345	\$ 19,777

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

	FIRE	FIRE DONATION	SEWAGE UTILITY OPERATING	SEWAGE UTL BOND & INT	SEWAGE UTL DEPRECIATION	SEWAGE UTL DEBT SERVICE RESERVE
Cash and investments - beginning	\$ 22,530	\$ 62,569	\$ 19,569	\$ 30,118	\$ 1,000	\$ 26,094
Receipts:						
Taxes	13,648	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	347	-	-	-	-	-
Charges for services	10,000	-	-	-	-	-
Utility fees	-	-	282,331	-	-	-
Penalties	-	-	5,500	-	-	-
Other receipts	67,511	38,753	4,535	12,000	8,282	80,103
Total receipts	<u>91,506</u>	<u>38,753</u>	<u>292,366</u>	<u>12,000</u>	<u>8,282</u>	<u>80,103</u>
Disbursements:						
Personal services	7,340	-	28,446	-	-	-
Supplies	1,391	-	-	-	-	-
Other services and charges	82,475	43,912	-	-	-	-
Debt service - principal and interest	-	-	-	42,113	-	106,095
Capital outlay	1,870	-	-	-	-	-
Utility operating expenses	-	-	162,200	-	-	-
Other disbursements	-	-	113,487	-	-	-
Total disbursements	<u>93,076</u>	<u>43,912</u>	<u>304,133</u>	<u>42,113</u>	<u>-</u>	<u>106,095</u>
Excess (deficiency) of receipts over disbursements	<u>(1,570)</u>	<u>(5,159)</u>	<u>(11,767)</u>	<u>(30,113)</u>	<u>8,282</u>	<u>(25,992)</u>
Cash and investments - ending	<u>\$ 20,960</u>	<u>\$ 57,410</u>	<u>\$ 7,802</u>	<u>\$ 5</u>	<u>\$ 9,282</u>	<u>\$ 102</u>

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

	WATER CASH RESERVE	WATER UTILITY OPERATING	WATER UTL DEPRECIATION	WATER UTL METER DEPOSIT	Totals
Cash and investments - beginning	\$ -	\$ 395,579	\$ 18,757	\$ 22,144	\$ 966,672
Receipts:					
Taxes	-	10,025	-	-	146,506
Licenses and permits	-	-	-	-	872
Intergovernmental receipts	-	-	-	-	91,694
Charges for services	-	-	-	-	10,000
Utility fees	-	161,139	-	2,050	445,520
Penalties	-	1,364	-	-	6,864
Other receipts	55,743	32,208	1,000	125	401,779
Total receipts	55,743	204,736	1,000	2,175	1,103,235
Disbursements:					
Personal services	-	44,748	-	-	122,311
Supplies	-	-	-	-	8,353
Other services and charges	-	2,627	-	-	313,751
Debt service - principal and interest	-	-	-	-	148,208
Capital outlay	-	-	-	-	6,385
Utility operating expenses	-	119,224	-	-	281,424
Other disbursements	-	20,849	-	1,050	135,425
Total disbursements	-	187,448	-	1,050	1,015,857
Excess (deficiency) of receipts over disbursements	55,743	17,288	1,000	1,125	87,378
Cash and investments - ending	\$ 55,743	\$ 412,867	\$ 19,757	\$ 23,269	\$ 1,054,050

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

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	RAINY DAY	CCI CUM CAP IMP - CIG TAX	COUNTY ECONOMIC DEV INCOME TAX (CEDIT)	AMERICAN RESCUE PLAN
Cash and investments - beginning	\$ 109,374	\$ 166,097	\$ 30,345	\$ 24,211	\$ 9,704	\$ 87,345	\$ 19,777
Receipts:							
Taxes	61,323	48,545	-	-	-	-	-
Licenses and permits	525	-	-	-	-	-	-
Intergovernmental receipts	47,764	37,383	7,659	-	1,437	12,573	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	6,148	-	-	10,165	-	-	86,329
Total receipts	<u>115,760</u>	<u>85,928</u>	<u>7,659</u>	<u>10,165</u>	<u>1,437</u>	<u>12,573</u>	<u>86,329</u>
Disbursements:							
Personal services	31,064	12,476	-	-	-	-	-
Supplies	1,687	4,228	-	-	-	-	-
Other services and charges	59,582	108,077	-	-	-	-	106,106
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	5,050	4,433	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	5,507	-	-	-	-	-	-
Total disbursements	<u>102,890</u>	<u>129,214</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>106,106</u>
Excess (deficiency) of receipts over disbursements	<u>12,870</u>	<u>(43,286)</u>	<u>7,659</u>	<u>10,165</u>	<u>1,437</u>	<u>12,573</u>	<u>(19,777)</u>
Cash and investments - ending	\$ <u>122,244</u>	\$ <u>122,811</u>	\$ <u>38,004</u>	\$ <u>34,376</u>	\$ <u>11,141</u>	\$ <u>99,918</u>	\$ <u>-</u>

