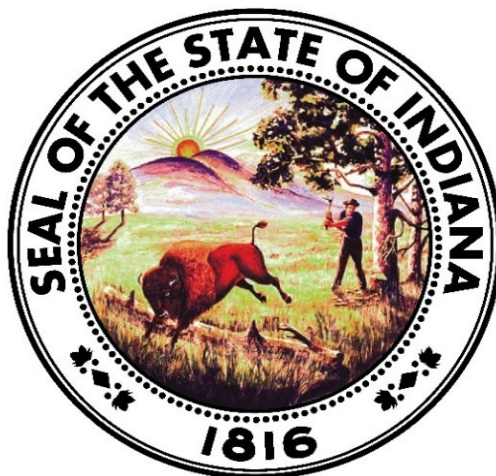


STATE BOARD OF ACCOUNTS
302 West Washington Street
Room E418
INDIANAPOLIS, INDIANA 46204-2769

FINANCIAL STATEMENT AND
FEDERAL COMPLIANCE AUDIT REPORT
OF

CITY OF JEFFERSONVILLE
CLARK COUNTY, INDIANA

January 1, 2023 to December 31, 2023



FILED
10/23/2024



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
302 WEST WASHINGTON STREET
ROOM E418
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

October 23, 2024

To: The Officials of the City of Jeffersonville
City of Jeffersonville
Clark County, Indiana

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of the City of Jeffersonville. We have reviewed the audit report opined upon by Crowe LLP, Independent Public Accountants, for the period January 1, 2023 to December 31, 2023. Per the *Independent Auditor's Report*, the financial statements included in the report present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We call your attention to the finding in the report. The finding appears on pages 11 and 12 of the Single Audit Report, which is included after the Financial Report. Please see the Schedule of Findings and Questioned Costs for complete details related to the finding. Management's Corrective Action Plan appears on page 14 of the Single Audit Report.

In our opinion, Crowe LLP prepared the audit report in accordance with the guidelines established by the Indiana State Board of Accounts.

In addition to the report presented herein, a Supplemental Audit Report for the City of Jeffersonville was prepared in accordance with the guidelines established by the Indiana State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

A handwritten signature in black ink that reads "Tammy R. White". The signature is written in a cursive, flowing style.

Tammy R. White, CPA
Deputy State Examiner

Annual Financial Report

FOR CALENDAR YEAR 2023



City of
Jeffersonville
INDIANA



THIS PAGE IS INTENTIONALLY LEFT BLANK

TABLE OF CONTENTS

ANNUAL FINANCIAL REPORT / JEFFERSONVILLE, INDIANA

Title Page	I
Table of Contents.....	III
Schedule of Officials (Unaudited)	V
Independent Auditor's Report	VI

Financial Section

Management's Discussion and Analysis.....	1
Basic Financial Statement	
Government-wide Statements of Net Position.....	10
Government-wide Statements of Activities.....	12
Fund Financial Statement	
Balance Sheet - Governmental Funds.....	13
Reconciliation of The Balance Sheet	14
Statement of Revenues, Expenditures and Changes in Fund Balances - Governmental Funds.....	15
The Reconciliation of Revenues, Expenditures, and Changes in Fund Balance	16
Proprietary Fund Statements	
Statement of Net Position	17
Statement of Revenues, Expenses, and Changes in Net Position	18
Statement of Cash Flows.....	19
Fiduciary Fund Statements	
Statement of Fiduciary Net Position.....	20
Statement of Changes in Fiduciary Net Position	21
Notes to the Financial Statements	22

Required Supplementary Information

Individual Fund Schedules of Revenues, Expenditures, and Changes in Fund Balances	
Non-GAAP Budgetary Comparison Schedule - General Fund.....	75
Required Supplementary Information	
Schedule of the City's Proportionate Share of the Net Pension Liability Public Employees' Retirement Fund	79
Schedule of City Contributions Public Employees' Retirement Fund.....	80
Schedule of the City's Proportionate Share of the Net Pension Liability Police Officers' 1977 Fund.....	81
Schedule of City Contributions Police Officers' 1977 Fund	82
Schedule of the City's Proportionate Share of the Net Pension Liability Firefighters' 1977 Fund	83

TABLE OF CONTENTS

ANNUAL FINANCIAL REPORT / JEFFERSONVILLE, INDIANA

Schedule of City Contributions Firefighters' 1977 Fund.....	84
Schedule of Changes in Net Pension Liability and Related Ratios - 1925 Police and 1937 Fire	85
Schedule of Changes in the City's Net Pension Liability and Related Ratios - 1925 Police and 1937 Fire	86
Schedule of Contributions - 1925 Police and 1937 Fire.....	87
Schedule of Investment Returns - 1925 Police and 1937 Fire	88
Schedule of Changes in the City's Total OPEB Liability and Related Ratios	89
Notes to Required Supplementary Information.....	90

Supplementary Information

Combining Statements

Combining Balance Sheet - Nonmajor Governmental Funds	95
Combining Statement of Revenues, Expenditures and Changes in Fund Balances-Nonmajor Governmental Funds.....	96

Combining Balance Sheet - Nonmajor Governmental Funds

Combining Balance Sheet - Nonmajor Governmental Funds, Special Revenue.....	97
Combining Balance Sheet - Nonmajor Governmental Funds, Debt Service.....	104
Combining Balance Sheet - Nonmajor Governmental Funds, Capital Projects	107

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds

Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds, Special Revenue.....	111
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds, Debt Service	118
Combining Statement of Revenues, Expenditures, and Changes in Fund Balances - Nonmajor Governmental Funds, Capital Projects.....	121

Pension Trust Funds

Statement of Fiduciary Net Position – Fiduciary Funds	125
Combining Statement of Changes in Fiduciary Net Position	126

Pension Trust Funds

Statement of Fiduciary Net Position – Fiduciary Funds	127
Combining Statement of Changes in Fiduciary Net Position	128

**Schedule of Officials (Unaudited)
December 31, 2023**

Office	Official	Term
City Controller	Heather Metcalf	01-01-23 to 12-31-23
Mayor	Mike Moore	01-01-23 to 12-31-23
President of the Board of Public Works and Safety	Mike Moore	01-01-23 to 12-31-23
President of the Common Council	Matt Owen	01-01-23 to 12-31-23



Crowe LLP
Independent Member Crowe Global

INDEPENDENT AUDITOR'S REPORT

Those Charged with Governance
City of Jeffersonville
Jeffersonville, Indiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of each governmental major fund, and we were engaged to audit the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Jeffersonville (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2023, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

Basis for 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 audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). 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 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.

Emphasis of Matter

As discussed in Note 3I to the financial statements, management of the City restated net position as of January 1, 2023 during the current year to properly account for capital assets and accumulated depreciation. The restatement impacted the Governmental Activities, Business-Type Activities, and the Wastewater Utility and Stormwater Utility Enterprise Funds.

Our opinions are not modified with respect to this matter.

(Continued)

1.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

In preparing the financial statements, management is required to evaluate whether 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 twelve months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

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 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 made by a reasonable user based on the financial statements.

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 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 City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates 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 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.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, Non-GAAP Budgetary Comparison Schedule – General Fund Schedule, Schedule of the City's Proportionate Share of the Net Pension Liability Public Employee's Retirement Fund, Schedule of City Contributions Public Employee's Retirement Fund, Schedule of the City's Proportionate Share of the Net Pension Liability Police Officers' 1977 Fund, Schedule of City Contributions Police Officers' 1977 Fund, Schedule of the City's Proportionate Share of the Net Pension Liability Firefighters' 1977 Fund, Schedule of City's Contributions Firefighters' 1977 Fund, Schedule of Changes in Net Pension Liability and Related Ratios – 1925 Police and 1937 Fire, Schedule of Changes in the City's Net Pension Liability and

(Continued)

Related Ratios – 1925 Police and 1937 Fire, Schedule of Contributions – 1925 Police and 1937 Fire, Schedule of Investment Returns – 1925 Police and 1937 Fire, and Schedule of Changes in the City’s Total OPEB Liability and Related Ratios, and 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 the Governmental Accounting Standards Board 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.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City’s basic financial statements. The combining nonmajor fund financial statements and the combining fiduciary fund financial statements are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining nonmajor fund financial statements and the combining fiduciary fund financial statements are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises the schedule of officials and state reporting information 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 conclude 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 September 30, 2024 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.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
September 30, 2024



THIS PAGE IS INTENTIONALLY LEFT BLANK

FINANCIAL SECTION



Photos courtesy of Andy Crouch

Management's Discussion and Analysis

As management of City of Jeffersonville, Indiana, ("the City"), we offer readers of the City's financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended December 31, 2023. All amounts, unless otherwise indicated, are expressed in thousands of dollars.

Financial Highlights

- The assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$323,924,438 (net position).
- The City's total net position increased by \$37,621,143 as compared to the 2022 total net position.
- As of the close of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$79,132,992 a decrease of \$1,660,070 in comparison with the prior year. Approximately 18% of the total amount in the combined ending fund balances, \$13,592,204 is available for spending at the government's discretion (unassigned fund balance).
- At the end of the current fiscal year, the fund balance for the general fund was \$14,275,294 which represented 36.1 percent of total general fund expenditures, excluding transfers out.
- The City's Governmental activities total bond and loan related debt decreased by \$4,871,001 during the current fiscal year. The net change was the result of principal payments on existing debt of \$5,732,481, amortization of bond premiums for revenue bonds of \$94,786, and a new loan in the amount of \$956,266.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the basic financial statements. The basic financial statements are comprised of three components: 1) government-wide financial statements, 2) fund financial statements and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide financial statements. The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to private-sector business.

The statement of net position presents information on all the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net position may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in the future fiscal periods (e.g., uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets and culture and recreation, urban redevelopment and debt service.

The government-wide financial statements can be found on pages 10 - 12 of this report.

Fund financial statements. A fund is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All the funds of the City can be divided into three categories: governmental funds, proprietary funds and fiduciary funds.

Governmental funds. Governmental funds are used to account for essentially the same functions reported as governmental activities in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on near-term inflows and outflows of spendable resources, as well as on balances of spendable resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for governmental funds with similar information presented for governmental activities in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures and changes in fund balances provide a reconciliation to facilitate this comparison between governmental funds and governmental activities.

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures and changes in fund balances for the General Fund and the Inner City TIF Fund which are considered to be major funds. Data for the remaining City governmental funds are combined into a single, aggregated presentation. Individual fund data for non-major governmental funds is provided in the form of combining statements elsewhere in the report. The City adopts an annual appropriated budget for its general fund, certain special revenue funds, debt service funds and certain capital projects funds. Budgetary comparison schedules have been provided for the general fund and major special revenues funds in the required supplementary information.

The governmental fund financial statements can be found on pages 13 - 16 of this report.

Proprietary funds. The City maintains two types of proprietary funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for wastewater and stormwater operations. Internal service funds are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City uses the internal service fund to account for health insurance/flexible spending. Because these services benefit the governmental-type functions, they have been included within the governmental activities on the Statement of Net Position in the government-wide financial statements.

The basic proprietary fund financial statements can be found on pages 17 - 19 of this report.

Fiduciary funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statement because the resources of those are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. Fiduciary funds include pension trust and custodial funds.

The basic fiduciary fund financial statements can be found on pages 20 - 21 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 22 - 73 of this report.

Other Information. In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budgets for its major funds as well as a reconciliation between the budget schedules and fund financial statements. In addition, the City's funding progress for its obligation to provide pension and other post-employment benefits to certain employees is included as supplementary information. Required supplementary information can be found on pages 75 - 92 of this report.

The combining statements referred to earlier in connection with non-major governmental funds are presented immediately following the required supplementary information on budgets. Combining and individual fund statements and schedules can be found on pages 95 - 128 of this report.

Government-Wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of government's financial position. In the case of the City, assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$323,924,438.

The largest portion, \$245,485,139 of the City's net position reflects the net investment in capital assets (e.g., land, buildings, machinery, equipment and infrastructure); less any related debt used to acquire those assets that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The restricted portion of net position, which totals \$103,798,402 represents funds available for spending but which the use of has been restricted to a particular purpose.

This portion is restricted for public safety, highways and streets, health and welfare, general government, economic development, and debt service activities.

The following table reflects the condensed statement of City net position:

Jeffersonville, Indiana Net Position

	2023			2022		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Current and other assets	\$ 119,351,475	\$ 56,957,845	\$ 176,309,320	\$ 119,145,568	\$ 57,901,034	\$ 177,046,602
Capital assets	122,288,969	236,646,193	358,935,162	247,003,224	167,709,470	414,712,694
Total assets	241,640,444	293,604,038	535,244,482	366,148,792	225,610,504	591,759,296
Deferred Outflows of resources	23,043,263	6,393,274	29,436,537	20,143,636	4,568,445	24,712,081
Long-term liabilities	88,437,227	107,256,444	195,693,671	87,644,456	117,774,334	205,418,790
Other liabilities	3,976,712	1,879,089	5,855,801	2,633,594	7,250,453	9,884,047
Total liabilities	92,413,939	109,135,533	201,549,472	90,278,050	125,024,787	215,302,837
Deferred Inflows of resources	36,138,669	3,068,440	39,207,109	38,041,150	2,785,567	40,826,717
Net investment in capital assets	99,113,538	146,371,601	245,485,139	218,998,422	76,693,138	295,691,560
Restricted net position	60,461,502	43,336,900	103,798,402	64,288,039	44,307,855	108,595,894
Unrestricted net position	(23,443,941)	(1,915,162)	(25,359,103)	(25,313,233)	(18,632,398)	(43,945,631)
Total net position	\$ 136,131,099	\$ 187,793,339	\$ 323,924,438	\$ 257,973,228	\$ 102,368,595	\$ 360,341,823

The remaining balance of unrestricted net position may be used to meet the government's ongoing obligations to citizens and creditors. A negative balance for unrestricted net position is more common for units of government like the City that utilize pay as you go policies for long-term debt, pensions and other post-employment benefits rather than accumulating assets in advance.

**Jeffersonville, Indiana
Governmental Activities**

The following table provides a comparative summary of changes in net position for the City.

	2023			2022		
	Governmental Activities	Business-Type Activities	Total	Governmental Activities	Business-Type Activities	Total
Revenues:						
Program revenues:						
Charges for services	\$ 2,895,044	\$ 27,919,194	\$ 30,814,238	\$ 3,069,131	\$ 27,352,957	\$ 30,422,088
Operating grants and contributions	897,293	-	897,293	238,887	-	238,887
Capital Grants and Contributions	160,857	26,004,153	26,165,010	1,500,523	-	1,500,523
General revenues:						
General property taxes	50,625,694	-	50,625,694	46,229,600	-	46,229,600
Income Taxes	16,965,002	-	16,965,002	16,208,374	-	16,208,374
State government shared revenues	5,767,294	-	5,767,294	5,536,570	-	5,536,570
Investment earnings	1,841,734	1,988,878	3,830,612	518,408	452,736	971,144
Other financing sources	885,722	2,645,165	3,530,887	927,925	238,407	1,166,332
Proceeds of general capital asset disposal	68,644	177,726	246,370	191,799	215,977	407,776
Other	313,483	-	313,483	231,619	-	231,619
Total revenues	80,420,767	58,735,116	139,155,883	74,652,836	28,260,077	102,912,913
Expenses:						
General Government	11,744,333	-	11,744,333	14,474,414	-	14,474,414
Public Safety	30,561,902	-	30,561,902	19,478,088	-	19,478,088
Culture and Recreation	6,696,203	-	6,696,203	6,826,797	-	6,826,797
Health and Welfare	1,226,755	-	1,226,755	922,856	-	922,856
Highway & Streets	7,686,459	-	7,686,459	12,165,659	-	12,165,659
Sanitation	2,778,842	-	2,778,842	2,361,743	-	2,361,743
Economic Development	12,272,692	-	12,272,692	3,261,677	-	3,261,677
Interest paid on debt	678,180	-	678,180	773,721	-	773,721
Waste Water	-	23,257,486	23,257,486	-	27,945,043	27,945,043
Storm Water	-	4,631,885	4,631,885	-	4,050,691	4,050,691
Total expenses	73,645,366	27,889,371	101,534,737	60,264,955	31,995,734	92,260,689
Change in net position	6,775,401	30,845,745	37,621,146	14,387,881	(3,735,657)	10,652,224
Net position-beginning	254,810,105	69,778,649	324,588,754	243,585,347	106,104,252	349,689,599
Prior period adjustments	(125,454,407)	87,168,948	(38,285,459)	-	-	-
Net Position - Beginning Balance as restated	129,355,698	156,947,597	286,303,295	243,585,347	106,104,252	349,689,599
Net position at December 31	\$ 136,131,099	\$ 187,793,342	\$ 323,924,441	\$ 257,973,228	\$ 102,368,595	\$ 360,341,823

The City's net position from governmental activities increased by \$6,775,401 in 2023, over the net position of 2022. The City's net position from Business-type activities increased by \$30,845,742 in 2023, over the net position of 2022. The presentation of 2022 activity has not been changed to reflect the restatement of net position for capital assets. Notable revenues and expenses in 2023 include the following:

- Charges for services totaled \$2,895,044 from the following functions: General Government of \$1,474,345; Culture and Recreation of \$815,669; Health and Welfare of \$307,882; Sanitation of \$127,747; Economic Development of \$68,665; Public Safety of \$63,491; Highway and Streets of \$37,245.
- Operating grants and contributions totaled \$897,293 from the following functions: Public Safety of \$697,473; Economic Development of \$128,212; Culture and Recreation of \$54,690; Health and Welfare of \$16,918.
- Property tax revenue and income tax revenue of \$50,625,694 and \$16,965,002 respectively.
- Public Safety expenses were \$30,561,902; Economic Development expenses were \$12,272,692; General Government expenses were \$11,744,333; Highway and Streets expenses were \$7,686,459; Culture and Recreation

expenses were \$6,696,203; Sanitation expenses were \$2,778,842; Health and Welfare expenses were \$1,226,755; Interest Paid on Debt expenses were \$678,180

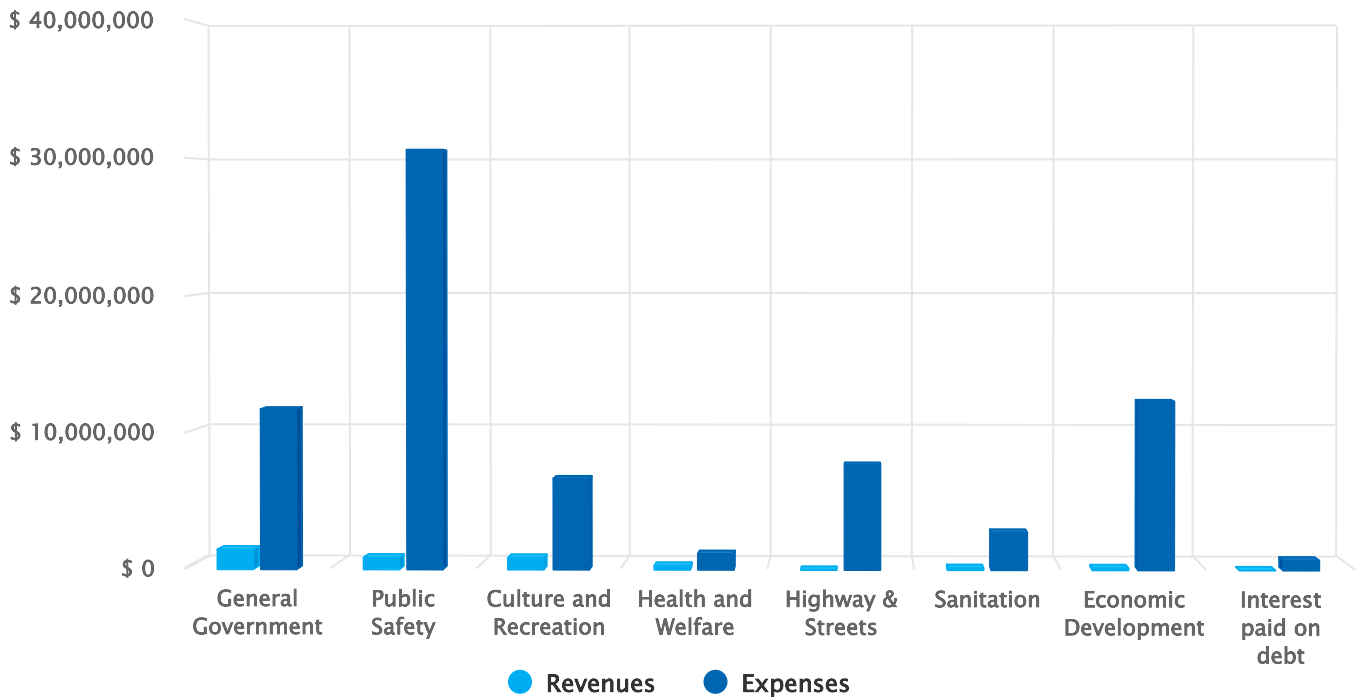
The City's cash and investments declined to 132,678,280 from \$138,428,707 at December 31, 2022. The City's property tax rate for 2023 decreased to \$1.3274 from \$1.4808 in 2022, per \$100 of assessed value for the Jeffersonville Civil City.

The following displays the Expenses and Program Revenues of the City's governmental activities:

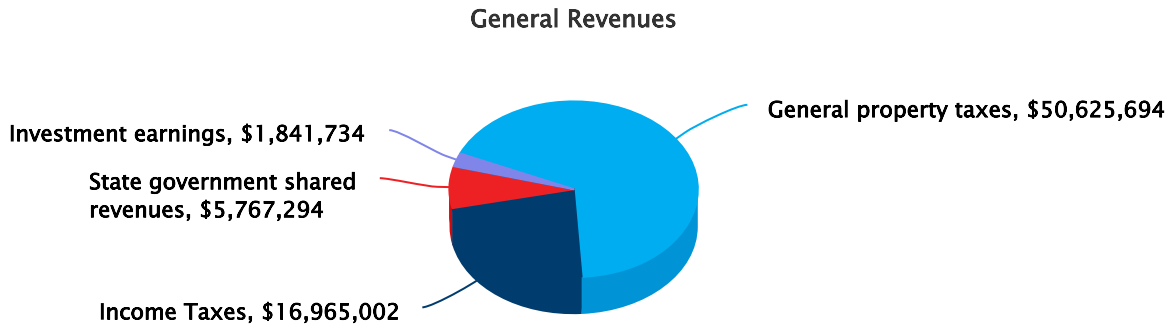
Program Revenue and Expenses - Governmental Activities

Taxes, as in prior years, were the City's major source of revenue supporting its activities, primarily in the area of public safety, health and welfare and general government. Other sources of revenue consisted primarily of unrestricted investment earnings and miscellaneous revenue. The following table displays program revenues as compared to program expenses. Deficits in programs are made up by general revenues.

Expenses & Program Revenues – Governmental Activities

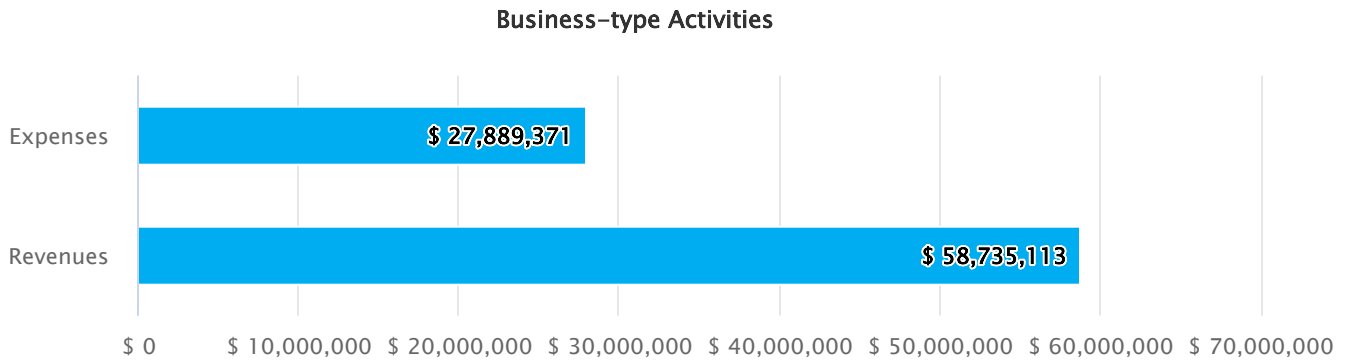


The following displays the General Revenues by source for the City’s governmental activities. General revenues are used to help offset funding shortfalls related to governmental functions detailed in the preceding graph:



Business-type Activities

Business-type activities resulted in an increased net position of \$30,845,742 in 2023. The following displays the Expenses and Revenues of the City’s business-type activities.



Financial Analysis of the Government's Funds

As noted earlier, the City uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

Governmental funds. The focus of the City's governmental funds is to provide information on near-term inflows, outflows and balances of spendable resources. Such information is useful to assess the City's financial requirements. Unassigned fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

Fund balances are the differences between assets and liabilities in a governmental fund. The nonspendable fund balance includes amounts that are not in spendable form or amounts that are required to be maintained intact. Restricted fund balance includes amounts that can be spent only for the specific purposes stipulated by external providers, such as grant providers or bondholders, as well as amounts that are restricted constitutionally or through legislation. Committed fund balance includes amounts that can be used only for the specific purposes that are determined by a formal action of the government's highest level of decision-making authority. Assigned fund balance applies to amounts that are intended for specific purposes as expressed by governing body or authorized official and applies to remaining resources in any governmental fund other than the general fund. Unassigned fund balances include all amounts not contained in other classifications for the general fund and deficit fund balances in any other governmental fund.

As of the end of the current fiscal year, the City's governmental funds reported combined ending fund balances of \$79,132,992 a decrease of \$1,660,070 in comparison with the prior year. The fund balance has restricted fund balance of \$60,773,107, committed fund balance of \$4,155,057, assigned fund balance of \$612,624, unassigned fund balance of \$13,592,204.

The general fund is the chief operating fund of the City. At the end of the current fiscal year, unassigned fund balance of the general fund was \$13,662,670. As a measure of the general fund's liquidity, it may be useful to compare both unassigned fund balance to total expenditures of \$39,583,056 excluding transfers. Unassigned fund balance represents approximately 35 percent of total general fund expenditures.

The fund balance of the City general fund had a decrease of \$1,916,319 during the current fiscal year. Key factors in this decrease are as follows:

- Expenditures exceeded revenues by \$1,357,969 excluding other financing sources and uses. Fund balance was reduced of \$627,000 due to transfers to other funds.
- Major revenues include property taxes of \$22,633,333, income taxes of \$10,567,979, other of \$1,893,945, intergovernmental of \$1,675,709, licenses and permits of \$1,231,463, charges for services of \$222,658.
- Major expenditures include public safety of \$22,688,846, general government of \$15,824,676, health and welfare of \$1,031,834 in 2023.

General Fund Budgetary Highlights

The City submits annual budgets to align planned spending with available revenues to ensure operational accountability over City resources. This process correlates with longer term fiscal planning to help ensure that the City can continue to provide services in all economic conditions. Assumptions used at the time of budget adoption are adjusted during the ensuing year through additional appropriations or budget reductions as circumstances dictate.

Differences between the original budget and the final budget included an increase in budgeted expenses of \$9,392,240 and a decrease of other financing uses of \$7,000,000. The final budget projected a decrease in fund balance for the general fund of \$2,392,233 and summarized below:

- The final budget revenues for 2023 was \$39,326,990.
- The final budget expenditures for 2023 was \$41,092,223.
- The final budget for other financing uses for 2023 was \$627,000.

Capital Asset and Debt Administration

Capital assets. The City's investment in capital assets for its governmental activities and business-type activities as of December 31, 2023 amounts to \$122,288,969 and \$236,646,193 respectively (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment and infrastructure.

Major capital asset events during the current fiscal year included the following:

- Construction in progress expenditures totaling \$417,654 during 2023 related to projects for sidewalks, Charlestown Pike, and a park pavilion for Governmental Activities.
- Construction in progress expenditures for the Wastewater Utility of \$19,105,940 are for downtown wastewater treatment facility additions, north wastewater treatment facility expansion, other infrastructure projects, maintenance and equipment.
- Completed projects include various road projects and other wastewater infrastructure projects.

The following table displays the City's capital assets.

Jeffersonville, Indiana Capital Assets

	Governmental Activities	Business-type Activities	Total
Land	\$ 24,944,314	\$ 5,264,286	\$ 30,208,600
Construction in progress	417,654	21,986,428	22,404,082
Buildings	37,904,480	9,826,606	47,731,086
Improvements	13,384,066	278,844	13,662,910
Infrastructure	77,105,285	335,350,477	412,455,762
Machinery and equipment	23,300,108	7,989,896	31,290,004
Other Non-Depreciable Assets	928,011	-	928,011
Total capital assets	177,983,918	380,696,537	558,680,455
Accumulated depreciation	55,694,949	144,050,344	199,745,293
Net capital assets	\$ 122,288,969	\$ 236,646,193	\$ 358,935,162

Long-term obligations. At the end of the current fiscal year, the City had outstanding total long-term debt related liabilities (net of unamortized premiums and discounts) of \$81,975,276 related to governmental activities and \$100,734,862 related to business-type activities. Of this amount, \$8,795,712 relates to revenue bonds \$9,930,101 related to tif bonds for governmental activities and \$86,004,755 relates to revenue bonds for the business-type activities.

The remainder of the City's long-term obligations consist of \$38,049,549 related to net pension liability, \$21,263,238 related to other postemployment benefits, \$4,864,624 related to compensated absences, \$707,052 related to loans payable for governmental activities; \$11,994,578 related to other postemployment benefits, \$2,479,534 related to net pension liability, \$255,995 related to compensated absences for business-type activities. The following table reflects the City's long-term obligations:

	Governmental Activities	Business-type Activities	Total
TIF bonds	\$ 9,930,101	\$ -	\$ 9,930,101
Revenue bonds	12,255,712	91,479,755	103,735,467
Sub-total	22,185,813	91,479,755	113,665,568
Compensated absences	5,906,385	270,089	6,176,474
Loans payable	1,006,747	-	1,006,747
Other postemployment benefits	21,263,238	11,994,578	33,257,816
Net pension liability	38,049,549	2,479,534	40,529,083
Sub-total	66,225,919	14,744,201	80,970,120
Less current portion	(6,436,456)	(5,489,094)	(11,925,550)
Total long-term obligations	\$ 81,975,276	\$ 100,734,862	\$ 182,710,138

Additional information of the City's long-term debt can be found on pages 41 - 46 in Notes to the Financial Statements of this report.

Economic Factors and Next Year's Budget and Rates

- The 2023 tax rates for the City of Jeffersonville decreased from \$1.4808 in 2022 to a rate of \$1.3274 per \$100 in assessed value. Overall the City's assessed value increased by approximately 17 percent from 2022 to 2023.
- The City is continuing to see an increase in new building and development activity, an indicator that the current economic climate is good. As a result, prior estimates of growth in tax base and related property tax revenues were showing improvement when the 2023 budget was adopted.
- Property tax is the City's largest source of revenue. Local Income Tax (LIT) is the second largest source of the City's current governmental revenues. These funds are mainly used for operating expenses but can also be used for capital projects.
- State-wide property tax caps (based upon a percent of gross AV by property class) became effective in 2009. For the 2023 budget year, the loss to the City due to the caps is \$5,122,469 (up from \$4,856,516 for 2022). Expenditure restraints and revenue diversification have been used to offset this loss. As assessed value rises, the resulting tax rate will decrease easing the effects of the circuit breaker losses.

All the above factors were considered in preparing the City's budget for the 2023 calendar year.

Request for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the City of Jeffersonville, 500 Quartermaster Court, Suite 300, Jeffersonville, IN 47130.

**Jeffersonville, Indiana
Statement of Net Position
December 31, 2023**

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>	<u>Total</u>
Assets			
Current Assets:			
Cash and Cash Equivalents	\$ 36,873,671	\$ 5,300,437	\$ 42,174,108
Investments	40,312,700	1,285,468	41,598,168
Receivables			
Accounts	155,830	4,897,014	5,052,844
Taxes	34,647,262	-	34,647,262
Tax Liens	-	120,012	120,012
Intergovernmental	1,539,397	1,954,003	3,493,400
Prepaid expense	253,511	64,011	317,522
Restricted Assets:			
Bond and Interest Cash and Cash Equivalents	-	8,009,616	8,009,616
Debt Service Reserve Investments	-	8,340,307	8,340,307
Construction Cash and Cash Equivalents	-	15,185,895	15,185,895
Capacity Fee Cash and Cash Equivalents	-	9,497,550	9,497,550
Capacity Fee Current Investments	-	2,303,532	2,303,532
Cash and Cash Equivalents - Restricted for debt service	5,569,104	-	5,569,104
Noncurrent Assets:			
Capital Assets			
Land and Construction in Progress	26,289,979	27,250,714	53,540,693
Other Capital Assets, Net of Depreciation	95,998,990	209,395,479	305,394,469
Total Assets	<u>241,640,444</u>	<u>293,604,038</u>	<u>535,244,482</u>
Deferred Outflows Of Resources			
Deferred Amount on Refunding of Debt	42,624	1,005,224	1,047,848
Pension Related	15,461,114	1,135,009	16,596,123
OPEB Related	7,539,525	4,253,041	11,792,566
Total Deferred Outflows of Resources	<u>23,043,263</u>	<u>6,393,274</u>	<u>29,436,537</u>
Total Assets and Deferred Outflows	<u>264,683,707</u>	<u>299,997,312</u>	<u>564,681,019</u>

Jeffersonville, Indiana
Statement of Net Position
December 31, 2023

	Governmental Activities	Business-Type Activities	Total
Liabilities			
Accounts Payable	\$ 1,633,159	\$ 856,901	\$ 2,490,060
Wages and Benefits Payable	117,693	64,967	182,660
Accrued Interest Payable	311,605	957,221	1,268,826
Claims Payable	1,914,255	-	1,914,255
Noncurrent Liabilities			
Due Within One Year			
Retainage Payable	25,495	1,032,488	1,057,983
Revenue Bonds	3,460,000	5,475,000	8,935,000
TIF Bonds	1,635,000	-	1,635,000
Loans	299,695	-	299,695
Compensated Absences	1,041,761	14,094	1,055,855
Due In More Than One Year			
Revenue Bonds (Net Of Discounts, Premiums)	8,795,712	86,004,755	94,800,467
TIF Bonds (Net Of Discounts, Premiums)	8,295,101	-	8,295,101
Loans	707,052	-	707,052
Compensated Absences	4,864,624	255,995	5,120,619
Net Pension Liability	38,049,549	2,479,534	40,529,083
Total OPEB Liability	21,263,238	11,994,578	33,257,816
Total Liabilities	92,413,939	109,135,533	201,549,472
Deferred Inflows Of Resources			
Pension Related	295,419	24,045	319,464
OPEB Related	5,396,915	3,044,395	8,441,310
Unavailable Revenue	30,446,335	-	30,446,335
Total Deferred Inflows Of Resources	36,138,669	3,068,440	39,207,109
Net Position			
Net Investment In Capital Assets	99,113,538	146,371,601	245,485,139
Net Position - Restricted For			
Public Safety	2,256,091	-	2,256,091
Highways and Streets	1,709,308	-	1,709,308
Health and Welfare	1,422,601	-	1,422,601
General Government	575,083	-	575,083
Culture and Recreation	694,987	-	694,987
Economic Development	29,584,281	-	29,584,281
Capital Projects	18,961,653	-	18,961,653
Debt Service	5,257,498	16,349,923	21,607,421
Construction	-	26,986,977	26,986,977
Unrestricted	(23,443,941)	(1,915,162)	(25,359,103)
Total Net Position	136,131,099	187,793,339	323,924,438
Total Liabilities, Deferred Outflows, and Net Position	\$ 264,683,707	\$ 299,997,312	\$ 564,681,019

**Jeffersonville, Indiana
Statement of Activities
Year Ended December 31, 2023**

				Net (Expense) Revenue and Changes in Net Position			
				Primary Government			
	Expenses	Charges For Services	Program Revenues Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary Government							
Governmental Activities							
General Government	\$ 11,744,333	\$ 1,474,345	\$ -	\$ -	\$ (10,269,988)	\$ -	\$ (10,269,988)
Public Safety	30,561,902	63,491	697,473	129,656	(29,671,282)	-	(29,671,282)
Culture and Recreation	6,696,203	815,669	54,690	-	(5,825,844)	-	(5,825,844)
Health and Welfare	1,226,755	307,882	16,918	-	(901,955)	-	(901,955)
Highway and Streets	7,686,459	37,245	-	31,201	(7,618,013)	-	(7,618,013)
Sanitation	2,778,842	127,747	-	-	(2,651,095)	-	(2,651,095)
Economic Development	12,272,692	68,665	128,212	-	(12,075,815)	-	(12,075,815)
Interest Paid on Debt	678,180	-	-	-	(678,180)	-	(678,180)
Total Governmental Activities	73,645,366	2,895,044	897,293	160,857	(69,692,172)	-	(69,692,172)
Business-Type Activities							
Wastewater Utility	23,257,486	25,338,724	-	24,870,299	-	26,951,537	26,951,537
Stormwater Utility	4,631,885	2,580,470	-	1,133,854	-	(917,561)	(917,561)
Total Business-Type Activities	27,889,371	27,919,194	-	26,004,153	-	26,033,976	26,033,976
Total Primary Government	\$ 101,534,737	\$ 30,814,238	\$ 897,293	\$ 26,165,010	\$ (69,692,172)	\$ 26,033,976	\$ (43,658,196)
General Revenues							
General Property Taxes					50,625,694	-	50,625,694
Income Taxes					16,965,002	-	16,965,002
State Government Shared Revenues					5,767,294	-	5,767,294
Investment Earnings					1,841,734	1,988,878	3,830,612
Other Financing Sources					885,722	2,645,165	3,530,887
Proceeds of General Capital Asset Disposal					68,644	177,723	246,367
Contributions and Donations					313,483	-	313,483
Total General Revenues					76,467,573	4,811,766	81,279,339
Total Net Position - Beginning					257,973,228	102,368,595	360,341,823
Prior period adjustment (Note 3I)					(128,617,530)	54,579,002	(74,038,528)
Balance of January 1, 2023 as restated					129,355,698	156,947,597	286,303,295
Change in net position					6,775,401	30,845,742	37,621,143
Total Net Position - Ending					\$ 136,131,099	\$ 187,793,339	\$ 323,924,438

Balance Sheet
Governmental Funds For Jeffersonville, Indiana
December 31, 2023

	General	Inner City TIF Fund	Total Nonmajor Funds	Total Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 5,471,713	\$ 10,182,498	\$ 19,113,701	\$ 34,767,912
Investments	9,068,241	17,099,179	14,145,280	40,312,700
Receivables:				
Accounts	71,644	-	39,982	111,626
Taxes	27,470,254	-	7,177,007	34,647,261
Intergovernmental	721,926	-	817,471	1,539,397
Restricted Cash	-	-	5,569,104	5,569,104
Total Assets	\$ 42,803,778	\$ 27,281,677	\$ 46,862,545	\$ 116,948,000
Liabilities				
Accounts Payable	\$ 350,451	\$ 310,441	\$ 972,267	\$ 1,633,159
Wages and Benefits Payable	56,191	-	61,502	117,693
Total Liabilities	406,642	310,441	1,033,769	1,750,852
Deferred Inflows Of Resources				
Unavailable Revenue-Property Taxes and Settlements	28,121,843	-	7,942,313	36,064,156
Total Deferred Inflows Of Resources	28,121,843	-	7,942,313	36,064,156
Fund Balances				
Restricted	-	26,971,235	33,801,872	60,773,107
Committed	-	-	4,155,057	4,155,057
Assigned	612,624	-	-	612,624
Unassigned	13,662,670	-	(70,466)	13,592,204
Total Fund Balances	14,275,294	26,971,235	37,886,463	79,132,992
Total Liabilities, Deferred Inflows Of Resources, and Fund Balances	\$ 42,803,779	\$ 27,281,676	\$ 46,862,545	\$ 116,948,000

**Reconciliation of The Balance Sheet of Governmental Funds
To The Statement of Net Position For Jeffersonville, Indiana
December 31, 2023**

Fund balance - governmental funds		\$ 79,132,992
Amounts reported for governmental activities in the Statement of Net Position are different because		
Capital assets used in governmental activities are not financial resources and therefore, are not reported in the funds		
Land and construction in progress	\$ 26,289,979	
Other capital assets, net of depreciation	95,998,990	122,288,969
<hr/>		
Governmental Activities and internal service fund prepaids are not current financial resources and, therefore, are not reported in in the funds.		
Governmental Activities	\$ 240,970	
Internal Service Fund Activities	12,541	253,511
<hr/>		
Pension liability is not paid from current financial resources and, therefore, is not show in the funds.		
		(38,049,549)
Deferred outflows of resources on the loss on refunding of debt are not recognized in the governmental funds, but are recorded in the statement of net position		
		42,624
Deferred outflows of resources on pension related items are not recognized in the governmental funds, but are recorded in the statement of net position		
		15,461,114
Deferred inflows of resources on pension related items are not recognized in the governmental funds, but are recorded in the statement of net position		
		(295,419)
Unavailable revenues are not available to pay current liabilities and, therefore, are not reported as liabilities in the Statement of Net Position		
		5,617,821
Internal service funds are used by management to charge the costs of insurance to General and Highway Funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Position		
		235,709
Total OPEB liability is not paid from current financial resources and, therefore, is not shown in the funds.		
		(21,263,238)
Deferred outflows of resources on OPEB related items are not recognized in the governmental funds, but are recorded in the statement of net position		
		7,539,525
Deferred inflows of resources on OPEB related items are not recognized in the governmental funds, but are recorded in the statement of net position		
		(5,396,915)
Compensated absences are not due and payable in the current period and therefore, are not reported in the funds		
		(5,906,385)
Accrued interest on bonds payable is not due and payable in the current period and, therefore, is not reported in the funds		
		(311,605)
Long-term liabilities, including loans payable, are not due and payable in the current period and, therefore, are not reported in the funds		
		(1,032,242)
Long-term liabilities, including bonds payable, are not due and payable in th current period and, therefore, are not reported in the funds		
Tax increment financing bonds	\$ (9,930,101)	
Revenue bonds	(12,255,712)	(22,185,813)
<hr/>		
Net position of governmental activities		<u>\$ 136,131,099</u>

**Statement of Revenues, Expenditures
and Changes in Fund Balance
Governmental Funds For Jeffersonville, Indiana
Year Ended December 31, 2023**

	General	Inner City TIF fund	Total Nonmajor Funds	Total Governmental Funds
Revenues				
Property Taxes	\$ 22,633,333	\$ 14,694,941	\$ 11,577,928	\$ 48,906,202
Income Taxes	10,567,979	-	5,485,864	16,053,843
Intergovernmental	1,675,709	-	4,344,723	6,020,432
Licenses and Permits	1,231,463	-	70,561	1,302,024
Charges for Services	222,658	-	1,369,288	1,591,946
Fines, Forfeitures, and Fees	-	-	563,575	563,575
Other	1,893,945	-	1,203,706	3,097,651
Total Revenues	38,225,087	14,694,941	24,615,645	77,535,673
Expenditures				
General Government	15,824,676	-	2,200,715	18,025,391
Public Safety	22,688,846	-	5,006,847	27,695,693
Culture and Recreation	-	-	5,952,391	5,952,391
Health and Welfare	1,031,834	-	226,339	1,258,173
Highway and Streets	-	-	5,313,765	5,313,765
Sanitation	-	-	2,848,322	2,848,322
Economic Development	-	7,417,966	4,770,790	12,188,756
Debt Service:				
Principal Paid on Debt	37,287	1,085,000	4,059,134	5,181,421
Interest Paid on Debt	413	223,159	576,911	800,483
Total Expenditures	39,583,056	8,726,125	30,955,214	79,264,395
Excess (deficiency) of Revenues vs. Expenditures	(1,357,969)	5,968,816	(6,339,569)	(1,728,722)
Other Financing Sources				
Loan Proceeds	68,650	-	-	68,650
Interfund Transfers In	-	-	7,738,178	7,738,178
Interfund Transfers Out	(627,000)	(3,104,215)	(4,006,963)	(7,738,178)
Total Other Financing Sources	(558,350)	(3,104,215)	3,731,215	68,650
Net Change in Fund Balances	(1,916,319)	2,864,601	(2,608,354)	(1,660,072)
Fund Balances - Beginning	16,191,612	24,106,634	40,494,816	80,793,062
Fund Balances - Ending	\$ 14,275,293	\$ 26,971,235	\$ 37,886,462	\$ 79,132,990