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

	FIRE	FIRE DONATION	SEWAGE UTILITY OPERATING	SEWAGE UTL BOND & INT	SEWAGE UTL DEPRECIATION	SEWAGE UTL DEBT SERVICE RESERVE
Cash and investments - beginning	\$ 20,960	\$ 57,410	\$ 7,802	\$ 5	\$ 9,282	\$ 102
Receipts:						
Taxes	29,559	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	774	-	-	-	-	-
Charges for services	10,000	-	-	-	-	-
Utility fees	-	-	284,772	-	-	-
Penalties	-	-	3,169	-	-	-
Other receipts	2,841	204,825	70	12,000	1,000	96,000
Total receipts	<u>43,174</u>	<u>204,825</u>	<u>288,011</u>	<u>12,000</u>	<u>1,000</u>	<u>96,000</u>
Disbursements:						
Personal services	8,065	-	29,354	-	-	-
Supplies	1,857	-	-	-	-	-
Other services and charges	17,610	206,174	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	9,483
Capital outlay	1,301	-	-	-	-	-
Utility operating expenses	-	-	152,443	-	-	-
Other disbursements	-	-	111,338	-	1,000	-
Total disbursements	<u>28,833</u>	<u>206,174</u>	<u>293,135</u>	<u>-</u>	<u>1,000</u>	<u>9,483</u>
Excess (deficiency) of receipts over disbursements	<u>14,341</u>	<u>(1,349)</u>	<u>(5,124)</u>	<u>12,000</u>	<u>-</u>	<u>86,517</u>
Cash and investments - ending	<u>\$ 35,301</u>	<u>\$ 56,061</u>	<u>\$ 2,678</u>	<u>\$ 12,005</u>	<u>\$ 9,282</u>	<u>\$ 86,619</u>

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

	WATER CASH RESERVE	WATER UTILITY OPERATING	WATER UTL DEPRECIATION	WATER UTL METER DEPOSIT	Totals
Cash and investments - beginning	\$ 55,743	\$ 412,867	\$ 19,757	\$ 23,269	\$ 1,054,050
Receipts:					
Taxes	-	9,956	-	-	149,383
Licenses and permits	-	-	-	-	525
Intergovernmental receipts	-	-	-	-	107,590
Charges for services	-	-	-	-	10,000
Utility fees	-	162,159	-	1,900	448,831
Penalties	-	1,296	-	-	4,465
Other receipts	-	26,844	1,000	1,719	448,941
Total receipts	-	200,255	1,000	3,619	1,169,735
Disbursements:					
Personal services	-	41,588	-	-	122,547
Supplies	-	-	-	-	7,772
Other services and charges	-	3,684	-	-	501,233
Debt service - principal and interest	-	-	-	-	9,483
Capital outlay	-	-	-	-	10,784
Utility operating expenses	-	149,770	-	-	302,213
Other disbursements	-	22,181	1,000	945	141,971
Total disbursements	-	217,223	1,000	945	1,096,003
Excess (deficiency) of receipts over disbursements	-	(16,968)	-	2,674	73,732
Cash and investments - ending	\$ 55,743	\$ 395,899	\$ 19,757	\$ 25,943	\$ 1,127,782

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OTHER INFORMATION

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 10,296	\$ 10,184
Wastewater	61,510	33,954
Water	<u>13,360</u>	<u>18,434</u>
Totals	<u>\$ 85,166</u>	<u>\$ 62,572</u>

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

Description of Debt		Ending Principal Balance	Principal Due Within One Year
Type	Purpose		
Wastewater:			
Sewage Works Revenue Bonds, Series 2018	wastewater	\$ 251,000	\$ 38,000
General obligation bonds	wastewater	107,000	4,000
Revenue bonds	wastewater	<u>551,000</u>	<u>25,000</u>
Total Wastewater		<u>909,000</u>	<u>67,000</u>
Totals		<u>\$ 658,000</u>	<u>\$ 29,000</u>

TOWN OF MONTGOMERY
 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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 25,000
Buildings	87,517
Machinery, equipment, and vehicles	<u>684,745</u>
Total governmental activities	<u>797,262</u>
Wastewater:	
Land	17,000
Buildings	910,584
Improvements other than buildings	1,120,907
Machinery, equipment, and vehicles	<u>28,153</u>
Total Wastewater	<u>2,076,644</u>
Water:	
Land	64,000
Buildings	499,943
Improvements other than buildings	984,378
Machinery, equipment, and vehicles	<u>74,997</u>
Total Water	<u>1,623,318</u>
Total capital assets	<u>\$ 4,497,224</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/>.