**Reconciliation Of The Statement Of Revenues,
Expenditures, And Changes In Fund Balances Of Governmental Funds
To The Statement Of Activities For Jeffersonville, Indiana
December 31, 2023**

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds (Statement of Revenues, Expenditures, and Changes in Fund Balances)	\$	(1,660,072)
--	----	-------------

Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlays	\$ 9,249,396	
Asset disposal	(8,691)	
Depreciation expense	<u>(5,362,923)</u>	3,877,782

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Net Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Principal paid on TIF bonds	\$ 1,585,000	
Principal paid on revenue bonds	3,380,000	
Principal paid on loans	767,481	
Loan proceeds	(956,266)	
Amortization of bond discount/premium and loss on refunding	<u>94,787</u>	4,871,002

Expenses in the Statement of Activities that do not use current financial resources are not reported as expenses in the funds:

Deferred outflow of resources: Pension related	\$ 2,015,441	
Deferred outflow of resources: OPEB related	900,323	
Deferred outflow of resources: Debt refunding	<u>(16,135)</u>	2,899,629

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds:

Deferred inflows of resources: Pension related	\$ 781,191	
Deferred inflows of resources: OPEB related	1,351,187	
Deferred inflows of resources: Unavailable revenue	<u>2,403,024</u>	4,535,402

Unavailable revenue recognized in the fund financial statements but not government wide		470,136
---	--	---------

Compensated absences reported in the Statement of Activities that do not require the use of current financial resources are not reported as expenditures in the governmental funds.		(46,614)
---	--	----------

Prepaid expenses in the Statement of Activities require the use of current financial resources and, therefore, are reported as expenditures in governmental funds when paid.		85,952
--	--	--------

Accrued interest reported in the Statement of Activities does not require the use of current financial resources and, therefore, are not reported as expenditures in governmental funds.		54,520
--	--	--------

Pension obligations are considered expenses of the general government and, therefore, are not reported as current expenditures in the funds.		(3,878,443)
--	--	-------------

OPEB obligation reported in the Statement of Activities does not require the use of current resources and, therefore, are not reported as expenditures in governmental funds.		(1,713,220)
---	--	-------------

Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.		<u>(2,720,673)</u>
--	--	--------------------

Change in Net Position of Governmental Activities (Statement of Activities)	\$	<u>6,775,401</u>
--	-----------	-------------------------

Jeffersonville, Indiana
Statement of Net Position
Proprietary Funds
December 31, 2023

	Wastewater Utility	Stormwater Utility	Total Enterprise Funds	Internal Service Fund
Assets				
Cash and Cash Equivalents	\$ 4,709,605	\$ 590,832	\$ 5,300,437	\$ 2,105,758
Investments	1,142,168	143,300	1,285,468	-
Receivables:				
Accounts	4,379,045	517,969	4,897,014	44,204
Tax Liens	119,539	473	120,012	-
Intergovernmental	1,954,003	-	1,954,003	-
Prepaid Expenses	62,643	1,368	64,011	12,541
Restricted Assets:				
Bond and Interest Cash and Cash Equivalents	8,009,616	-	8,009,616	-
Debt Service Reserve Investments	8,340,307	-	8,340,307	-
Construction Cash and Cash Equivalents	15,185,895	-	15,185,895	-
Capacity Fee Cash and Cash Equivalents	9,497,550	-	9,497,550	-
Capacity Fee Current Investments	2,303,532	-	2,303,532	-
Noncurrent Assets				
Capital Assets:				
Land and Construction In Progress	26,510,190	740,524	27,250,714	-
Other Capital Assets, Net of Depreciation	149,122,402	60,273,077	209,395,479	-
Total Assets	231,336,495	62,267,543	293,604,038	2,162,503
Deferred Outflows Of Resources				
Deferred Amount On Refunding Of Debt	1,005,224	-	1,005,224	-
Pension Related	965,975	169,034	1,135,009	-
OPEB Related	3,635,295	617,746	4,253,041	-
Total Deferred Outflows Of Resources	5,606,494	786,780	6,393,274	-
Liabilities				
Accounts Payable	802,690	54,211	856,901	-
Wages and Benefits Payable	55,531	9,436	64,967	-
Accrued Interest Payable	957,221	-	957,221	-
Claims Payable	-	-	-	1,914,255
Noncurrent Liabilities:				
Due Within One Year:				
Retainage Payable	1,032,488	-	1,032,488	-
Revenue Bonds	5,475,000	-	5,475,000	-
Compensated Absences	13,194	900	14,094	-
Due In More Than One Year:				
Revenue Bonds (Net of Discount with Premium)	86,004,755	-	86,004,755	-
Compensated Absences Payable	237,695	18,300	255,995	-
Net Pension Liability	2,112,287	367,247	2,479,534	-
Total OPEB Liability	10,252,388	1,742,190	11,994,578	-
Total Liabilities	106,943,249	2,192,284	109,135,533	1,914,255
Deferred Inflows Of Resources				
Pension Related	20,484	3,561	24,045	-
OPEB Related	2,602,203	442,192	3,044,395	-
Total Deferred Inflows Of Resources	2,622,687	445,753	3,068,440	-
Net Position				
Invested in Capital Assets, Net of Related Debt	85,358,000	61,013,601	146,371,601	-
Restricted for debt service	16,349,923	-	16,349,923	-
Restricted for construction	26,986,977	-	26,986,977	-
Unrestricted	(1,317,847)	(597,315)	(1,915,162)	248,248
Total Net Position	\$ 127,377,053	\$ 60,416,286	\$ 187,793,339	\$ 248,248

Jeffersonville, Indiana
Statement of Revenues, Expenses, and Changes in Net Position
Proprietary Funds
Year Ended December 31, 2023

	<u>Wastewater Utility</u>	<u>Stormwater Utility</u>	<u>Total Enterprise Funds</u>	<u>Internal Service Fund</u>
Revenues				
Metered Fees	\$ 16,882,402	\$ 30,233	\$ 16,912,635	\$ -
Surcharges	3,649,579	-	3,649,579	-
Charges for Services	4,387,305	2,520,709	6,908,014	-
Penalties	296,012	29,527	325,539	-
Other	2,823,048	32,293	2,855,341	9,576,922
Total Revenues	28,038,346	2,612,762	30,651,108	9,576,922
Expenses				
Collections	2,092,461	-	2,092,461	-
Treatment	2,895,368	939	2,896,307	-
Customer Accounts	642,977	8,744	651,721	-
Administrative and General	8,396,225	1,336,047	9,732,272	-
Construction	1,076,491	939,585	2,016,076	-
Maintenance and Capital	554,713	26,092	580,805	-
Insurance Claims and Expenses	-	-	-	12,309,528
Depreciation and Amortization	5,269,387	2,320,477	7,589,864	-
Total Expenses	20,927,622	4,631,884	25,559,506	12,309,528
Operating Income (Loss)	7,110,724	(2,019,122)	5,091,602	(2,732,606)
Non Operating Revenues/(Expenses)				
Interest and Investment Revenue	2,078,454	1,400	2,079,854	11,933
Debt Interest Expenses	(2,329,864)	-	(2,329,864)	-
Total Non-Operating Revenue/(Expenses)	(251,410)	1,400	(250,010)	11,933
Other Financing Sources/(Uses)				
Interfund Transfers In	240,596	-	240,596	-
Interfund Transfers Out	-	(240,596)	(240,596)	-
Capital Contribution	24,870,299	1,133,854	26,004,153	-
Total Other Financing Sources/Uses	25,110,895	893,258	26,004,153	-
Total Net Position - Beginning	71,294,537	31,074,058	102,368,595	2,968,921
Prior period adjustment (Note 3I)	24,112,310	30,466,692	54,579,002	-
Balance of January 1, 2023, restated	95,406,847	61,540,750	156,947,597	2,968,921
Change in net position	31,970,209	(1,124,464)	30,845,745	(2,720,673)
Total Net Position - Ending	\$ 127,377,056	\$ 60,416,286	\$ 187,793,342	\$ 248,248

Proprietary Fund Statement of Cash Flows
For Jeffersonville, Indiana
December 31, 2023

	Wastewater Utility	Stormwater Utility	Total Enterprise Funds	Internal Service Fund
Cash Flows from Operating Activities:				
Receipts from Customers and Users	\$ 26,208,686	\$ 2,587,029	\$ 28,795,715	\$ 9,579,880
Payments to Employees	(4,642,697)	(798,787)	(5,441,484)	-
Payments to Suppliers	(9,052,268)	(1,461,487)	(10,513,755)	(10,514,636)
Net Cash Provided from (used for) Operating Activities	12,513,721	326,755	12,840,476	(934,756)
Cash Flows from Capital and Related Financing Activities:				
Acquisition and Construction of Capital Assets	(19,772,925)	(1,300,507)	(21,073,432)	-
Principal Paid on Bonds	(16,273,000)	-	(16,273,000)	-
Bond Proceeds	443,912	-	443,912	-
Capital Grant from ARPA	(5,013,856)	-	(5,013,856)	-
Contributions Received	24,870,299	1,133,854	26,004,153	-
Interest Paid	(1,783,427)	-	(1,783,427)	-
Interfund Receipts/ (Payments)	240,595	(240,595)	-	-
Net Cash Provided from (used for) Capital and Related Financing Activities	(17,288,402)	(407,248)	(17,695,650)	-
Cash Flows from Investing Activities:				
Interest Received	3,454,167	218,436	3,672,603	11,933
Net Cash from (Used for) Investing Activities	3,454,167	218,436	3,672,603	11,933
Net Increase (Decrease) in Cash and Cash Equivalents	(1,320,514)	137,943	(1,182,571)	(922,823)
Cash and Cash Equivalents, January 1	38,723,180	452,889	39,176,069	3,028,581
Cash and Cash Equivalents, December 31	\$ 37,402,666	\$ 590,832	\$ 37,993,498	\$ 2,105,758
Reconciliation of Operating Income (Loss) to Net Cash Used by Operating Activities:				
Operating Income (Loss)	\$ 7,110,724	\$ (2,019,122)	\$ 5,091,602	\$ (2,732,606)
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used by) Operating Activities:				
Depreciation and Amortization Expense	5,269,387	2,320,477	7,589,864	-
(Increase) Decrease in Assets:				
Accounts Receivable	138,220	(25,261)	112,959	2,958
Tax Liens Receivable	(13,879)	(473)	(14,352)	-
Intergovernmental Receivable	(1,954,003)	-	(1,954,003)	-
Prepaid Items	24,632	(1,368)	23,264	144,582
Increase (Decrease) in Liabilities:				
Accounts Payable	(748,064)	(3,678)	(751,742)	-
Wages and Benefits Payable	13,385	(958)	12,427	-
Contracts Payable	(575,414)	-	(575,414)	-
Claims Payable	-	-	-	1,650,310
Compensated Absences Payable	21,908	6,080	27,988	-
(Increase) Decrease in Deferred Outflows:				
Deferred Outflows - Pensions	(280,480)	(49,101)	(329,581)	-
Deferred Outflows - OPEB	(1,540,168)	(101,075)	(1,641,243)	-
Increase (Decrease) in Deferred Inflows:				
Deferred Amount on Refunding	145,995	-	145,995	-
Deferred Inflows - Pension	(91,228)	(15,656)	(106,884)	-
Deferred Inflows - OPEB	472,711	(82,954)	389,757	-
Increase (Decrease) Net Pension Liability	436,989	79,062	516,051	-
Increase (Decrease) OPEB	4,083,006	220,782	4,303,788	-
Total Adjustments	5,402,997	2,345,877	7,748,874	1,797,850
Net Cash Provided by (Used in) Operating Activities	\$ 12,513,721	\$ 326,755	\$ 12,840,476	\$ (934,756)

**Statement Of Fiduciary Net Position
For Jeffersonville, Indiana
December 31, 2023**

	Fiduciary Funds	
	Pension Trust Funds	Custodial Funds
Assets		
Cash and Cash Equivalents	\$ 935,067	\$ 315,893
Total Assets	935,067	315,893
Net Position		
Restricted	935,067	315,893
Total Net Position	\$ 935,067	\$ 315,893

**Statement of Changes in Fiduciary Net Position
For Jeffersonville, Indiana
December 31, 2023**

	Fiduciary Funds	
	Pension Trust Funds	Custodial Funds
Additions:		
Contributions:		
Employee	\$ -	\$ 21,074
Employer	1,885,928	-
Seized Received	-	317,432
Total Additions	1,885,928	338,506
Deductions:		
Benefits	2,009,575	19,819
Administrative Expense	7,329	-
Seized Returned	-	18,029
Total Deductions	2,016,904	37,848
Changes In Net Position	(130,976)	300,658
Net Position - Beginning	1,066,043	15,235
Net Position - Ending	\$ 935,067	\$ 315,893

Note 1 - Summary of Significant Accounting Policies

The City of Jeffersonville (primary government) was established under the laws of the State of Indiana in 1802. The primary government operates under a Mayor-Council form of government and provides the following services: general administrative services, public safety (police and fire), culture and recreation, health and welfare, highways and streets, sanitation, economic development, wastewater and stormwater.

The accounting policies of the City of Jeffersonville, Indiana conform to accounting principles generally accepted in the United States of America as applicable to governmental units. The accepted standard-setting body for establishing governmental accounting and financial reporting principles is the Governmental Accounting Standards Board (GASB).

A. Reporting Entity

This report includes all of the funds of the City. The reporting entity for the City consists of the primary government and its component units. Component units are legally separate organizations for which the primary government is financially accountable or other organizations for which the nature and significance of their relationship with the primary government are such that their exclusion would cause the reporting entity's financial statements to be misleading. The primary government is financially accountable if (1) it appoints a voting majority of the organization's governing body and it is able to impose its will on that organization, (2) it appoints a voting majority of the organization's governing body and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government, (3) the organization is fiscally dependent on and there is a potential for the organization to provide specific financial benefits to, or impose specific financial burdens on, the primary government. Certain legally separate, tax exempt organizations should also be reported as a component unit if all of the following criteria are met: (1) the economic resources received or held by the separate organization are entirely or almost entirely for the direct benefit of the primary government, its component units, or its constituents; (2) the primary government or its component units, is entitled to, or has the ability to access, a majority of the economic resources received or held by the separate organization; and (3) the economic resources received or held by an individual organization that the primary government, or its component units, is entitled to, or has the ability to otherwise access, are significant to the primary government.

Component units are reported using one of three methods, discrete presentation, blended, or fiduciary. Generally, component units should be discretely presented in a separate column in the financial statements. A component unit should be reported as part of the primary government using the blending method if it meets any one of the following criteria: (1) the primary government and the component unit have substantively the same governing body and a financial benefit or burden relationship exists, (2) the primary government and the component unit have substantively the same governing body and management of the primary government has operational responsibility for the component unit, (3) the component unit serves or benefits, exclusively or almost exclusively, the primary government rather than its citizens, or (4) the total debt of the component unit will be paid entirely or almost entirely from resources of the primary government.

Blended Component Units

The Jeffersonville Redevelopment Authority (RDA) is a significant blended component unit of the primary government. The RDA was founded in 1990 pursuant to the Indiana Code Section 36-7-14.5, ordinance 1990-OR-55 and is governed by a three-member board appointed by the Mayor. Members must be residents of the City of Jeffersonville. The primary government is able to impose its will, and a financial benefit/burden relationship exists between the primary government and the RDA. The RDA is fiscally dependent on the primary government. It would be misleading to exclude the RDA from the primary government's financial statements because of its relationship with the primary government. The RDA was created to provide the City with capital and financing opportunities and/or provide economic development services.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

B. Government-Wide and Fund Financial Statements

Government-Wide Financial Statements

The statement of net position and statement of activities display information about the reporting government as a whole. They include all funds of the reporting entity except for fiduciary funds. The statements distinguish between governmental and business-type activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other nonexchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are clearly identifiable with a specific function or segment. Program revenues include 1) charges to customers or applicants who purchase, use or directly benefit from goods, services, or privileges provided by a given function or segment, and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not included among program revenues are reported as general revenues. Internally dedicated resources are reported as general revenues rather than as program revenues.

Fund Financial Statements

Financial statements of the City are organized into funds, each of which is considered to be a separate accounting entity. Each fund is accounted for by providing a separate set of self-balancing accounts, which constitute its assets, deferred outflows of resources, liabilities, deferred inflows of resources, net position/fund balance, revenues, and expenditures/expenses.

Funds are organized as major funds or nonmajor funds within the governmental and proprietary statements. An emphasis is placed on major funds within the governmental and proprietary categories. A fund is considered major if it is the primary operating fund of the City or meets the following criteria:

1. Total assets/deferred outflows of resources, liabilities/deferred inflows of resources, revenues, or expenditures/expenses of that individual governmental or enterprise fund are at least 10% of the corresponding total for all funds of that category or type, and
2. The same element of the individual governmental or enterprise fund that met the 10% test is at least 5% of the corresponding total for all governmental and enterprise funds combined.
3. In addition, any other governmental or enterprise fund that the City believes is particularly important to financial statement users may be reported as a major fund.

Separate financial statements are provided for governmental funds, proprietary funds, and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

The City reports the following major governmental funds:

General Fund - accounts for the City's primary operating activities. It is used to account for and report all financial resources except those accounted for in another fund. The General fund also contains activity related to the City's Rainy Day Fund.

Inner City TIF - accounts for the revenues and expenditures related to the Inner City TIF district.

The City reports the following major enterprise funds:

Wastewater Utility - accounts for operation of the Wastewater Utility.

Stormwater Utility - accounts for operation of the Stormwater Utility.

Note 1 - Summary of Significant Accounting Policies

B. Government-Wide and Fund Financial Statements (Cont.)

Fund Financial Statements (Cont.)

The City reports the following nonmajor governmental funds:

Special Revenue Funds - used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditures for specified purposes (other than debt service or capital projects).

Motor Vehicle Highway	Riverstage
Local Road and Street	Vehicle Maintenance and Fuel
Motor Vehicle Highway - Restricted	City Attorney Diversion
Park and Recreation - Operating	City Pride Committee
LIT – Economic Development	Thunder Committee
Building Demolition	Public Arts
Sanitation	Jeffersonville Animal Shelter
Local Law Enforcement Continuing Education	Economic Development Abatement
Clerk's Record Perpetuation	Department of Law
Riverboat	Police
LIT - Public Safety	Jeffersonville Building Authority - Operating
Opioid Settlement	Animal Shelter Spay and Neuter Program
Donations	Jeffersonville Police Forfeiture
Federal Asset Forfeiture	Affordable Housing Steele Clayburg
2023 Inflation Reduction Act Grant	Meijer Settlement 2023
Petty Cash	Police LEMHWA Grant Program
Cash Change	Redevelopment - Operating
Parks Activity	Redevelopment - CASI
Planning and Placemaking Improvements	Redevelopment Revolving Loan

Debt Service Funds - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for the payment of general long-term debt principal, interest, and related costs.

2008 Redevelopment Bond - Sinking (Veterans)	2013 ICR Series D DSR
2008 Redevelopment Bond DSR	2013 ICR Series E DSR
2013 Falls Landing Series A DSR	2016 Redevelopment Refunding Bond DSR (2006ABC)
2013 ICR Series B DSR	2016 Redevelopment Refunding Bond Sinking (2006ABC)
2013 Falls Landing Series C DSR	2017 Redevelopment Bond - 10th Street Sinking
	2017 Redevelopment Bond - 10th Street DSR

Capital Projects Funds - used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets.

Cumulative Capital Improvement	2023-2 Community Crossing Grant - Various Street Paving
Cumulative Capital Development	2022-1 Community Crossing Grant (Various)
Falls Landing TIF	2022-2 Community Crossing Grant - Various Street Paving

NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies**B. Government-Wide and Fund Financial Statements (Cont.)****Government-Wide Financial Statements (Cont)**

Bethnova TIF	NextLevel DNR Grant 2022
Keystone TIF	2013 C Redevelopment Bond - Police Proceeds
Galvstar TIF	Jeffersonville Building Authority - Capital Improvement
Vogt Valve TIF	Spring Street Master Plan Implementation
Port Grant	Sidewalk Construction
EPA Brownfield Grant	Park Cumulative Capital Fund
Police Grant	

In addition, the City reports the following fund types:

Internal Service Funds - used to account for and report the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governmental units, on a cost-reimbursement basis.

Self- Insurance

Pension Trust Funds - used to account for and report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans, defined contribution plans, or other employee benefit plans.

Fire Pension

Police Pension

Custodial Funds - used to account for and report assets controlled by the City and the assets are for the the benefit of individuals, private organizations, and /or other governmental units.

Flexible Spending Account

JPD Seized Assets

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation**Government-Wide Financial Statements**

The government-wide statement of net position and statement of activities are reported using the economic resources measurement focus and the accrual basis of accounting. Under the accrual basis of accounting, revenues are recognized when earned and expenses are recorded when the liability is incurred or economic asset used. Revenues, expenses, gains, losses, assets, and liabilities resulting from exchange and exchangelike transactions are recognized when the exchange takes place. Property taxes are recognized as revenues in the year for which they are levied. Taxes receivable for the following year are recorded as receivables and deferred inflows. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider are met. Special assessments are recorded as revenue when earned. Unbilled receivables are recorded as revenues when services are provided.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are charges between the City's wastewater and stormwater and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Fund Financial Statements

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recorded when they are both measurable and available. Available means collectible within the current period or soon enough thereafter to be used to pay liabilities of the current period.

Note 1 - Summary of Significant Accounting Policies

C. Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Cont)

Government-Wide Financial Statements (Cont)

For this purpose, the City considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures are recorded when the related fund liability is incurred, except for unmatured interest on long-term debt, claims, judgments, compensated absences, and pension expenditures, which are recorded as a fund liability when expected to be paid with expendable available financial resources.

Property taxes are recognized as revenues in the year when services financed by the levy are being provided.

Intergovernmental aids and grants are recognized as revenues in the period the City is entitled to the resources and the amounts are available. Amounts owed to the City which are not available are recorded as receivables and unavailable revenues. Amounts received before eligibility requirements (excluding time requirements) are met are recorded as liabilities. Amounts received in advance of meeting time requirements are recorded as deferred inflows.

Revenues susceptible to accrual include property taxes, miscellaneous taxes, public charges for services, special assessments, and interest. Other general revenues such as fines and forfeitures, inspection fees, recreation fees, and miscellaneous revenues are recognized when received in cash or when measurable and available under the criteria described above.

Proprietary and fiduciary fund financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as described previously in this note.

The proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the Wastewater and Stormwater funds are charges to customers for sales and services. Operating expenses for proprietary funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

All Financial Statements

The preparation of financial statements in conformity with generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources and disclosure of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position

1. Deposits and Investments

For purposes of the statement of cash flows, the City considers all highly liquid investments with an initial maturity of three months or less when acquired to be cash equivalents.

The City's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

Nonparticipating certificates of deposit, demand deposits and similar nonparticipating negotiable instruments that are not reported as cash and cash equivalents are reported as investments at cost.

Debt securities are reported at fair value. Debt securities are defined as securities backed by the full faith and credit of the United States Treasury or fully insured or guaranteed by the United States or any United States government agency.

Investment income, including changes in the fair value of investments, is reported as revenue in the operating statement.

Indiana Code 5-13-9 authorizes the City to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the City to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than two years, unless approved by the fiscal body which can be up to five years. The total investments of the City with maturities of two to five years outstanding at the time of purchase may not exceed twenty-five percent (25%) of its total portfolio of public funds invested, including balances in transaction accounts.

The City created, monitors and maintains an investment policy to set forth investment objectives and parameters for the management of public funds of the City of Jeffersonville. The investment policy is designed to safeguard funds on behalf of the City, to assure the availability of funds when needed, and provide a competitive investment return.

The City may consolidate fund balances to increase investment earnings and to increase efficiencies with regard to investment pricing, banking fees and administration. Investment income will be allocated to the various funds based on their respective participation and in accordance with generally accepted accounting principles.

The City's primary objectives, in priority order, of investment activities shall be safety, liquidity, and yield. The safety of principal is the foremost objective of the investment program. Investments shall be undertaken in a manner that seeks to ensure the preservation of capital. The City will minimize credit risk, which is the risk of loss due to failure of the security issuer or backer, by limiting investments to the types of securities listed in the investment policy. Investments are made under the "prudent person" standard outlined in the City's Investment policy. "Investments shall be made with judgment and care, under circumstances then prevailing, which persons of prudence, discretion and intelligence exercise in the management of their own affairs, not for speculation, but for investment, considering the probable safety of their capital as well as the probable income to be derived." The investment portfolio shall remain sufficiently liquid to meet all operating requirements that may be reasonably anticipated. The investment portfolio shall be designed with the objective of attaining a market rate of return throughout the budgetary and economic cycles, taking into account the investment risk constraints and liquidity needs.

The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise; or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, or interest in, an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the City may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the City's purchase and guaranteed resale of any interest bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase

Note 1 - Summary of Significant Accounting Policies

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (Cont.)

1. Deposits and Investments (Cont)

Government-Wide Statements

agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current fair value.

Investments are stated at fair value, which is the amount at which an investment could be exchanged in a current transaction between willing parties. Fair values are based on methods and inputs as outlined in Note 3. No investments are reported at amortized cost. Adjustments necessary to record investments at fair value are recorded in the operating statement as increases or decreases in investment income. Investment income on commingled investments of municipal accounting funds is allocated based on average balances. The difference between the bank statement balance and carrying value is due to outstanding checks and/or deposits in transit.

2. Receivables

Property taxes levied are collected by the County Treasurer and are distributed to the primary government in June and in December. State statute (IC 61.1-17-16) 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 County is issuing debt after December 1 or intends to file 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 1st. Taxable property is assessed at 100% 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 that become delinquent if not paid by May 10 and November 10, respectively. All property taxes collected by the County Treasurer and available for distribution were distributed to the primary government prior to December 31 of the year collected. Delinquent property taxes outstanding at year end for governmental and proprietary funds are recorded as a receivable with an offset to deferred inflows of resources - unavailable revenue since the amounts are not considered available.

During the course of operations, transactions occur between individual funds that may result in amounts owed between funds. Short-term interfund loans are reported as "due to and from other funds." Long-term interfund loans (noncurrent portion) are reported as "advances from and to other funds." Interfund receivables and payables between funds within governmental activities are eliminated in the statement of net position. Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as internal balances.

3. Inventories and Prepaid Items

Governmental fund inventories, if material, are recorded at cost based on the FIFO method using the purchases method of accounting. Proprietary fund inventories are generally used for construction and/or for operation and maintenance work. They are not for resale. They are valued at cost based on FIFO and charged to construction and/or operation and maintenance expenses when used.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

4. Restricted Assets

Mandatory segregations of assets are presented as restricted assets. Such segregations are required by bond agreements and other external parties. The excess of restricted assets over current liabilities payable from restricted assets will be used first for retirement of related long-term debt. The remainder, if generated from earnings, is shown as restricted net position.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies**D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (Cont.)****5. Capital Assets****Government-Wide Statements**

Capital assets are tangible and intangible capital assets owned by the City and used in the production of goods and services for the benefit of the City's citizens. These assets have a useful life of at least two years and a cost at or exceeding an established capitalization threshold.

Capital assets, which include land, buildings, improvements other than buildings, machinery, equipment, vehicles, infrastructure, computer software, construction in process are reported in the government-wide financial statements. Capital assets are defined by the City as assets with an initial cost of zero for artwork, and land and \$5,000 for land improvements, buildings and structures, machinery and equipment, and infrastructure assets. Federal funded assets, whether partially or fully funded with Federal grants or other Federal funds are to be capitalized at full acquisition cost. All capital assets are valued at historical cost, or estimated historical cost if actual amounts are unavailable.

Assets costing amounts below their respective capitalization threshold but considered sensitive are referred to as Minor but Sensitive Equipment (MBSE). These assets, while low in cost, may nonetheless present potentially significant liability issues to the City in the event they are lost, misplaced or stolen.

Expenditures relating to an existing capital asset that significantly improve its productivity, capacity, capabilities, size or extend its useful life beyond two years are to be capitalized as improvements to the asset. Expenditures that merely maintain the asset in its present condition and productivity are to be expensed as normal repairs and maintenance expenses.

Depreciation is the periodic allocation of a capital asset's cost over the period of which it provides service. Depreciation of capital assets is recorded as an allocated expense in the statement of activities, with accumulated depreciation reflected in the statement of net position. The City depreciates capital assets by using the straight-line full-year method over their respective useful lives commencing in the year the asset is acquired. The following useful lives applies to all City capital assets:

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
City, Wastewater Utility and Stormwater Utility:			
Artwork and Historical Treasures	\$ -	Straight-line	Indefinite
Land, Easements, and Rights-of-Way	\$ -	Straight-line	Indefinite
Land Improvements	\$ 5,000	Straight-line	Indefinite
Buildings & Structures	\$ 5,000	Straight-line	40 Years
Machinery and Equipment	\$ 5,000	Straight-line	5 to 20 Years
Vehicles	\$ 1,000	Straight-line	5 to 15 Years
Infrastructure	\$ 5,000	Straight-line	25 to 50 Years
Improvements Other Than Buildings	\$ 5,000	Straight-line	20 Years

For depreciable assets, the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Fund Financial Statements

In the fund financial statements, capital assets used in governmental fund operations are accounted for as capital outlay expenditures of the governmental fund upon acquisition. Capital assets used in proprietary fund operations are accounted for the same way as in the government-wide statements.

Note 1 - Summary of Significant Accounting Policies

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (Cont.)

6. Deferred Outflows of Resources

A deferred outflow of resources represents a consumption of net position/fund balance that applies to a future period and will not be recognized as an outflow of resources (expense/expenditure) until that future time. The City is reporting deferred outflows of resources for a deferred amount on refunding, and pension and OPEB related items.

A deferred charge on refunding arises from the advance refunding of debt. The difference between the cost of the securities placed in trust for future payments of the refunded debt and the net carrying value of that debt is deferred and amortized as a component of interest expense over the shorter of the term of the refunding issue or the original term of the refunded debt. The unamortized amount is reported as a deferred outflow of resources in the government-wide and proprietary fund financial statements.

7. Compensated Absences

1. Personal Time off - Full-time City, Wastewater and Stormwater employees are awarded six personal time off days per year. Unpaid personal time off is paid at 33% to employees through cash payments upon retirement or upon separation up to a maximum of 15 days. Unused personal time off may be accumulated indefinitely.
2. Vacation Leave - Full-time City, Wastewater and Stormwater earn vacation leave at rates from 5 days to 25 days per year based upon the number of years of service. Employees may accumulate vacation time from year to year. Upon separation from employment, an employee shall be paid for all accrued unused vacation leave, not to exceed 30 days through a cash payment.

Personal time off and vacation leave are accrued when incurred.

Payments for personal time off and vacation leave will be made at rates in effect when the benefits are used. Accumulated vacation and sick leave liabilities at December 31, 2023, are determined on the basis of current salary rates and include salary related payments.

8. Long-Term Obligations

All long-term obligations to be repaid from governmental and business-type resources are reported as liabilities in the government-wide statements. The long-term obligations consist primarily of loans and bonds payable and accrued compensated absences.

Long-term obligations for governmental funds are not reported as liabilities in the fund financial statements.

The face value of debts (plus any premiums) are reported as other financing sources and payments of principal and interest are reported as expenditures. The accounting in proprietary funds is the same as it is in the government-wide statements.

For the government-wide statements and proprietary fund statements, bond premiums and discounts are amortized over the life of the issue using the straight-line or effective interest method. The balance at year end is shown as an increase or decrease in the liability section of the statement of net position.

9. Deferred Inflows of Resources

A deferred inflow of resources represents an acquisition of net position/fund balance that applies to a future period and therefore will not be recognized as an inflow of resources (revenue) until that future time. The City is reporting deferred inflows of resources related to unavailable revenue due to the tax levy approved for the following year at the fund level and government wide reporting, and pension and OPEB related items for government-wide reporting.

NOTES TO THE FINANCIAL STATEMENTS

Note 1 - Summary of Significant Accounting Policies

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (Cont.)

10. Net Position and Fund Balance Classifications

Government-Wide Statements

Equity is classified as net position and displayed in three components:

1. Net investment in capital assets - Consists of capital assets including restricted capital assets, net of accumulated depreciation and reduced by the outstanding balances (excluding unspent debt proceeds) of any bonds, mortgages, notes, or other borrowings that are attributable to the acquisition, construction, or improvement of those assets.
2. Restricted net position - Consists of net position with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or, 2) law through constitutional provisions or enabling legislation.
3. Unrestricted net position - All other net positions that do not meet the definitions of "restricted" or "net investment in capital assets."

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed.

Fund Statements

Governmental fund balances are displayed as follows:

1. Nonspendable - Includes fund balance amounts that cannot be spent either because they are not in spendable form or because legal or contractual requirements require them to be maintained intact.
2. Restricted - Consists of fund balances with constraints placed on their use either by 1) external groups such as creditors, grantors, contributors, or laws or regulations of other governments or 2) law through constitutional provisions or enabling legislation.
3. Committed - Includes fund balance amounts that are constrained for specific purposes that are internally imposed by the government through formal action of the highest level of decision making authority. Fund balance amounts are committed through a formal action (resolution) of the City Council. This formal action must occur prior to the end of the reporting period, but the amount of the commitment, which will be subject to the constraints, may be determined in the subsequent period. Any changes to the constraints imposed require the same formal action of the City Council that originally created the commitment.
4. Assigned - Includes spendable fund balance amounts that are intended to be used for specific purposes that do not meet the criteria to be classified as restricted or committed. The City Council has, by resolution, adopted a financial policy authorizing the Controller to assign amounts for a specific purpose. Assignments may take place after the end of the reporting period.
5. Unassigned - Includes residual positive fund balance within the general fund which has not been classified within the other above mentioned categories. Unassigned fund balance may also include negative balances for any governmental fund if expenditures exceed amounts restricted, committed, or assigned for those purposes.

Proprietary fund equity is classified the same as in the government-wide statements.

The City considers unrestricted amounts to be spent first when both restricted and unrestricted fund balance is available unless there are legal documents / contracts that prohibit doing this, such as in grant agreements requiring dollar for dollar spending. Additionally, the City would first use committed, then assigned and lastly unassigned amounts of unrestricted fund balance when expenditures are made.

See Note 3 for further information.

Fiduciary fund net position is classified as restricted for pool participants, individuals, organizations, and other governments on the statement of fiduciary net position. Various donor restrictions apply, including authorizing and spending trust income, and the city believes it is in compliance with all significant restrictions.

Note 1 - Summary of Significant Accounting Policies

D. Assets, Deferred Outflows of Resources, Liabilities, Deferred Inflows of Resources, and Net Position (Cont.)

11. Other Postemployment Benefits (OPEB)

For purposes of measuring the total OPEB liability, deferred outflows of resources and deferred inflows of resources related to OPEB, and OPEB expense, the City OPEB Plan recognizes benefit payments when due and payable in accordance with the benefit terms.

12. Pension Plans

For purposes of measuring the net pension liability or asset, deferred outflows of resources and deferred inflows of resources related to pensions expense, information about the fiduciary net position of the 1937 Firefighters', 1977 Police and Firefighters' and Indiana Public Employees' Retirement Fund (the Plans), and additions to and deductions from the plans' fiduciary net position have been determined on the same basis as they are reported by the plans. For this purpose, plan contributions are recognized as of employer payroll paid dates and benefit payments and refunds are recognized when due and payable in accordance with benefit terms. Pension investments are reported at fair value.

13. Basis for Existing Rates

Wastewater Utility

The Wastewater Utility conducted a rate study during 2009. On December 21, 2009, the Common Council approved a five-phase increase with Phase I effective January 1, 2010, and Phases II, III, IV and V effective each January 1st thereafter. The Utility has approximately 17,042 customers.

Stormwater Utility

The Stormwater Utility conducted a rate study during 2020. On April 16, 2021, the Common Council approved a fee for stormwater effective July 1, 2021. The Utility has approximately 15,359 customers.

NOTES TO THE FINANCIAL STATEMENTS

Note 2 - Stewardship, Compliance, And Accountability**A. Budgetary Information**

Annual budgets are adopted on the cash basis which is not consistent with accounting principles generally accepted in the United States of America. All annual appropriations lapse at fiscal year-end.

A budget has been adopted for the :

General	City Attorney Diversion
Motor Vehicle Highway	City Pride Committee
Local Road and Street	Thunder Committee
Motor Vehicle Highway - Restricted	Public Arts
Park and Recreation - Operating	Jeffersonville Animal Shelter
LIT – Economic Development	Economic Development Abatement
Building Demolition	Department of Law
Sanitation	Police
Local Law Enforcement Continuing Education	Jeffersonville Building Authority - Operating
Riverboat	Animal Shelter Spay & Neuter Program
Public Safety - LIT	Jeffersonville Police Forfeiture
Opioid Settlement	Cumulative Capital Improvement
Parks Activity	Cumulative Capital Development
Planning & Placemaking Improvements	Jeffersonville Building Authority - Capital Improvement
Riverstage	Spring Street Master Plan Implementation
Vehicle Maintenance & Fuel	Sidewalk Construction
	Park Cumulative Capital Fund

B. Deficit Balances

Generally accepted accounting principles require disclosure of individual funds that have deficit fund balances at year end. As of December 31, 2023, the following individual funds held a deficit fund balance:

Fund	Amount	Reason
EPA Bronwfield Grant - Capital Projects	\$ 27,652	Accounts payable Reimbursement Grant
Vehicle Maintenance and Fuel - Special Revenue	34,048	Accounts payable
City Pride Committee - Special Revenue	5,275	Accounts payable
Police LEMHWA Grant Program - Special Revenue	3,491	Accounts payable Reimbursement Grant

Note 3 - Detailed Notes On All Funds

A. Deposits And Investments

The City maintains a cash and investment pool that is available for use by all funds. Each fund type's portion of this pool is displayed on the statement of net position and balance sheet as cash and cash equivalents and investments. The deposits and investments of the pension trust funds are held separately from those of other funds.

The City's deposits and investments at year end were comprised of the following:

	Carrying Value	Statement Balances	Associated Risks
Deposits	\$ 26,646,658	\$ 29,953,562	Custodial risk
Certificates of deposit	43,901,700	44,001,700	Custodial risk
US Treasuries	8,340,307	8,340,307	Custodial risk, interest rate
Money market accounts	55,103,050	52,640,182	Custodial risk
Petty Cash	2,525	2,525	None
Total Deposits and Investments	<u>\$ 133,994,240</u>	<u>\$ 134,938,276</u>	
Reconciliation to financial statements:			
Per statement of net position			
Unrestricted cash and investments	\$ 83,772,276		
Restricted cash and investments	48,906,004		
Per statement of net position - fiduciary funds			
Pension trust funds	935,067		
Custodial Funds	380,893		
Total Deposits and Investments	<u>\$ 133,994,240</u>		

Deposits in each local and area bank are insured by the FDIC in the amount of \$250,000 for time and savings accounts (including NOW accounts) and \$250,000 for demand deposit accounts (interest-bearing and noninterest-bearing) or by the Indiana Public Depository Insurance Fund for the full amount of the account.

The City categorizes its fair value measurements within the fair value hierarchy established by generally accepted accounting principles. The hierarchy is based on the valuation inputs used to measure the fair value of the asset. Level 1 inputs are quoted prices in active markets for identical assets; Level 2 inputs are significant other observable inputs; Level 3 inputs are significant unobservable inputs.

The valuation methods for recurring fair value measurements are as follows:

- Money market mutual funds are valued using quoted market prices in active markets (Level 1).
- Government securities are valued using quoted market prices in markets that are not active (Level 2).
- US Treasury Notes/Bonds are valued using quoted market prices in markets that are not active (Level 2).
- Commercial Paper is valued using quoted market prices in markets that are not active (Level 2).

Investment Type	December 31, 2023			
	Level 1	Level 2	Level 3	Total
Certificates of deposit	\$ 43,901,700	\$ -	\$ -	\$ 43,901,700
Money market	55,103,050	-	-	55,103,050
US Treasuries	-	8,340,307	-	8,340,307
Total	<u>\$ 99,004,750</u>	<u>\$ 8,340,307</u>	<u>\$ -</u>	<u>\$ 107,345,057</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**A. Deposits And Investments (Cont)****Custodial Credit Risk****Deposits**

Custodial credit risk is the risk that in the event of a financial institution failure, the City's deposits may not be returned to the City. The City does not have any deposits exposed to custodial credit risk.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City does not have any investments that are subject to credit risk.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the value of an investment. As of December 31, 2023, the City's investments were as follows:

Investment Type	Fair Value	Maturity (In Years)	
		Less than 1	1-5
Certificates of deposit	\$ 44,001,700	\$ 44,001,700	-
US Treasuries	8,340,307	8,340,307	-
Totals	\$ 52,342,007	\$ 52,342,007	-

See Note 1 for further information on deposit and investment policies.

B. Receivables

Governmental funds report unavailable revenue in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Delinquent property taxes outstanding at year end for governmental proprietary funds are recorded as a receivable with an offset to deferred inflows of resources - unavailable revenue since the amounts are not considered available. At the end of the current fiscal year, the various components of unavailable revenue reported in the governmental funds were as follows:

	Fund Level	Government Wide
Taxes Receivable	\$ 34,647,261	\$ 30,446,335
Intergovernmental Receivable	946,759	-
Opioid Receivable	470,136	-
Total Unavailable Revenue	<u>\$ 36,064,156</u>	<u>\$ 30,446,335</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds

C. Restricted Assets

The following represent the balances of the restricted assets:

Following is a list of restricted assets at December 31, 2023:

Governmental Activities:	
Restricted cash and cash equivalents for debt service	\$ 5,569,104
Business Type Activities:	
Wastewater Utility:	
Bond and Interest	\$ 8,009,616
Debt Service Reserve	8,340,307
Construction	15,185,895
Capacity Fee	<u>11,801,082</u>
Total Business Type Activities	\$ 43,336,900
Total	<u>\$ 48,906,004</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**D. Capital Assets**

Capital asset activity for the year ended December 31, 2023, was as follows:

	Adjusted Beginning Balance	Additions	Deletions	Ending Balance
Governmental Activities				
Capital assets not being depreciated				
Land	\$ 22,373,580	\$ 2,571,661	\$ 927	\$ 24,944,314
Other non depreciable assets	911,011	17,000	-	928,011
Construction in progress	-	417,654	-	417,654
Total Capital Assets Not Being Depreciated	<u>23,284,591</u>	<u>3,006,315</u>	<u>927</u>	<u>26,289,979</u>
Capital assets being depreciated				
Buildings	37,615,391	830,675	541,586	37,904,480
Improvements other than buildings	10,769,334	2,614,732	-	13,384,066
Machinery, equipment and vehicles	20,627,346	2,794,647	121,885	23,300,108
Infrastructure	77,076,765	28,520	-	77,105,285
Total Capital Assets Being Depreciated	<u>146,088,836</u>	<u>6,268,574</u>	<u>663,471</u>	<u>151,693,939</u>
Total Capital Assets	<u>169,373,427</u>	<u>9,274,889</u>	<u>664,398</u>	<u>177,983,918</u>
Less: Accumulated depreciation for				
Buildings	12,434,972	922,809	541,587	12,816,194
Improvements other than buildings	6,096,556	491,317	-	6,587,873
Machinery, equipment and vehicles	12,939,808	2,012,605	114,123	14,838,290
Infrastructure	19,516,399	1,936,193	-	21,452,592
Total Accumulated Depreciation	<u>50,987,735</u>	<u>5,362,924</u>	<u>655,710</u>	<u>55,694,949</u>
Net Capital Assets Being Depreciated	<u>95,101,101</u>	<u>905,650</u>	<u>7,761</u>	<u>95,998,990</u>
Total Governmental Activities Capital Assets, Net of Accumulated Depreciation	<u>\$ 118,385,692</u>	<u>\$ 3,911,965</u>	<u>\$ 8,688</u>	<u>\$ 122,288,969</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds

D. Capital Assets (Cont.)

Depreciation/amortization expense was charged to functions as follows:

Governmental Activities

General Government	\$ 405,557
Public Safety	1,537,119
Culture and Recreation	884,192
Highway & Streets	2,417,516
Economic Development	118,540

Total Governmental Activities Depreciation/Amortization Expense \$ 5,362,924

	1/1/23 Beginning Balance, as restated	Additions	Deletions	Ending Balance
Business-Type Activities:				
Wastewater				
Capital assets not being depreciation				
Land	\$ 4,523,362	\$ 400	\$ -	\$ 4,523,762
Construction in progress	42,313,230	19,105,540	39,432,342	21,986,428
Total Capital Assets Not Being Depreciated	<u>46,836,592</u>	<u>19,105,940</u>	<u>39,432,342</u>	<u>26,510,190</u>
Capital assets being depreciated				
Infrastructure	182,271,735	40,590,028	-	222,861,763
Buildings	9,826,606	-	-	9,826,606
Improvements other than buildings	278,844	-	-	278,844
Machinery and equipment	7,002,111	577,008	561,634	7,017,485
Total Capital Assets Being Depreciated	<u>199,379,296</u>	<u>41,167,036</u>	<u>561,634</u>	<u>239,984,698</u>
Total Capital Assets	<u>246,215,888</u>	<u>60,272,976</u>	<u>39,993,976</u>	<u>266,494,888</u>
Less: Accumulated depreciation/amortization for				
Infrastructure	77,249,626	4,432,993	-	81,682,619
Buildings	4,008,844	245,665	-	4,254,509
Improvements other than buildings	231,643	14,466	-	246,109
Machinery and equipment	4,470,876	576,262	368,079	4,679,059
Total Accumulated Depreciation/Amortization	<u>85,960,989</u>	<u>5,269,386</u>	<u>368,079</u>	<u>90,862,296</u>
Net Capital Assets Being Depreciated	<u>113,418,307</u>	<u>35,897,650</u>	<u>193,555</u>	<u>149,122,402</u>
Total Wastewater Capital Assets, Net of Accumulated Depreciation	<u>\$ 160,254,899</u>	<u>\$ 55,003,590</u>	<u>\$ 39,625,897</u>	<u>\$ 175,632,592</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**D. Capital Assets (Cont.)**

	1/1/23 Beginning Balance, as restated	Additions	Deletions	Ending Balance
Business-Type Activities:				
Stormwater				
Capital assets not being depreciation				
Land	\$ 740,524	\$ -	\$ -	\$ 740,524
Total Capital Assets Not Being Depreciated	<u>740,524</u>	<u>-</u>	<u>-</u>	<u>740,524</u>
Capital assets being depreciated				
Infrastructure	111,354,860	1,133,854	-	112,488,714
Machinery and equipment	898,223	166,652	92,464	972,411
Total Capital Assets Being Depreciated	<u>112,253,083</u>	<u>1,300,506</u>	<u>92,464</u>	<u>113,461,125</u>
Total Capital Assets	<u>112,993,607</u>	<u>1,300,506</u>	<u>92,464</u>	<u>114,201,649</u>
Less: Accumulated depreciation/amortization for				
Infrastructure	50,401,381	2,236,452	-	52,637,833
Machinery and equipment	558,653	84,026	92,464	550,215
Total Accumulated Depreciation/Amortization	<u>50,960,034</u>	<u>2,320,478</u>	<u>92,464</u>	<u>53,188,048</u>
Net Capital Assets Being Depreciated	<u>61,293,049</u>	<u>(1,019,972)</u>	<u>-</u>	<u>60,273,077</u>
Total Stormwater Capital Assets, Net of Accumulated Depreciation	<u>\$ 62,033,573</u>	<u>\$ (1,019,972)</u>	<u>\$ -</u>	<u>\$ 61,013,601</u>
Total Business-Type Activities Capital Assets, net of Accumulated Depreciation	<u>\$ 222,288,472</u>	<u>\$ 53,983,618</u>	<u>\$ 39,625,897</u>	<u>\$ 236,646,193</u>

Depreciation/amortization expense was charged to functions as follows:

Business-Type Activities

Wastewater	\$ 5,269,386
Stormwater	<u>2,320,478</u>

Total Business-Type Activities Depreciation/Amortization Expense

\$ 7,589,864

Note 3 - Detailed Notes On All Funds

E. Interfund Transfers

Transfers

The following is a schedule of interfund transfers:

Fund Transferred To	Fund Transferred From	Amount	Principal Purpose
Wastewater Utility	Storm Water Utility	240,596	Operational support
Nonmajor funds	General fund	627,000	Debt service
Nonmajor funds	Inner City TIF Fund	3,104,215	Operational support and debt service
Nonmajor funds	Nonmajor funds	4,006,963	Operational support and debt service
Total - Fund Financial Statements		7,978,774	
Less: Government-wide eliminations		(7,978,774)	
Total Transfers - Government-Wide Statement of Activities		\$ -	

Generally, transfers are used to 1) move revenues from the fund that collects them to the fund that the budget requires to expend them, 2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund, and 3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations.

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**F. Long-Term Obligations**

Long-term obligations activity for the year ended December 31, 2023, was as follows:

	Beginning Balance	Increases	Decreases	Ending Balance	Amounts Due Within One Year
Governmental Activities					
Bonds and Loans Payable					
Revenue bonds	\$ 15,505,000	\$ -	\$ 3,380,000	\$ 12,125,000	\$ 3,460,000
Tax increment financing bonds	11,515,000	-	1,585,000	9,930,000	1,635,000
Loans payable	817,962	956,266	767,481	1,006,747	299,695
(Discounts)/Premiums - Revenue and TIF bonds	225,599	-	94,786	130,813	-
Sub-totals	<u>28,063,561</u>	<u>956,266</u>	<u>5,827,267</u>	<u>23,192,560</u>	<u>5,394,695</u>
Other Liabilities					
Compensated absences	5,859,771	1,130,894	1,084,280	5,906,385	1,041,761
Total OPEB liability	17,416,290	4,492,867	645,919	21,263,238	-
Net pension liability	34,171,106	9,408,583	5,530,140	38,049,549	-
Total Other Liabilities	<u>59,580,895</u>	<u>15,032,344</u>	<u>7,260,339</u>	<u>65,219,172</u>	<u>1,041,761</u>
<i>Total Governmental Activities Long-Term Liabilities</i>	<u>\$ 87,644,456</u>	<u>\$ 15,988,610</u>	<u>\$ 13,087,606</u>	<u>\$ 88,411,732</u>	<u>\$ 6,436,456</u>
Business-Type Activities					
Bonds Payable					
Revenue bonds	\$ 104,325,991	\$ 443,912	\$ 16,273,000	\$ 88,496,903	\$ 5,475,000
(Discounts)/Premiums	3,551,969	-	569,116	2,982,852	-
Sub-totals	<u>107,877,960</u>	<u>443,912</u>	<u>16,842,116</u>	<u>91,479,755</u>	<u>5,475,000</u>
Other Liabilities					
Compensated absences	242,101	51,711	23,723	270,089	14,094
Net pension obligation	1,963,483	1,051,409	535,359	2,479,533	-
OPEB liability	9,824,518	2,534,423	364,362	11,994,579	-
Total Other Liabilities	<u>9,896,374</u>	<u>3,637,543</u>	<u>923,444</u>	<u>14,744,201</u>	<u>14,094</u>
<i>Total Business-Type Activities Long-Term Liabilities</i>	<u>\$ 117,774,334</u>	<u>\$ 4,081,455</u>	<u>\$ 17,765,560</u>	<u>\$ 106,223,956</u>	<u>\$ 5,489,094</u>

Note 3 - Detailed Notes On All Funds

F. Long-Term Obligations (Cont)

Revenue Bonds

Governmental activities revenue bonds are payable from revenues derived from income tax or other revenues. Business-type activities revenue bonds are payable only from revenues derived from the operation of the wastewater utility or stormwater utility.

The Redevelopment Authority has pledged revenues, net of specified operating expenses, to repay refunding bonds issued in 2016. Proceeds from the bonds provided financing to refund the outstanding 2006A, 2006B, and 2006C bonds originally issued to provide funds for the acquisition, construction, installation and equipping of land, buildings, structures and improvements comprising Fire Station #2, Fire Station #4, Fire Department Headquarters and a City Services Facility and for the repayment of a Bond Anticipation Note. The bonds are payable solely from TIF property tax revenues from the Bethnova, Keystone, Galvstar, and Vogt Valve Economic Development Area and are payable through 2026. Annual principal and interest payments on the bonds are expected to require 34.63% of net revenue from the Inner City Roads TIF allocation fund. The total principal and interest remaining to be paid on the bonds is \$2,478,075. Principal and interest paid for the current year and total net revenues were \$822,600 and \$2,375,151, respectively.

The Redevelopment Authority has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2017. Proceeds from the bonds provided financing for the reconstruction and widening of 10th Street from Dutch Lane/Penn Street to Reeds Lane. The bonds are payable solely from TIF property tax revenues from the Inner City Road Economic Development Area and are payable through 2027. Annual principal and interest payments on the bonds are expected to require 49.44% of net revenues. The total principal and interest remaining to be paid on the bonds is \$10,321,225. Principal and interest paid for the current year and total net revenues were \$2,950,800 and \$5,968,816, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2011 Series B. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the wastewater utility including the north wastewater treatment facility located in River Ridge. The bonds are payable solely from utility revenues and are payable through 2032. Annual principal and interest payments on the bonds are expected to require 0.32% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$173,863. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$39,000 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2011 Series C. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the wastewater utility including the construction of the north wastewater treatment facility. The bonds are payable solely from utility revenues and are payable through 2033. Annual principal and interest payments on the bonds are expected to require 9.66% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$11,931,041. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$1,194,116 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2012. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the wastewater utility including the construction of Lentzier Creek lift station and force main to the new north wastewater treatment plant. The bonds are payable solely from utility revenues and are payable through 2033. Annual principal and interest payments on the bonds are expected to require 5.61% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$6,954,147. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$694,128 and \$12,364,080, respectively.

The Wastewater and Stormwater Utility has pledged revenues, net of specified operating expenses, to repay refunding bonds issued in 2013. Proceeds from the bonds provided financing to refund the outstanding 2003 and 2005A bonds originally issued to finance additions, extensions and improvements to the wastewater utility including the design for Lentzier Creek lift station. The bonds are payable from Wastewater utility revenues and are payable through 2026, with partial payment from Stormwater utility revenues through 2023. Annual principal and interest payments on the bonds are expected to require 9.73% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$3,702,687. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$1,232,100 and \$12,665,435, respectively.

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**F. Long-Term Obligations (Cont)****Revenue Bonds (Cont.)**

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay refunding bonds issued in 2017 Series A. Proceeds from the bonds provided financing to refund the outstanding 2010 Series B bonds originally issued to finance additions, extensions and improvements to the wastewater utility including Mill Creek lift station. The bonds are payable solely from utility revenues and are payable through 2031. Annual principal and interest payments on the bonds are expected to require 12.13% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$11,643,000. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$1,499,700 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2020 Series A. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the downtown wastewater treatment facility. The bonds are payable solely from utility revenues and are payable through 2041. Annual principal and interest payments on the bonds are expected to require 7.50% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$16,679,710. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$927,590 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay refunding bonds issued in 2020. Proceeds from the bonds provided financing to refund the outstanding 2008 and 2009 bonds originally issued to finance additions, extensions and improvements to the downtown wastewater treatment plant and the Ewing Lane lift station. The bonds are payable solely from utility revenues and are payable through 2029. Annual principal and interest payments on the bonds are expected to require 0.65% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$4,410,150. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$80,900 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2020 Series B and reissued in 2022. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the wastewater utility including the CSO interceptor. The bonds are payable solely from utility revenues and are payable through 2042. Annual principal and interest payments on the bonds are expected to require 1.38% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$27,406,271. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$170,997 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay refunding revenue bonds issued in 2021. Proceeds from the bonds provided financing to refund the outstanding 2010 A and 2011 A originally issued to finance additions, extensions and improvements to the wastewater utility including upgrades to provide sewer to the recently annexed area. The bonds are payable solely from utility revenues and are payable through 2032. Annual principal and interest payments on the bonds are expected to require 9.46% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$17,806,600. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$1,169,800 and \$12,364,080, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bond anticipation notes issued in 2022. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the north wastewater treatment facility. The bonds are payable solely from utility revenues and are payable through 2025. Annual principal and interest payments on the bonds are expected to require 0.000% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$0. Principal and interest paid for the current year and total net revenues less depreciation and amortization were \$14,265,084 and \$5,061,537, respectively.

The Wastewater Utility has pledged revenues, net of specified operating expenses, to repay revenue bonds issued in 2022. Proceeds from the bonds provided financing to finance additions, extensions and improvements to the north wastewater treatment facility. The bonds are payable solely from utility revenues and are payable through 2042. Annual principal and interest payments on the bonds are expected to require 1.33% of net revenues less depreciation and amortization. The total principal and interest remaining to be paid on the bonds is \$4,835,000. Principal and interest

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds

F. Long-Term Obligations (Cont)

Revenue Bonds (Cont.)

paid for the current year and total net revenues less depreciation and amortization were \$165,000 and \$12,364,080, respectively.

Revenue debt payable at December 31, 2023, consists of the following:

Governmental Activities Revenue Debt Summary

Revenue Debt	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2023
Redevelopment Authority Economic Development Bonds, 2016	04/12/16	08/15/26	2% to 5%	\$ 6,985,000	\$ 2,295,000
Redevelopment Authority Economic Development Bonds, 2017	06/21/17	02/01/27	2% to 3%	25,100,000	9,830,000
<i>Total Governmental Activities - Revenue Debt</i>					<u>\$ 12,125,000</u>

Business-type Activities Revenue Debt Summary

Sewage Works Revenue Bonds

Taxable Sewage Works Revenue Bonds Of 2011, Series B	03/31/11	01/01/32	0.00%	\$ 772,000	\$ 212,863
Sewage Works Revenue Bonds Of 2011, Series C	11/23/11	01/01/33	1.54%	20,550,000	11,058,000
Sewage Works Revenue Bonds Of 2012	12/13/12	01/01/33	1.61%	11,865,000	6,423,000
Sewage Works Refunding Revenue Bonds Of 2013	10/03/13	01/01/26	3.50%	8,540,000	3,515,000
Sewage Works Refunding Revenue Bonds, Series 2017A	09/21/17	01/01/31	2% to 5%	12,800,000	9,675,000
Sewage Works Revenue Bonds Of 2020, Series A	02/14/20	01/01/41	2.00%	15,279,000	14,009,000
Sewage Works Refunding Revenue Bonds Of 2020	07/29/20	01/01/29	2.00%	4,045,000	4,045,000
Sewage Works Revenue Bonds of 2020, Series B (Reissued 2022)	09/22/22	01/01/42	0.68%	25,000,000	24,999,000
Sewage Works Refunding Revenue Bonds Of 2021	06/24/21	01/01/32	4.00%	15,070,000	14,200,000
Taxable Sewage Works Revenue Bonds of 2022	09/22/22	01/01/42	0.00%	5,000,000	360,040
<i>Total Business-type Activities - Revenue Debt</i>					<u>\$ 88,496,903</u>

Debt service requirements to maturity for revenue debt are as follows:

Years	Governmental Activities Revenue Debt		Business-type Activities Revenue Debt	
	Principal	Interest	Principal	Interest
2024	\$ 3,460,000	\$ 309,550	\$ 5,475,000	\$ 1,815,827
2025	3,560,000	217,925	5,304,040	1,767,974
2026	3,650,000	125,000	5,419,000	1,627,647
2027	1,455,000	21,825	5,634,000	1,480,990
2028	-	-	5,794,000	1,332,661
2029-2033	-	-	31,315,863	3,494,547
2034-2038	-	-	16,262,000	1,049,789
2039-2043	-	-	13,293,000	227,449
	<u>\$ 12,125,000</u>	<u>\$ 674,300</u>	<u>\$ 88,496,903</u>	<u>\$ 12,796,884</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**F. Long-Term Obligations (Cont)**

Tax increment financing bonds are payable from incremental taxes derived from a separately created tax increment financing district.

Tax Increment Financing Bonds

The City has pledged future TIF property tax revenues, net of specified operating expenses, to repay the 2008 Tax Increment Revenue Bonds issued in 2008. Proceeds from the bonds provided financing for the construction of and certain improvements to the Veterans Parkway and Thompson Lane. The bonds are payable solely from TIF property tax revenues from the Inner City Road Economic Development Area and are payable through 2026. Annual principal and interest payments on the bonds are expected to require 4.25% of net revenues. The total principal and interest remaining to be paid on the bonds is \$631,987. Principal and interest paid for the current year and total net revenues were \$253,837 and \$5,968,816, respectively.

The City has pledged future TIF property tax revenues, net of specified operating expenses, to repay the 2013 Series A Tax Increment Revenue Bonds issued in 2013. Proceeds from the bonds provided financing for stormwater conveyance system improvements. The bonds are payable solely from TIF property tax revenues from the Falls Landing Riverfront Redevelopment Area and are payable through 2032. Annual principal and interest payments on the bonds are expected to require (19.79)% of net revenues. The total principal and interest remaining to be paid on the bonds is \$1,317,128. Principal and interest paid for the current year and total net revenues were \$155,694 and (\$786,643), respectively.

The City has pledged future TIF property tax revenues, net of specified operating expenses, to repay the 2013 Series B Tax Increment Revenue Bonds issued in 2013. Proceeds from the bonds provided financing for stormwater conveyance system improvements. The bonds are payable solely from TIF property tax revenues from the Inner City Road Economic Development Area and are payable through 2027. Annual principal and interest payments on the bonds are expected to require 13.04% of net revenues. The total principal and interest remaining to be paid on the bonds is \$2,713,725. Principal and interest paid for the current year and total net revenues were \$778,050 and \$5,968,816, respectively.

The City has pledged future TIF property tax revenues, net of specified operating expenses, to repay the 2013 Series C Tax Increment Revenue Bonds issued in 2013. Proceeds from the bonds provided financing for design, construction, equipping and furnishing of the police and fire headquarters. The bonds are payable solely from TIF property tax revenues from the Falls Landing Riverfront Redevelopment Area and are payable through 2032. Annual principal and interest payments on the bonds are expected to require (50.71)% of net revenues. The total principal and interest remaining to be paid on the bonds is \$3,368,688. Principal and interest paid for the current year and total net revenues were \$398,881 and (\$786,643), respectively.

The City has pledged future TIF property tax revenues, net of specified operating expenses, to repay the 2013 Series D Tax Increment Revenue Bonds issued in 2013. Proceeds from the bonds provided financing for design, construction, equipping and furnishing of the police and fire headquarters. The bonds are payable solely from TIF property tax revenues from the Inner City Roads Economic Development Area and are payable through 2027. Annual principal and interest payments on the bonds are expected to require 5.49% of net revenues. The total principal and interest remaining to be paid on the bonds is \$1,143,438. Principal and interest paid for the current year and total net revenues were \$327,628 and \$5,968,816, respectively.

The City has pledged future TIF property tax revenues, net of specified operating expenses, to repay the 2013 Series E Tax Increment Revenue Bonds issued in 2013. Proceeds from the bonds provided financing for design, construction, equipping and furnishing of the police and fire headquarters. The bonds are payable solely from TIF property tax revenues from the Inner City Roads Economic Development Area and are payable through 2032. Annual principal and interest payments on the bonds are expected to require 1.25% of net revenues. The total principal and interest remaining to be paid on the bonds is \$2,220,794. Principal and interest paid for the current year and total net revenues were \$74,375 and \$5,968,816, respectively.

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds

F. Long-Term Obligations (Cont)

Tax Increment Financing Bonds at December 31, 2023, consists of the following:

Governmental Activities

Tax Increment Financing Bonds	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2023
Redevelopment District Tax Increment Revenue Bonds Of 2008	09/03/08	01/15/26	3.85% to 5.25%	\$ 2,790,000	\$ 585,000
Redevelopment District Tax Increment Revenue Bonds of 2013, Series A	01/29/13	01/15/32	1.00% to 3.625%	2,225,000	1,130,000
Redevelopment District Tax Increment Revenue Bonds of 2013, Series B	01/29/13	01/15/27	1.83% to 3.25%	9,030,000	2,555,000
Redevelopment District Tax Increment Revenue Bonds of 2013, Series C	05/30/13	01/15/32	1.0% to 5.0%	5,500,000	2,830,000
Redevelopment District Tax Increment Revenue Bonds of 2013, Series D	05/30/13	01/15/27	2.90%	3,750,000	1,080,000
Redevelopment District Tax Increment Revenue Bonds of 2013, Series E	05/30/13	01/15/32	4.25%	1,750,000	1,750,000
<i>Total Governmental Activities Tax Increment Financing Bonds</i>					<u>\$ 9,930,000</u>

Debt service requirements to maturity are as follows:

Governmental Activities Tax Increment Financing Bonds

Years	Principal	Interest
2024	\$ 1,635,000	\$ 351,608
2025	1,680,000	296,720
2026	1,615,000	283,646
2027	1,175,000	183,539
2028	770,000	183,539
2029-2033	3,055,000	250,416
	<u>\$ 9,930,000</u>	<u>\$ 1,549,468</u>

Loans Payable as of December 31, 2023, consists of the following:

Governmental Activities

Loans Payable From Direct Borrowings	Date of Issue	Final Maturity	Interest Rates	Original Indebtedness	Balance December 31, 2024
2020 Police Axon Enterprise, Inc.	06/24/20	08/01/24	0.00%	\$ 523,069	\$ 88,794
2023 Chevy Blazer - Mayor (FSB)	06/28/23	06/28/27	5.25%	33,500	30,337
2023 Police Dodge Charges & Durangos	11/08/23	12/01/27	5.35%	887,616	887,616
<i>Total Governmental Activities Other Long-Term Liabilities - Loans Payable</i>					<u>\$ 1,006,747</u>

Debt service requirements to maturity are as follows:

Years	Governmental Activities Loans Payable		Business-type Activities Loans Payable	
	Principal	Interest	Principal	Interest
2024	\$ 299,695	\$ 52,838	\$ -	\$ -
2025	224,835	38,128	-	-
2026	237,033	25,930	-	-
2027	245,184	13,122	-	-
	<u>\$ 1,006,747</u>	<u>\$ 130,018</u>	<u>\$ -</u>	<u>\$ -</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**H. Net Position/Fund Balances**

Net position reported on the government wide statement of net position at December 31, 2023, includes the following:

Governmental Activities

Net Investment in Capital Assets

Land and construction in progress	\$ 26,289,979
Other capital assets, net of accumulated depreciation	95,998,990
Less: Retainage Payable	(25,495)
Less: Long-term debt outstanding	(23,192,560)
Add: Deferred amount on refunding	<u>42,624</u>

Total Net Investment in Capital Assets

\$ 99,113,538

Business Type Activities

Net Investment in Capital Assets

	Wastewater	Stormwater
Land and construction in progress	\$ 26,510,190	\$ 740,524
Other capital assets, net of accumulated depreciation	149,122,402	60,273,077
Less: Long-term debt outstanding	(91,479,755)	-
Less: Retainage Payable	(1,032,488)	-
Add: Unspent bond proceeds	1,232,427	-
Add: Deferred amount on refunding	<u>1,005,224</u>	<u>-</u>

Total Net Investment in Capital Assets

\$ 85,358,000 \$ 61,013,601

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds

H. Net Position/Fund Balances (Cont.)

Governmental Funds

Governmental fund balances reported on the fund financial statements at December 31, 2023, include the following:

	<u>General Fund</u>	<u>Inner City TIF Fund</u>	<u>Nonmajor Funds</u>	<u>Totals</u>
Fund Balances				
Restricted for:				
Highways & Streets	\$ -	\$ -	\$ 1,709,308	\$ 1,709,308
Public Safety	-	-	2,256,091	2,256,091
General Government	-	-	575,083	575,083
Culture and Recreation	-	-	694,987	694,987
Economic Development	-	26,971,235	2,613,046	29,584,281
Health and Welfare	-	-	1,422,601	1,422,601
Debt Service	-	-	5,569,103	5,569,103
Capital projects	-	-	18,961,653	18,961,653
Sub-total	<u>\$ -</u>	<u>\$ 26,971,235</u>	<u>\$ 33,801,872</u>	<u>\$ 60,773,107</u>
Committed to:				
General Government	-	-	1,072,192	1,072,192
Public safety	-	-	624,933	624,933
Culture and Recreation	-	-	443,826	443,826
Economic Development	-	-	2,000,471	2,000,471
Health and Welfare	-	-	13,635	13,635
Sub-total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 4,155,057</u>	<u>\$ 4,155,057</u>
Assigned to:				
General Government	612,624	-	-	612,624
Sub-total	<u>\$ 612,624</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 612,624</u>
Unassigned (deficit):	<u>13,662,670</u>	<u>-</u>	<u>(70,466)</u>	<u>13,592,204</u>
Total Fund Balances	<u>\$ 14,275,294</u>	<u>\$ 26,971,235</u>	<u>\$ 37,886,463</u>	<u>\$ 79,132,992</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 3 - Detailed Notes On All Funds**I. Restatement Of Net Position**

During the current year, management obtained additional evidence supporting their capital assets and recorded the restatement as of January 1, 2023, to correct errors in the amounts previously reported for capital assets. Because the City made the corrections as of January 1, 2023, it was not practicable to determine the impact on the income statements for the year ending December 31, 2022. Net position, of the governmental activities, has been restated to correct errors in capital asset reporting for 2022.

<u>Restatement Impacts:</u>	<u>Governmental Activities</u>	<u>Business Type Activities</u>	<u>Wastewater Utility</u>	<u>Stormwater Utility</u>
Net position, beginning of year	\$ 257,973,228	\$ 102,368,595	\$ 71,294,537	\$ 31,074,058
Adjustments to correct capital asset balances	(128,617,530)	54,579,002	24,112,310	30,466,692
Net position, beginning of year, as restated	<u>\$ 129,355,698</u>	<u>\$ 156,947,597</u>	<u>\$ 95,406,847</u>	<u>\$ 61,540,750</u>
 <u>Capital Assets Impact:</u>				
Capital Assets, as previously reported				
Land and Construction in Progress	\$ 35,724,067	\$ 45,722,757	\$ 45,558,957	\$ 163,800
Other Capital Assets, net of depreciation	211,279,155	121,986,713	90,583,632	31,403,081
	<u>\$ 247,003,222</u>	<u>\$ 167,709,470</u>	<u>\$ 136,142,589</u>	<u>\$ 31,566,881</u>
Capital Assets, as restated				
Land and Construction in Progress	\$ 23,284,591	\$ 47,577,116	\$ 46,836,592	\$ 740,524
Other Capital Assets, net of depreciation	95,101,101	174,711,356	113,418,307	61,293,049
	<u>\$ 118,385,692</u>	<u>\$ 222,288,472</u>	<u>\$ 160,254,899</u>	<u>\$ 62,033,573</u>

Note 4 - Other Information

A. Employees' Retirement System

Administration of System and Plans

The City participates in the Public Employees' Retirement Fund (PERF), the 1977 Police Officers' and Firefighters' Pension and Disability Fund of the Indiana Public Retirement System (INPRS), the 1937 Firefighters' Fund and the 1925 Police Officers' Fund. Information for each plan follows in the aggregate summary of pension financial information:

	Net Pension Liability	Deferred Outflows of Resources	Deferred Inflows of Resources
PERF			
Governmental activities	\$ 4,481,725	\$ 2,031,129	\$ 43,593
Business-type activities:			
Wastewater	2,112,287	965,975	20,484
Stormwater	367,247	169,034	3,561
Total business type activities	2,479,534	1,135,009	24,045
Total PERF	\$ 6,961,259	\$ 3,166,138	\$ 67,638
1977 Police Officers' and Firefighters' Pension and Disability Fund			
Governmental:			
Police Officers'	\$ 6,227,002	\$ 6,633,861	\$ 122,826
Firefighters'	6,327,398	6,796,124	129,000
Total 1977 plan	\$ 12,554,400	\$ 13,429,985	\$ 251,826
1925 Police Officers Plan			
Governmental:			
Police Officers	\$ 9,519,116	-	-
1937 Firefighters' Plan			
Governmental:			
Firefighters	\$ 11,494,308	-	-
Total governmental activities	\$ 38,049,549	\$ 15,461,114	\$ 295,419
Total business-type activities	\$ 2,479,534	\$ 1,135,009	\$ 24,045

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****Public Employees' Retirement Fund**

Plan description. The City (including the Wastewater Utility and Stormwater Utility) and the Parks Department participate in the Public Employees' Retirement Fund, a cost-sharing multiple-employer defined benefit plan effective July 1, 2013 based on 35 IAC 21-1-1, 35 IAC 21-1-2 and amended IC 5-10.2-2-11(b). PERF was established to provide retirement, disability, and survivor benefits to full-time employees of the State of Indiana not covered by another plan, those political subdivisions that elect to participate in the retirement plan, and certain INPRS employees. Political subdivisions mean a county, city, town, township, political body corporate, public school corporation, public library, public utility of a county, city, town, township, and any department of, or associated with, a county, city, town, or township, which department receives revenue independently of, or in addition to, funds obtained from taxation. Details of the PERF Hybrid Plan are described below.

PERF Hybrid Plan Description. The PERF Hybrid Plan was established by the Indiana Legislature in 1945 and is governed by the INPRS Board of Trustees in accordance with Indiana Code (IC) 5-10.2, IC 5-10.3, and IC 5-10.5. There are two (2) aspects to the PERF Hybrid Plan defined benefit structure. The first portion is the monthly defined benefit pension that is funded by the employer. The second portion of the PERF Hybrid Plan benefit structure is the Public Employees' Hybrid Members Defined Contribution Account (DC Account), formerly known as the Annuity Savings Account (ASA), which supplements the defined benefit at retirement.

Contributions. Members are required to contribute 3% of their annual covered salary to their defined contribution account. The primary government is required to contribute at an actuarially determined rate; the current rate for calendar year 2023 is 11.20% percent of annual covered payroll. The contribution requirements of plan members and the primary government are established and may be amended by the INPRS Board of Trustees. The actuarial amount, when combined with employee contributions, is expected to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Contributions to the PERF plan from the City were \$1,204,029 for the calendar year ended December 31, 2023. Contributions to the PERF plan from the Parks Department were \$165,708 for the calendar year ended December 31, 2023.

INPRS administers the plan and issues a publicly available financial report that includes financial statements and required supplemental information for the plan as a whole and for its participants. The report is available on-line at <http://www.inprs.in.gov/> or may be obtained by contacting:

Indiana Public Retirement System

1 N Capital Street, Suite 001

Indianapolis, IN 46204

Ph. (888) 526-1687

Retirement Benefits. The PERF Hybrid Plan retirement benefit consists of the sum of a defined pension benefit provided by employer contributions plus the amount credited to the member's Defined Contribution Account (DC Account). Pension benefits vest after 10 years of creditable service. The vesting period is eight (8) years for certain elected officials. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity, or leave the contributions invested with INPRS. Vested PERF members leaving a covered position, who wait 30 days after termination, may withdraw their DC account and will not forfeit creditable service or a full retirement benefit. However, if a member is eligible for a full retirement at the time of the withdrawal request, he/she will have to begin drawing his/her pension benefit in order to withdraw the DC Account. A non-vested member who terminates employment prior to retirement may withdraw his/her DC Account after 30 days, but by doing so, forfeits his/her creditable service. A member who returns to covered service and works no less than six (6) months in a covered position may reclaim his/her forfeited creditable service.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years of creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position. All 20 calendar quarters do not need to be continuous, but they must be in groups of four (4) consecutive calendar quarters. The same

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

Public Employees' Retirement Fund (Cont.)

calendar quarter may not be included in two (2) different groups. For PERF members who serve as an elected official, the highest one (1) year (total of four (4) consecutive quarters) of annual compensation is used. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as part of the member's annual compensation.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable service is at least 85 is entitled to 100 percent of the benefits as described above.

A member who has reached at least age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age 59, the early retirement percentage of the normal annual pension benefit is 89 percent. This amount is reduced five (5) percentage points per year (e.g., age 58 is 84 percent) to age 50 being 44 percent.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly.

Disability and Survivor Benefits. The PERF Hybrid Plan also provides disability and survivor benefits. A member who has at least five (5) years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits, or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent.

Upon the death in service of a member with 15 or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two (2) or more years, or surviving dependent children under the age of 18. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who was at least 65 years of age and had at least 10 but not more than 14 years of creditable service.

Rate of Return. The money-weighted rate of return expresses investment performance, net of investment expense, adjusted for the changing amounts actually invested. For the fiscal year ended December 31, 2023, the annual money-weighted rate of return on pension plan investments, net of pension plan investment expense for Public Employee's Retirement Fund was 3.7% percent.

Net Pension Liability

At December 31, 2023, the City and Parks Department, Water Utility, and Wastewater Utility reported a liability (asset) of \$6,961,259, their proportionate shares of the net pension liability (asset). The proportion of the total was measured on the ratio of the wages reported by employers relative to the collective wages of the plan. This basis of allocation measures the proportionate relationship of an employer to all employers and is consistent with the manner in which contributions to the pension plan are determined. The plan does not have a special funding situation, as there is not a non-employer contributing entity legally responsible for making contributions that are used to provide pension benefits to members of the pension plan. At December 31, 2023, the city's proportionate share was .17459% which was an increase of 0.176% from .15699% as of December 31, 2022. The City's park proportionate share as of December 31, 2023 was .02265%, which was an increase of .00178% from .02087% as of December 31, 2022. The net pension liability for fiscal year 2022 is calculated as set forth in the following table:

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****Net Pension Liability (Cont.)**

	Governmental Activities	Wastewater Utility	Stormwater Utility
Net pension liability - beginning December 31, 2022	\$ 3,645,923	\$ 1,675,298	\$ 288,185
Total pension expense	963,970	492,871	88,776
Difference between expected and actual experience	27,454	13,072	2,273
Net difference between projected and actual investments	580,842	274,680	47,757
Change in assumptions	(90,764)	(42,085)	(7,317)
Change in proportionate share of contributions	233,996	112,432	19,549
Defined benefit plan Employer Contributions	(879,696)	(413,981)	(71,976)
Net Pension Liability - December 31, 2023	<u>\$ 4,481,725</u>	<u>\$ 2,112,287</u>	<u>\$ 367,247</u>

Deferred Outflows of Resources and Deferred Inflows of Resources. At December 31, 2023, the City, Wastewater Utility, and Stormwater Utility reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

Governmental Activities	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 91,694	\$ -
Changes in assumptions	244,398	-
Net differences between projected and actual earnings on pension plan investments	1,027,224	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	243,236	43,593
Employer contributions subsequent to the measurement date	424,577	-
Totals	<u>\$ 2,031,129</u>	<u>\$ 43,593</u>
Wastewater	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 43,217	\$ -
Changes in assumptions	115,187	-
Net differences between projected and actual earnings on pension plan investments	484,142	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	118,894	20,484
Employer contributions subsequent to the measurement date	204,535	-
Totals	<u>\$ 965,975</u>	<u>\$ 20,484</u>
Stormwater	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 7,514	\$ -
Changes in assumptions	20,027	-
Net differences between projected and actual earnings on pension plan investments	84,174	-
Changes in proportion and differences between employer contributions and proportionate share of contributions	20,671	3,561
Employer contributions subsequent to the measurement date	36,648	-
Totals	<u>\$ 169,034</u>	<u>\$ 3,561</u>

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

Net Pension Liability (Cont.)

An amount of \$424,577, \$204,535, and \$36,648 reported as deferred outflows related to pension resulting from the Employer's contributions subsequent to the measurement date will be recognized as a reduction of the net pension liability (asset) in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pension will be recognized in pension expense as follows:

City, Park, Wastewater, and Stormwater

Year Ended December 31:	Deferred Outflows of Resources and Deferred Inflows of Resources (Net)
2024	\$ 850,227
2025	231,667
2026	1,133,521
2027	217,325

Pension Expense. The City recognized pension expense for the following proportionate share of pension expense:

Pension Expense	Governmental Activities	Wastewater Utility	Stormwater Utility
Proportionate share of plan pension expense	\$ 909,802	\$ 428,800	\$ 74,552
Net amortization of deferred amounts from changes in proportion and differences between employer contributions and proportionate share of contributions	83,048	42,096	7,319
Internal change in proportionate share	(28,880)	21,975	6,905
Total	\$ 963,970	\$ 492,871	\$ 88,776

Key Methods and Assumptions. Key methods and assumptions used in calculating the total pension liability in the latest actuarial valuations are presented below:

Valuation Date:

Assets:	June 30, 2023
Liabilities:	June 30, 2022 - Member census data as of June 30, 2022 was used in the valuation and adjusted, where appropriate, to reflect changes between June 30, 2022 and June 30, 2023. Standard actuarial roll forward techniques were then used to project the total pension liability computed as of June 30, 2022 to the June 30, 2023 measurement date.
Actuarial Cost Method:	Entry Age Normal (Level percent of payroll)
Experience Study Date:	Period of 5 years ended June 30, 2019
Investment Rate of Return:	6.25%, net of investment expense, including inflation
Cost of Living Increases:	Beginning January 1, 2024: .40%; Beginning January 1, 2034: 0.50%; Beginning January 1, 2039: 0.60%
Salary increases, including inflation:	2.65%-8.65%
Inflation:	2.00%

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****Net Pension Liability (Cont.)****Key Methods and Assumptions. (Cont.)****Mortality:**

Health:

Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019.

Disability:

Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019.

Funding Policy Location

www.in.gov/inprs/files/INPRS_Funding_Policy.pdf

Change in Assumptions. There were no changes in assumptions during the fiscal year.

Changes in Actuarial Methods. There were no changes to the actuarial methods during the fiscal year.

Plan Amendments. In 2023, the full retirement benefit eligibility condition of age 70 and 20 years of credible service while still active in covered position was changed to age 65 and 20 years of creditable service while still active in a covered position. This change was deemed immaterial and has no impact on the actuarial liability.

Long-Term Return Expectation. The long-term return expectation has been determined by using a building-block approach and assumes a time horizon, as defined by INPRS Investment Policy Statement. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been established and the long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes.

	Long-Term Expected Real Rate of Return % (Geometric Basis)	Target Asset Allocation
Public Equity	3.7%	20.0%
Private Markets	6.4	15.0
Fixed Income - Ex Inflation-Linked	2.2	20.0
Fixed Income - Inflation-Linked	0.5	15.0
Commodities	1.1	10.0
Real Assets	3.4	10.0
Absolute Return	1.6	5.0
Risk Parity	5.9	20.0
Cash and Cash Overlay	-	N/A

Discount rate. The discount rate used to measure the total pension liability was 6.25% as of June 30, 2023 and is equal to the long-term expected return on plan investments.

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.25 percent, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.25 percent) or 1-percentage-point higher (7.25 percent) than the current rate:

	1% Decrease to Discount Rate (5.25%)	Current Discount Rate (6.25%)	1% Increase to Discount Rate (7.25%)
Governmental Activities proportionate share of the net pension liability (asset)	\$ 7,303,787	\$ 4,481,725	\$ 2,128,679
Wastewater Utility's proportionate share of the net pension liability (asset)	\$ 3,442,357	\$ 2,112,287	\$ 1,003,271
Stormwater Utility's proportionate share of the net pension liability (asset)	\$ 598,496	\$ 367,247	\$ 174,431

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

1925 Police Officers' Pension Plan

Plan description. The City contributes to the 1925 Police Officers' Pension Plan which 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 pension board consists of nine members. Three are members by virtue of office: the Mayor, the City Controller, and the Police Chief. Five members are elected representatives of the active membership of the police department, and one additional member, a retired officer, is elected. The plan provides retirement, disability, and death benefits to plan members and beneficiaries.

The financial statements of the plan are included in these financial statements as a pension and other employee benefit trust fund (a fiduciary fund).

The plan was established and may be amended 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.

Plan Membership

At December 31, 2023, Plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits	20
Total	<u>20</u>

Benefits Provided. The plan provides retirement, disability, and death benefits. The benefit provisions of the plan for non-converted members are set forth in Indiana Code 36-8-6. The benefit provisions for the converted members are set forth in Indiana Code 36-8-8. Unless specifically denoted, provisions for converted and nonconverted members are the same. All full-time, fully paid police officers who were hired before May 1, 1977 or rehired between April 30, 1977 and February 1, 1979 are eligible participants. The pension plan is closed to new entrants.

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age 52 with 20 or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a first-class patrolman, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with 32 years of service.

Non-converted plan members of any age with twenty or more years of creditable service and converted plan members age fifty with twenty years or more of creditable service are eligible to receive early retirement benefits. Early retirement benefits are unreduced for non-converted plan members. Early retirement benefits are reduced by 7% per year for converted plan members between ages 50 and 52. Late retirement benefits are calculated in the same manner as normal retirement benefits.

Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a first-class patrolman. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. For converted plan members, the disability benefit is equal to the benefit the member would have received if the member had retired.

If a converted member does not have twenty years of service or is not at least age 52 on the date of disability, the benefit is computed as if the member does have twenty years of service and is age 52 at the date of disability.

Pre-retirement death benefits vary for converted and non-converted plan members and depending upon whether the death is considered in the line of duty or not in the line of duty. Such benefits range from 20-50% of a first-class patrolman salary, with longevity, or from 55-100% of the monthly benefit the member was receiving, or was entitled to receive, on the date of death. Pre-retirement death benefits are payable to the surviving spouse, children and dependent parents of plan members provided they meet eligibility guidelines. A one-time funeral death benefit is paid to the heirs

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****1925 Police Officers' Pension Plan (Cont.)**

or estate upon a member's death from any cause and is equal to at least \$12,000. An additional benefit of \$150,000 is paid from the Pension Relief Fund to a surviving spouse, children, or parent(s) if death occurs in the line of duty.

Non-converted members are entitled to the normal retirement benefit described above if termination occurs after earning 20 years of service. If termination occurs before completing twenty years of service, no benefits are payable. Converted members are entitled to the accrued retirement benefit determined as of the termination date and payable commencing on the normal retirement date. If termination occurs before completing 20 of service, the member shall be entitled to the member's contributions plus accumulated interest.

Benefits for non-converted retired members are increased annually based on increases in the first-class salary as approved by the employer. Converted retired member benefits are increased annually based on increases in the CPI-U index. The increase is subject to a 3% maximum and 0% minimum.

Contributions. Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to six percent (6%) of the salary of a first-class patrolman until they have completed 32 years of service.

Actuarial valuations are performed annually for the 1925 Police Officers' Pension Plan. The assumptions used in the valuation are selected and approved by the Indiana Public Retirement System (INPRS) Board of Trustees.

Benefits to members of the plan are funded on a pay-as-you-go basis by certain revenues and appropriations of the State of Indiana to the Pension Relief Fund. On-behalf contributions from the State of Indiana as shown in the financial statements of \$786,602 approximate an equal amount paid out for benefits. The primary government has recognized these on-behalf payments as intergovernmental revenue and public safety expenditures in the General Fund. The Pension Relief Fund has been created within the INPRS and is administered by INPRS and is used as a temporary holding account for collecting State revenues and appropriations before funds are distributed to employers. Amounts required to pay benefits are distributed from the fund to the City.

Pension Plan Investments - Policy and Rate of Return. The pension plan investment policy is consistent with the overall policy of the City as described in Note 3.A. The plan held no investments during the reporting period.

Deferred Retirement Option Plan. The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than 12 months and not more than 36 months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions. When a member enters the DROP, a "DROP frozen benefit" will be calculated. Members of the DROP are eligible to receive a lump sum equal to the amount of the DROP frozen benefit multiplied by the number of months in the DROP. A member may elect to receive this amount in three annual installments instead of a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. Forms of payment include a single life annuity or a joint annuity with 60% survivor benefits. A member, upon retirement, may elect to forgo DROP benefits and instead receive monthly retirement benefits calculated as if the member never elected to participate in the DROP. There is no balance of amounts held by the pension plan pursuant to the DROP.

Net Pension Liability (Asset)

The components of the net pension liability of the 1925 Police Officers' Pension Plan at December 31, 2023 were as follows:

	1925 Police Officers' Pension
Actuarial net pension liability	\$ 9,836,371
Plan fiduciary net position	(317,255)
Net pension liability	<u>\$ 9,519,116</u>
Plan fiduciary net position as a percentage of total pension liability	<u>3.23%</u>

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

1925 Police Officers' Pension Plan (Cont.)

Change in net pension liability during the measurement year were as follows:

Changes in Net Pension Liability	1925 Police Officers' Pension		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at December 31, 2022	\$ 10,025,854	\$ (343,270)	\$ 9,682,584
Interest cost	390,953	-	390,953
Differences between expected and actual experience (gain)/loss	(158,911)	-	(158,911)
Changes in assumptions (gain)/loss	334,042	-	334,042
Non-employer contributing entity contributions	-	(720,271)	(720,271)
Employer contributions	-	(7,000)	(7,000)
Administrative expense	-	3,676	3,676
Benefit payments, including refunds	(755,566)	749,609	(5,957)
Balance at December 31, 2023	\$ 9,836,372	\$ (317,256)	\$ 9,519,116

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended December 31, 2023, the City recognized a reduction of pension expense of \$566,084. At December 31, 2023, the City reported no deferred outflows or inflows of resources related to the 1925 Police Officers' Pension Plan.

Actuarial Assumptions. The actuarial assumptions used in the valuation were selected and approved by the INPRS Board of Trustees.

The total pension liability was determined by an actuarial valuation as of December 31, 20223, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.00% per annum
Salary increases	2.65% per annum
Long-term rate of return	0.00%
Cost of Living Increases for Certain Retirees	2.65% for Non-converted For converted - 3.00% on July 1st; 1.95% thereafter

Mortality rates are based on Publication-2010 family of mortality tables (amount weighted) with a fully generational projection of mortality improvements using SOA Scale MP-2019.

The actuarial assumptions used in the valuation are based on the results of the actuarial experience study, which covered the period beginning July 1, 2015 and ending June 30, 2019.

Discount Rate. The discount rate used to measure the total pension liability as of December 31, 2023 was 3.71%, a decrease from the 4.12% used to measure the December 31, 2022 total pension liability. The plan has assets that are less than one year's benefit payments; therefore, the fiduciary net position is projected to be depleted immediately and the discount rate is set equal to the Municipal Bond Index. At the direction of the INPRS, the Barclays 20-year Municipal Bond Index is used as this index.

The pension plan currently has no investments. The pension plan had \$317,256 of cash and cash equivalents at December 31, 2023.

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****1925 Police Officers' Pension Plan (Cont.)**

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the net pension liability of the plan, calculated using the discount rate of 3.71 percent, as well as what the plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.71 percent) or 1-percentage-point higher (4.71 percent) than the current rate:

	1% Decrease to Discount Rate (2.71%)	Current Discount Rate (3.71%)	1% Increase to Discount Rate (4.71%)
Net Pension Liability	\$ 10,422,560	\$ 9,519,116	\$ 8,737,163

Funding Status and Funding Progress. As of the January 1, 2022 actuarial valuation date, the plan was not funded and is on a pay-as-you-go-basis. The actuarial accrued liability for benefits was \$9,836,372, and the actuarial value of assets was \$317,256, resulting in an unfunded actuarial accrued liability of \$9,519,116. The covered payroll (annual payroll to active employees covered by the plan) and the ratio of the unfunded actuarial accrued liability to the covered payroll were not available.

Pension Plan Fiduciary Net Position. Detailed information about the plan's fiduciary net position is not available in the separately issued financial report. For the purpose of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pension and pension expense, information about the plan's fiduciary net position and addition to/deduction from fiduciary net position have been determined on the same basis as they are reported by the plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

1937 Firefighters' Officers' Pension Plan

Plan description. The City contributes to the 1937 Firefighters' Pension Plan which 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 pension board consists of seven members, which include the Mayor, the Fire Chief, the Pension Secretary, three trustees elected from active members, and one trustee elected from retired members.

The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established and can be amended 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.

Plan Membership

At December 31, 2023, Plan membership consisted of the following:

Retirees and beneficiaries currently receiving benefits - Fire	31
--	----

Benefits Provided. The plan provides retirement, disability, and death benefits. The benefit provisions of the 1937 Firefighters' Pension Plan for non-converted members are set forth in Indiana Code 36-8-7. The benefit provisions for converted members are set forth in Indiana Code 36-8-8.

Unless specifically denoted, provisions for converted and non-converted members are the same. All full-time, fully paid firefighters who were hired before May 1, 1977 or rehired between April 30, 1977 and February 1, 1979 are eligible participants. The pension plan is closed to new entrants.

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

1937 Firefighters' Officers' Pension Plan (Cont.)

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age 52 with 20 or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First-Class Firefighter, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with 32 years of service.

Non-converted plan members of any age with 20 or more years of creditable service and converted plan members age 50 with 20 years or more of creditable service are eligible to receive early retirement benefits. Early retirement benefits are unreduced for unconverted plan members. Early retirement benefits are reduced by 7% per year for converted plan members between ages 50 and 52. Late retirement benefits are calculated in the same manner as normal retirement benefits.

Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a First-Class Firefighter. If a member has more than 20 years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. For converted plan members, the disability benefit is equal to the benefit the member would have received if the member had retired. If a converted member does not have twenty years of service or is not at least age 52 on the date of disability, the benefit is computed as if the member does have twenty years of service and is age 52 at the date of disability.

Pre-retirement death benefits vary for converted and non-converted plan members and depending upon whether the death is considered in the line of duty or not in the line of duty. Such benefits range from 20-50% of a First-Class Firefighter's salary, with longevity, or from 55-100% of the monthly benefit the member was receiving, or was entitled to receive, on the date of death.

Pre-retirement death benefits are payable to the surviving spouse, children and dependent parents of plan members provided they meet eligibility guidelines. A one-time funeral death benefit is paid to the heirs or estate upon a member's death from any cause and is equal to at least \$12,000. An additional benefit of \$150,000 is paid from the Pension Relief Fund to a surviving spouse, children, or parent(s) if death occurs in the line of duty.

Non-converted members are entitled to the normal retirement benefit described above if termination occurs after earning twenty years of service. If termination occurs before completing twenty years of service, no benefits are payable. Converted members are entitled to the accrued retirement benefit determined as of the termination date and payable commencing on the normal retirement date.

If termination occurs before completing twenty years of service, the member shall be entitled to the member's contributions plus accumulated interest.

Benefits for non-converted retired members are increased annually based on increases in the First-Class Firefighter's salary as approved by the employer.

Converted retired member benefits are increased annually based on increases in the CPI-U index. The increase is subject to a 3% maximum and 0% minimum.

Contributions. Plan members are required by state statute (IC 36-8-7-8) to contribute an amount equal to six percent (6%) of the salary of a First-Class Firefighter until they have completed thirty-two years of service.

Actuarial valuations are performed annually for the 1937 Firefighters' Pension Plan. Benefits to members of the Plan are funded on a pay-as-you-go basis by certain revenues and appropriations from the State of Indiana to the Pension Relief Fund. On-behalf contributions from the State of Indiana as shown in the financial statements of \$1,261,666 approximate an equal amount paid out for benefits. The primary government has recognized these on-behalf payments as intergovernmental revenue and public safety expenditures in the General Fund. The Pension Relief Fund has been created within the Indiana Public Retirement System (INPRS) and is administered by INPRS and is used as a temporary holding account for collecting State revenues and appropriations before funds are distributed to employers. Amounts required to pay benefits are distributed from the fund to the City.

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****1937 Firefighters' Officers' Pension Plan (Cont.)****Net Pension Liability (Asset)**

Pension Plan Investments - Policy and Rate of Return. The pension plan investment policy is consistent with the overall policy of the City as described in Note 3.A. The plan held no investments during the reporting period. Cash and cash equivalents at December 31, 2022 were \$617,812.

Deferred Retirement Option Plan. The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than 12 months and not more than 36 months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions.

When a member enters the DROP, a "DROP frozen benefit" will be calculated. Members of the DROP are eligible to receive a lump sum equal to the amount of the DROP frozen benefit multiplied by the number of months in the DROP. A member may elect to receive this amount in three annual installments instead of a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. Forms of payment include a single life annuity or a joint annuity with 60% survivor benefits. A member, upon retirement, may elect to forgo DROP benefits and instead receive monthly retirement benefits calculated as if the member never elected to participate in the DROP. There is no balance of amounts held by the pension plan pursuant to the DROP.

The components of the net pension liability of the 1937 Firefighters' Pension Plan at December 31, 2023 were as follows:

	1937 Firefighters' Pension
Actuarial net pension liability	\$ 12,112,120
Plan fiduciary net position	(617,812)
Net pension liability	<u>\$ 11,494,308</u>
Plan fiduciary net position as a percentage of total pension liability	<u>5.10%</u>

Change in net pension liability during the measurement year were as follows:

Changes in Net Pension Liability	1937 Firefighters' Pension		
	Total Pension Liability	Plan Net Position	Net Pension Liability
Balance at December 31, 2022	\$ 13,209,768	\$ (722,773)	\$ 12,486,995
Interest cost	489,818	-	489,818
Differences between expected and actual experience (gain)/loss	(709,993)	-	(709,993)
Changes in assumptions (gain)/loss	344,526	-	344,526
Employer Contributions	-	(7,000)	(7,000)
Non-employer contributing entity contributions	-	(1,151,657)	(1,151,657)
Administrative expense	-	3,652	3,652
Benefit payments, including refunds	(1,221,999)	1,259,966	37,967
Balance at December 31, 2023	<u>\$ 12,112,120</u>	<u>\$ (617,812)</u>	<u>\$ 11,494,308</u>

Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For the year ended December 31, 2023, the City recognized a reduction in pension expense of \$124,351. On December 31, 2023, the City reported no deferred outflows or inflows of resources related to the 1937 Firefighters' Pension Plan.

Actuarial Assumptions. The actuarial assumptions used in the valuation were selected and approved by the INPRS Board of Trustees.

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

1937 Firefighters' Officers' Pension Plan (Cont.)

The total pension liability was determined by an actuarial valuation as of December 31, 2023, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.00% per annum
Salary increases	2.65% per annum
Investment Rate of Return	0.00%
Cost of Living Increases:	
Non-converted	2.65% each July 1st
Converted	3.00% on July 1st; 1.95% thereafter

Mortality rates were based on the Pub-2010 public retirement mortality tables (amount-weighted) with a fully generational projection of mortality improvements using SOA scale MP-2019.

The actuarial assumptions used in the valuation are based on the results of the actuarial experience study adopted by the Board in June 2020 for the 1977 Police Officers' and Firefighters' Pension and Disability Fund, which covered the period beginning July 1, 2015 and ending June 30, 2019.

Discount Rate. The discount rate used to measure the total pension liability as of December 31, 2023 was 3.71%, a decrease from the 4.12% as of December 31, 2022. The plan has assets that are less than one year's benefit payments; therefore, the fiduciary net position is projected to be depleted immediately and the discount rate is set equal to the Municipal Bond Index. At the direction of the INPRS, the Barclays 20-year Municipal Bond Index is used as this index.

The pension plan currently has no investments.

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the net pension liability of the plan, calculated using the discount rate of 3.71 percent, as well as what the plan's net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (2.71 percent) or 1-percentage-point higher (4.71 percent) than the current rate:

	1% Decrease to Discount Rate (2.71%)	Current Discount Rate (3.71%)	1% Increase to Discount Rate (4.71%)
Net Pension Liability	\$ 12,414,846	\$ 11,494,308	\$ 10,683,999

Funding Status and Funding Progress. As of the January 1, 2023 actuarial valuation date, the plan was not funded and is on a pay as you go basis. The actuarial accrued liability for benefits was \$12,112,120 and the actuarial value of assets was \$617,812, resulting in an unfunded actuarial accrued liability of \$11,494,308. The covered payroll (annual payroll to active employees covered by the plan) and the ratio of the unfunded actuarial accrued liability to the covered payroll were not available.

Pension Plan Fiduciary Net Position. Detailed information about the plan's fiduciary net position is not available in the separately issued financial report. For the purpose of measuring the net pension liability, deferred outflows of resources, and deferred inflows of resources related to pension and pension expense, information about the plan's fiduciary net position and addition to/deduction from fiduciary net position have been determined on the same basis as they are report by the plan. The plan uses the economic resources measurement focus and the full accrual basis of accounting. Contribution revenue is recorded as contributions are due, pursuant to legal requirements. Benefit payments and refunds of employee contributions are recognized as expense when due and payable in accordance with the benefit terms.

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****1937 Firefighters' Officers' Pension Plan (Cont.)****Statement of Fiduciary Net Position**

	Fire Pension	Police Pension
Assets and Deferred Outflows of Resources		
Cash and cash equivalents	\$ 617,812	\$ 317,255
Total assets	617,812	317,255
Liabilities and Deferred Inflows of Resources		
Accounts payable	-	-
Net position restricted for pensions	\$ 617,812	\$ 317,255

Statement of Changes in Fiduciary Net Position

	Fire Pension	Police Pension
Additions		
Contributions:		
Employer Contributions	\$ 1,158,657	\$ 727,271
Total additions	1,158,657	727,271
Deductions:		
Benefits	1,259,966	749,609
Administrative expense	3,652	3,677
Total deductions	1,263,618	753,286
Change in fiduciary net position	(104,961)	(26,015)
Net Position, Beginning	722,773	343,270
Net Position, Ending	\$ 617,812	\$ 317,255

Statement of Changes in Fiduciary Net Pension Liabilities (Assets)

	Fire Pension	Police Pension
Interest	\$ 489,818	\$ 390,953
Difference between expected and actual experience	(709,993)	(158,911)
Change in assumptions	344,526	334,041
Projected benefit payments	(1,221,999)	(755,566)
Net change in total pension liability	(1,097,648)	(189,483)
Total pension liability, beginning	13,209,768	10,025,854
Total pension liability, ending	12,112,120	9,836,371
Plan fiduciary net position, end of year	617,812	317,255
Net pension liability (asset), ending	\$ 11,494,308	\$ 9,519,116

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description. The 1977 Police Officers' and Firefighters' Pension and Disability Fund (1977 Fund) provides pensions for all police officers and firefighters hired after April 30, 1977. The plan is a cost-sharing, multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (INPRS). The pension system issues a publicly available financial report that can be obtained at <http://www.inprs.in.gov>.

For purposes of employer allocations, the Police Officers and Firefighters are considered separate submission units and their respective pension items are reported herein.

Retirement Benefits. The plan provides retirement, disability, and death benefits. Benefit terms are established and amended by State legislative action.

Annual retirement benefits for employees are calculated equal to 50 percent of the salary of a first class officer for 20 years of service. Normal retirement age is 52 with early retirement at 50. Employees are eligible for non-duty disability benefits after five years of services and for duty related disability benefits upon hire. Disability retirement benefits are determined in the same manner as retirement benefits but are payable immediately without an actuarial reduction. Death benefits equal the benefit which would have been payable to a beneficiary if the member had retired at age 50 or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. An employee who leaves service may withdraw his or her contributions, plus any accumulated interest.

Benefit terms provide for annual cost-of-living adjustments to each employee's retirement allowance subsequent to the employee's retirement date.

The annual adjustments are determined by statute equal to the change in the Consumer Price Index but not in excess of a 3 percent increase.

Retirement Benefits - Disability and Survivor Benefits. The 1977 Fund also provides disability and survivor benefits. An active member may file an application for disability benefits. A determination is then made by the local pension board, and reviewed by the INPRS Board of Trustees, as to whether the member has a covered impairment and whether the impairment was incurred in the line of duty or not.

The calculation for disability benefits is based on when the member was first hired, the type of impairment and other factors. In addition, the heirs or estate of a fund member may be entitled to receive \$12,000 upon the member's death.

If a member dies while receiving retirement or disability benefits, there are provisions for the surviving spouse and child(ren) to receive a portion of the benefits. The member's surviving spouse is entitled to a monthly benefit equal to 60 percent of the member's monthly benefit during the spouse's lifetime. Each of the member's surviving child(ren) is entitled to a monthly benefit equal to 20 percent of the member's monthly benefit until the age of 18, or age 23, if a full-time student. If there is no eligible surviving spouse or child(ren), a dependent parent(s) may receive 50 percent of the member's monthly benefit during their lifetime.

Retirement Benefits - Deferred Retirement Option Plan. The Deferred Retirement Option Plan (DROP) for the 1977 Fund was established by the Indiana Legislature in 2002 and is governed by the INPRS Board of Trustees in accordance with Indiana Code (IC) 36-8-8.5. Members of the 1977 Fund that are eligible to retire may elect to accumulate a DROP benefit while continuing to work. At the time of their election, the member executes an irrevocable election to retire on a DROP retirement date and remains in active service contributing to the fund until that date. The DROP retirement date must be not less than twelve (12) months and not more than thirty-six (36) months after their DROP entry date, and not after the date they reach any mandatory retirement age that may apply.

The member may make an election to enter the DROP only once in their lifetime. The DROP and future retirement monthly benefit is calculated as of the member's DROP entry date. At the time of retirement, the member must choose among the available options for distribution of the accumulated benefit under the DROP. As of June 30, 2019 the plan held zero dollars pursuant to the DROP.

Contributions. The funding policy for the 1977 Fund requires remittances of member and employer contributions based on percentages of the salary of a first class officer or firefighter rather than actual payroll. The employer contribution rate is actuarially determined. The required contributions are determined by the INPRS Board of Trustees based on actuarial investigation and valuation in accordance with IC 36-8-8-6. As the 1977 Fund is a cost-sharing system, all risks

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****1977 Police Officers' and Firefighters' Pension and Disability Fund (Cont.)**

and costs, including benefit costs, are shared proportionally by the participating employers. During calendar year 2023, all participating employers were required to contribute 17.5 percent of the salary of a first-class officer or firefighter. City contributions for the year ended December 31, 2023 were \$1,189,054 and \$1,213,487 for the Police Officers and Firefighters Funds, respectively.

Pension Liabilities, Pension Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions. For purposes of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions, and pension expense, information about the fiduciary net position of the Indiana Public Retirement System (INPRS) and additions to/deductions from INPRS's fiduciary net position have been determined on the same basis as they are reported by INPRS. For this purpose, benefit payments (including refunds of employee contributions) are recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

As of December 31, 2023, the City reported a pension liability of \$6,227,002 for the Police and a pension liability of \$6,327,397 for the Firefighter proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2023 and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on the City's reported wages as a proportion of total collective reported wages for all employers. At June 30, 2023, the City's proportion of the Police Officers' fund was .60785 percent. At June 30, 2023, the City's proportion of the Firefighters' fund was .61765 percent.

For the year ended December 31, 2023, the City recognized pension expense of \$2,148,483 for the Police Officers and \$2,196,839 for the Firefighters' fund. At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources		
	Police	Fire	Total
Differences between expected and actual experience	\$ 2,045,630	\$ 2,078,613	\$ 4,124,243
Changes in assumptions	1,401,874	1,424,476	2,826,350
Net differences between projected and actual earnings on pension plan investments	2,552,548	2,593,701	5,146,249
Changes in proportion and differences between employer contributions and proportionate share of contributions	35,088	90,847	125,935
Employer contributions subsequent to the measurement date	598,721	608,487	1,207,208
Totals	\$ 6,633,861	\$ 6,796,124	\$ 13,429,985

	Deferred Inflows of Resources		
	Police	Fire	Total
Differences between expected and actual experience	\$ 12,476	\$ 12,677	\$ 25,153
Changes in assumptions	92,179	93,667	185,846
Changes in proportion and differences between employer contributions and proportionate share of contributions	18,171	22,656	40,827
Totals	\$ 122,826	\$ 129,000	\$ 251,826

Note 4 - Other Information

A. Employees' Retirement System (Cont.)

1977 Police Officers' and Firefighters' Pension and Disability Fund (Cont.)

An amount of \$598,721 reported for the Police Officers' and \$608,487 reported for the Firefighters' funds as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as a reduction in the net pension liability in the year ended December 31, 2024. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31:	Police	Fire	Total
2024	\$ 1,085,415	\$ 1,115,626	\$ 2,201,041
2025	806,916	830,557	1,637,473
2026	2,264,822	2,310,112	4,574,934
2027	918,040	943,715	1,861,755
2028	552,951	565,913	1,118,864
Thereafter	284,170	292,714	576,884

The actuarial assumptions used in the June 30, 2023 valuation of the Public Employees' Retirement Fund were adopted by the INPRS Board in May 2023. The majority of the actuarial and methods are based on plan experience from July 1, 2014 through June 30, 2019, and were first used in June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in June 2022. The funding policy is available online at:

www.in.gov/inprs/files/INPRS_Funding_Policy.pdf.

Changes in Actuarial Assumptions. There were no changes to the actuarial assumptions during the fiscal year.

Changes in Actuarial Methods. There were no changes to the actuarial methods during the fiscal year.

Changes in Plan Provisions. There were no changes to the plan provisions during the fiscal year.

	Long-Term Expected Real Rate of Return % (Geometric Basis)	Target Asset Allocation
Public Equity	3.7%	20.0%
Private Markets	6.4	15.0
Fixed Income - Ex Inflation-Linked	2.2	20.0
Fixed Income - Inflation-Linked	0.5	15.0
Commodities	1.1	10.0
Real Estate	3.4	10.0
Absolute Return	1.6	5.0
Risk Parity	5.9	20.0
Cash and Cash Overlay	-	N/A

Discount rate. The discount rate used to measure the total pension liability was 6.25 percent. The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that contributions from units will be made at contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees. Therefore, the long-term expected rate of return on pension plan investments was applied to all periods of projected benefit payments to determine the total pension liability.

Sensitivity of the City's proportionate share of the net pension liability (asset) to changes in the discount rate. The following presents the City's proportionate share of the net pension liability (asset) calculated using the discount rate of 6.25 percent, as well as what the City's proportionate share of the net pension liability (asset) would be if it were calculated using a discount rate that is 1-percentage-point lower (5.25 percent) or 1-percentage-point higher (7.25percent) than the current rate:

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**A. Employees' Retirement System (Cont.)****1977 Police Officers' and Firefighters' Pension and Disability Fund (Cont.)**

	1% Decrease to Discount Rate (5.25%)	Current Discount Rate (6.25%)	1% Increase to Discount Rate (7.25%)
City's proportionate share of the net pension liability (asset) - Police Officers'	\$ 14,509,618	\$ 6,227,002	\$ (460,200)
City's proportionate share of the net pension liability (asset) - Firefighters'	14,743,548	6,327,398	(467,619)

Pension Plan Fiduciary Net Position. Detailed information about the pension plan's fiduciary net position is available in the separately issued INPRS Comprehensive Annual Financial Report (ACFR) and Actuarial Valuations. These reports can be found at:

https://www.in.gov/inprs/files/2023_INPRSCAFRBook.pdf

Note 4 - Other Information

B. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, or destruction of assets; errors and omissions; workers compensation; and health care of its employees. All of these risks are covered through the purchase of commercial insurance, with minimal deductibles. Settled claims have not exceeded the commercial coverage in any of the past three years. There were no significant reductions in coverage compared to the prior year.

Self-Insurance

For claims, the uninsured risk of loss is \$100,000 per incident and \$1,000,000 in the aggregate for a policy year. The City has purchased commercial insurance for claims in excess of those amounts. Settled claims have not exceeded the commercial coverage in any of the past three years.

All funds of the City participate in the risk management program. Amounts payable to the Self-Insurance Fund are based on actuarial estimates of the amounts necessary to pay prior and current year claims and to establish a reserve for catastrophic losses. \$452,000 was assigned for that reserve at year end, and is included in unrestricted net position of the internal service fund.

A liability for a claim is established if information indicates that it is probable that a liability has been incurred at the date of the financial statements and the amount of the loss is reasonably estimable. Liabilities include an amount for claims that have been incurred but not reported. The city does not allocate overhead costs or other non-incremental costs to the claims liability. Prior year information is not available.

Claims Liability

	Prior Year	Current Year
Governmental Activities:		
Unpaid claims - Beginning of Year	\$ 314,141	\$ 263,945
Current year claims and changes in estimates	9,546,514	11,247,020
Claim payments	(9,596,710)	(9,596,710)
Unpaid Claims - End of Year	\$ 263,945	\$ 1,914,255

C. Commitments and Contingencies

Claims and judgments are recorded as liabilities if all the conditions of Governmental Accounting Standards Board pronouncements are met. The liability and expenditure for claims and judgments are only reported in governmental funds if it has matured. Claims and judgments are recorded in the government-wide statements and proprietary funds as expenses when the related liabilities are incurred.

From time to time, the City is party to various pending claims and legal proceedings. Although the outcome of such matters cannot be forecasted with certainty, it is the opinion of management and the City attorney that the likelihood is remote that any such claims or proceedings will have a material adverse effect on the City's financial position or results of operations.

The City has active construction projects as of December 31, 2023. Work that has been completed on these projects but not yet paid for (including contract retainage) is reflected as accounts payable and expenditures. The City has remaining commitments of \$27,823,514 and \$31,452,230 for governmental type and business type activities, respectively.

The City has the following encumbrances outstanding at year end expected to be honored upon performance by the vendor:

General Fund	\$ 612,624
Nonmajor funds	2,076,241
Totals	<u>\$ 2,688,865</u>

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**D. Other Postemployment Benefits****General Information about the OPEB Plan**

Plan description. The City's single-employer defined benefit healthcare plan provides comprehensive medical benefits to eligible retirees and their dependents. To be eligible, participants must be, at a minimum, age 52 with 15 years of service with an Indiana public employer (10 years must be completed immediately prior to his or her retirement date. The employer provides access to an on-site medical clinic until the participant reaches his or her 65th birthday. Spouse coverage continues until the spouse becomes Medicare eligible.

The City administers the plan and issues a report that includes financial information and required supplementary information of the plan as a whole. The report may be obtained by contacting the City at 500 Quartermaster Court, Suite 300, Jeffersonville Indiana 47130. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Employees covered by benefit terms. At December 31, 2023, the following employees were covered by the benefit terms:

Inactive plan members or beneficiaries currently receiving benefit payments	398
Active plan members	42
	440

Total OPEB Liability

The City's total OPEB liability of \$33,257,816 was measured as of December 31, 2023, and was determined by an actuarial valuation as of that date. The governmental activities and business type activities recognized \$21,263,238 and \$11,994,578 of the total liability respectively.

Actuarial assumptions and other inputs. The total OPEB liability in the December 31, 2023 actuarial valuation was determined using the following actuarial assumptions and other inputs, applied to all periods included in the measurement, unless otherwise specified:

Note 4 - Other Information

D. Other Postemployment Benefits (Cont.)

Total OPEB Liability (cont.)

Measurement date	December 31, 2023
Actuarial valuation date	January 1, 2024; Liabilities as of December 31, 2023 are based on an actuarial valuation date of January 1, 2024 with adjustments to get to the December 31, 2023 measurement date. Liabilities as of December 31, 2022 are based on an actuarial valuation date of January 1, 2022 projected to the December 31, 2022 measurement date, reflecting actual premiums and contributions
Discount rate	4.00% as of December 31, 2023 and 4.31% as of December 31, 2022
Payroll Growth	2.65% inflation plus the salary merit increase based on the Public Employees' Retirement Fund (PERF) June 30, 2023 actuarial valuations.
Inflation	2.00% year Allocation of Actuarial Present Value of Future Benefits for services prior and after the Measurement Date was determined using Entry Age Normal Level % of Salary method where: Service Cost for each individual participant, payable from date of employment to date of retirement, is sufficient to pay for the participant's benefit at retirement; and Annual Service Cost is a constant percentage of the participant's salary that is assumed to increase according to the Payroll Growth.
Cost method	
Healthcare cost trend rates	8.0% for 2024 trending down to 4.5% in 2031
Retirees' share of benefit-related costs	Retiree contributions are assumed to increase according to health care trend rates

The discount rate of 4.00% was based on the yield for 20-year-Standard & Poors municipal high-grade bonds as of December 31, 2023 (measurement date).

Mortality was based on the following:

General retirees: SOA Pub-2010 General Headcount Weighted Mortality Table fully generational using Scale MP-2021

Police / Fire retirees: SOA Pub-2010 Public Safety Headcount Weighted Mortality Table fully generational using Scale MP-2021

Surviving Spouses: SOA Pub-2010 Continuing Survivor Headcount Weighted Mortality Table fully generational using Scale MP-2021

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**D. Other Postemployment Benefits (Cont.)****Changes in the Total OPEB Liability**

	Governmental and Business Type Activities
Balances at December 31, 2022	\$ 27,240,808
Changes for the year:	
Service cost	1,400,938
Interest	1,212,917
Change of benefit terms	421,735
Differences between expected and actual experience	753,296
Changes in assumptions or other inputs	3,238,403
Benefit payments	(1,010,281)
Net changes	6,017,008
Balances at December 31, 2023	\$ 33,257,816

Changes of assumptions and other inputs reflect a change in the discount rate from 4.31 percent in 2022 to 4.00 percent in 2023.

Sensitivity of the total OPEB liability to changes in the discount rate. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage-point lower (3.00 percent) or 1-percentage-point higher (5.00 percent) than the current discount rate:

	1% Decrease (3.00%)	Discount Rate (4.00%)	1% Increase (5.00%)
Total OPEB liability	\$ 36,596,848	\$ 33,257,816	\$ 30,249,237

Sensitivity of the total OPEB liability to changes in the healthcare cost trend rates. The following presents the total OPEB liability of the City, as well as what the City's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage-point lower (7.0 percent decreasing to 3.5 percent) or 1-percentage-point higher (9.0 percent decreasing to 5.5 percent) than the current healthcare cost trend rates:

	1% Decrease (7.0% Decreasing to 3.5%)	Healthcare Cost Trend Rates (8.0% Decreasing to 4.5%)	1% Increase (9.0% Decreasing to 5.5%)
Net OPEB liability	\$ 29,403,190	\$ 33,257,816	\$ 37,826,826

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information

D. Other Postemployment Benefits (Cont.)

OPEB Expense and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2023, the City recognized OPEB expense of \$3,524,295. At December 31, 2023, the City reported deferred outflows of resources and deferred inflows of resources related to OPEB for governmental and business type activities from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 3,731,089	\$ 3,731,750
Changes of assumptions or other inputs	8,061,477	4,709,560
Total	\$ 11,792,566	\$ 8,441,310

Amounts reported as deferred outflows of resources and deferred inflows of resources related to OPEB will be recognized in OPEB expense as follows:

Year Ended December 31:	Governmental and Business Type Activities
2024	\$ 488,705
2025	488,705
2026	488,705
2027	488,705
2028	488,705
Thereafter	907,731

E. Subsequent Events

Bond Issuance

The City issued \$18,000,000 in Redevelopment District Tax Increment Revenue Bonds on April 30, 2024. The City will begin making payments on the bond in January 2025 and payments continue until January 2032.

NOTES TO THE FINANCIAL STATEMENTS

Note 4 - Other Information**E. Effect of New Accounting Standards on Current-Period Financial Statements**

The City has implemented the following in the current year financial statements:

- Statement No. 94, Public-Private and Public-Public Partnerships and Availability Payment Arrangements
- Statement No. 96, Subscription-Based Information Technology Arrangements

There was no material impact resulting from implementation of the above standards for the City.

The Governmental Accounting Standards Board (GASB) has approved the following for implementation in subsequent years.

- Statement No. 101, Compensated Absences
- Statement No. 102, Certain Risk Disclosures
- Statement No. 103, Financial Reporting Model Improvements

Management has not evaluated the full impact of the standards on the financial statements.



ANNUAL FINANCIAL REPORT FOR CALENDAR YEAR 2023 / JEFFERSONVILLE, INDIANA

REQUIRED SUPPLEMENTARY INFORMATION

Required Supplementary Information
Non-GAAP Budgetary Comparison Schedule
General Fund
Year Ended December 31, 2023

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes				
Property	\$ 22,900,000	\$ 22,900,000	\$ 22,633,333	\$ (266,667)
Income	12,152,000	12,152,000	10,567,979	(1,584,021)
Intergovernmental	1,714,000	1,714,000	1,605,372	(108,628)
Licenses and permits	1,330,000	1,330,000	1,228,888	(101,112)
Charges for services	218,990	218,990	222,408	3,418
Interest	800,000	800,000	1,594,763	794,763
Miscellaneous	212,000	212,000	299,253	87,253
Total Revenues	39,326,990	39,326,990	38,151,996	(1,174,994)
Expenditures:				
General Government				
Mayor				
Personal services	308,310	269,110	264,591	4,519
Supplies	6,000	6,000	5,660	340
Other services and charges	21,363	17,734	17,266	468
Capital outlays	4,200	8,200	8,200	-
Law				
Personal services	180,306	183,900	180,739	3,161
Supplies	1,400	2,011	1,368	643
Other services and charges	6,250	6,250	5,080	1,170
Building Commission				
Personal services	631,291	633,728	620,909	12,819
Supplies	7,500	10,264	11,312	(1,048)
Other services and charges	23,950	21,900	16,319	5,581
Planning and Zoning				
Personal services	317,085	320,026	283,798	36,228
Supplies	8,128	8,157	7,159	998
Other services and charges	69,066	92,301	88,440	3,861
Capital outlays	-	5,469	3,578	1,891
City Council				
Personal services	147,500	147,500	146,416	1,084
Supplies	2,000	2,000	266	1,734
Other services and charges	84,100	159,100	122,027	37,073
Finance				
Personal services	540,980	543,972	523,301	20,671
Supplies	11,000	10,005	9,687	318
Other services and charges	205,373	363,432	336,112	27,320
Capital outlays	5,000	6,100	6,096	4
Information Technology				
Personal services	185,680	189,290	186,995	2,295
Supplies	2,800	16,235	12,778	3,457
Other services and charges	77,802	67,829	67,159	670
Capital outlays	-	3,805	-	3,805

(continued on next page)

Required Supplementary Information
Non-GAAP Budgetary Comparison Schedule
General Fund
Year Ended December 31, 2023

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Clerk				
Personal services	264,769	264,769	255,499	9,270
Supplies	9,000	9,507	3,465	6,042
Other services and charges	49,400	69,968	46,841	23,127
Capital outlays	11,000	20,396	12,856	7,540
Human Resources				
Personal services	\$ 404,320	\$ 407,688	\$ 385,099	22,589
Supplies	7,572	7,572	6,779	793
Other services and charges	2,369,877	9,675,920	9,580,309	95,611
Town Hall				
Other services and charges	623,450	623,450	278,172	345,278
Administrative				
Other services and charges	-	-	2,543	\$ (2,543)
Total General Government	6,586,472	14,173,588	13,496,819	676,769
Public Safety				
Police				
Personal services	10,479,036	10,890,578	10,561,340	329,238
Supplies	-	55,000	54,410	590
Other services and charges	620,404	935,259	875,164	60,095
Capital outlays	-	45,000	45,000	-
Fire				
Personal services	10,310,570	10,431,598	10,431,326	272
Supplies	99,430	106,627	106,617	10
Other services and charges	327,970	329,131	302,229	26,902
Capital outlays	-	268,327	268,195	132
Animal Shelter				
Personal services	614,215	616,929	584,237	32,692
Supplies	80,900	80,900	80,684	216
Other services and charges	121,480	121,480	123,141	(1,661)
Capital outlays	-	100,000	100,000	-
Vehicle Maintenance				
Personal services	757,087	759,698	698,334	61,364
Supplies	77,079	81,697	79,150	2,547
Other services and charges	88,096	88,938	83,404	5,534
Capital outlays	21,300	22,837	21,959	878
Police Merit				
Personal services	2,000	2,000	1,000	1,000
Supplies	1,500	1,500	-	1,500
Other services and charges	66,500	73,698	34,584	39,114
Fire Merit				
Personal services	2,200	2,200	1,459	741
Supplies	1,000	1,000	-	1,000
Other services and charges	52,000	52,000	31,646	20,354

(continued on next page)

Required Supplementary Information
Non-GAAP Budgetary Comparison Schedule
General Fund
Year Ended December 31, 2023

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance with Final Budget Positive (Negative)
	Original	Final		
Safety				
Personal services	50,471	51,880	50,144	1,736
Supplies	11,754	11,754	9,640	2,114
Other services and charges	43,538	43,828	30,391	13,437
Capital outlays	8,500	56,897	48,397	8,500
Total Public Safety	<u>23,837,030</u>	<u>25,230,756</u>	<u>24,622,451</u>	<u>608,305</u>
Highways and Streets				
Public Works/Engineering				
Personal services	614,861	625,689	604,141	21,548
Supplies	5,050	6,030	3,705	2,325
Other services and charges	466,570	522,663	465,964	56,699
Capital outlays	-	1,500	1,400	100
BPW				
Other services and charges	65,000	77,000	73,877	3,123
Capital outlays	-	30,000	28,651	1,349
Total Highways and Streets	<u>1,151,481</u>	<u>1,262,882</u>	<u>1,177,738</u>	<u>85,144</u>
Health and Human Services				
Capital outlays	125,000	125,000	125,000	-
Total Health and Human Services	<u>125,000</u>	<u>125,000</u>	<u>125,000</u>	<u>-</u>
Capital outlays	-	300,000	-	300,000
Total Expenditures	<u>31,699,983</u>	<u>41,092,226</u>	<u>39,422,008</u>	<u>1,670,218</u>
Excess (deficiency) of revenues over (under) expenditure	<u>7,627,007</u>	<u>(1,765,236)</u>	<u>(1,270,012)</u>	<u>(2,845,212)</u>
Other Financing Sources (Uses):				
Transfers out	(7,627,000)	(627,000)	(627,000)	-
Total other financing sources (uses)	<u>(7,627,000)</u>	<u>(627,000)</u>	<u>(627,000)</u>	<u>-</u>
Net change in fund balances	7	(2,392,236)	(1,897,012)	495,224
Fund Balance, Beginning	<u>11,704,933</u>	<u>11,704,933</u>	<u>11,704,933</u>	<u>-</u>
Fund Balance, Ending	<u>\$ 11,704,940</u>	<u>\$ 9,312,697</u>	<u>\$ 9,807,921</u>	<u>\$ 495,224</u>

Required Supplementary Information
Budget/GAAP Reconciliation -
General Fund
Year Ended December 31, 2023

The major differences between Budgetary (Non-GAAP) basis and GAAP basis are:

- a. Revenue are recorded when received in cash (budgetary) as opposed to susceptible to accrual (GAAP)
- b. Expenditures are recorded when paid in cash (budgetary) as opposed to when the liability is incurred (GAAP)

Adjustments necessary to convert the results of operations at the end of the year on a budgetary basis to a GAAP basis are as follows:

	General
Net changes in fund balances (budgetary basis)	\$ (1,897,012)
Adjustments:	
To adjust for revenue accruals	73,324
Loan proceeds	68,417
To adjust for expense accruals	(161,048)
Net change in fund balances (GAAP basis)	\$ (1,916,319)

Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Public Employees' Retirement Fund
Available Data: Last 10 Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
City's proportion of the net pension liability	0.19724%	0.15699%	0.16130%	0.15904%	0.15693%	0.15144%	0.15534%	0.14412%	0.13808%	0.14330%
City's proportionate share of the net pension liability	\$ 6,961,259	\$ 5,609,406	\$ 2,403,527	\$ 4,803,635	\$ 5,186,636	\$ 5,144,485	\$ 6,930,562	\$ 6,540,806	\$ 5,623,863	\$ 3,765,831
City's covered payroll	\$ 12,400,386	\$ 9,035,069	\$ 8,893,347	\$ 8,586,002	\$ 8,176,412	\$ 7,727,581	\$ 7,706,875	\$ 6,907,063	\$ 6,613,657	\$ 6,996,467
City's proportionate share of the net pension liability as a percentage of its covered payroll	56.1%	62.1%	27.0%	55.9%	63.4%	66.6%	89.9%	94.7%	85.0%	53.8%
Plan fiduciary net position as a percentage of total pension liability *	80.8%	82.5%	92.5%	81.4%	80.1%	78.9%	72.7%	71.2%	73.3%	81.1%

Notes:

The plan fiduciary net position as a percentage of total pension liability comes from the INPRS annual report.

The City's covered payroll comes from the City specific report for INPRS.

The amounts presented for each fiscal year were determined as of June 30 (measurement date).

Benefit changes: Pursuant to HEA 109 survivor benefits now require 10 years of creditable service rather than 15 years.

Changes in actuarial methods: None

Changes in assumptions: None

* Effective January 1, 2018 funds previously known as annuity savings accounts (which had been reported within defined benefit (DB) funds) were reclassified as defined contribution (DC) funds based on Internal Revenue Service Private Letter Rulings PLR-193-2016 and PLR-110249-18. DC member balances previously reported within PERF DB fund total were transferred to the appropriate DC fund as of January 1, 2018.

**Required Supplementary Information
Schedule of City Contributions
Public Employees' Retirement Fund
Last 10 Fiscal Years**

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
Contractually required contributions City	\$ 877,636	\$ 989,900	\$ 976,099	\$ 946,669	\$ 892,671	\$ 844,341	\$ 835,727	\$ 763,997	\$ 723,060	\$ 678,974
Contributions in relation to the contractually required contributions City	(877,636)	(1,056,596)	(981,533)	(982,256)	(927,609)	(879,145)	(834,480)	(766,580)	(784,397)	(373,094)
Contribution (excess)	\$ -	\$ (66,696)	\$ (5,434)	\$ (35,587)	\$ (34,938)	\$ (34,804)	\$ 1,247	\$ (2,583)	\$ (61,337)	\$ 305,880
City's covered payroll	\$ 12,400,386	\$ 9,035,069	\$ 8,715,170	\$ 8,452,402	\$ 7,970,277	\$ 7,538,759	\$ 7,461,848	\$ 6,821,402	\$ 6,455,893	\$ 6,062,268
Contributions as a percentage of covered payroll	7.08%	11.69%	11.26%	11.62%	11.64%	11.66%	11.18%	11.24%	12.15%	6.15%

Notes:

The amounts presented for each fiscal year were determined as of December 31. Additional years will be added until 10 years of historical data is shown.

Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Police Officers' 1977 Fund
Available Data: Last 10 Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
City's proportion of the net pension liability (asset)	0.63059%	0.63059%	0.62086%	0.61355%	0.61721%	0.61364%	0.61575%	0.58771%	0.55996%	0.56904%
City's proportionate share of the net pension liability (asset)	\$ 6,227,002	\$ 4,085,289	\$ (3,669,377)	\$ 1,489,747	\$ 56,882	\$ (539,458)	\$ (94,982)	\$ 522,103	\$ (827,174)	\$ (290,098)
City's covered payroll	\$ 6,604,252	\$ 6,374,170	\$ 5,894,593	\$ 5,689,403	\$ 5,455,724	\$ 5,168,010	\$ 4,991,986	\$ 4,542,336	\$ 4,175,599	\$ 4,039,533
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	94.30%	64.10%	-62.20%	26.20%	1.00%	-10.40%	-1.90%	11.50%	-19.80%	-7.20%
Plan fiduciary net position as a percentage of total pension liability	88.4%	92.2%	107.8%	96.4%	99.9%	101.5%	100.3%	98.2%	103.2%	101.1%

Notes:

The plan fiduciary net position as a percentage of total pension liability comes from the INPRS annual report.

The City's covered payroll comes from the City specific report for INPRS.

The amounts presented for each fiscal year were determined as of June 30 (measurement date).

There were no changes to plan provisions, actuarial methods and assumptions or funding polices during 2019.

Changes in plan provisions:

SEA 85 increased the pension benefit from 50 to 52 percent for first class salary and the maximum benefit from 74 to 76 percent.

Surviving spouses benefit increased from 60 to 70 percent.

**Required Supplementary Information
Schedule of City Contributions
Police Officers' 1977 Fund
Available Data: Last 10 Fiscal Years**

	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 1,189,054	\$ 1,115,484	\$ 1,031,553	\$ 995,649	\$ 954,754	\$ 904,405
Contributions in relation to the contractually required contributions	(1,189,054)	(1,156,014)	(1,060,188)	(1,012,761)	(973,538)	(931,414)
Contribution (excess)	\$ -	\$ (40,530)	\$ (28,635)	\$ (17,112)	\$ (18,784)	\$ (27,009)
City's covered payroll	\$ 6,794,594	\$ 6,374,194	\$ 5,894,589	\$ 5,689,423	\$ 5,455,737	\$ 5,168,029
Contributions as a percentage of covered payroll	17.50%	17.50%	17.50%	17.50%	17.50%	17.50%

Notes:

The amounts presented for each fiscal year were determined as of June 30
Information is not available prior to 2018.
Additional years will be added until 10 years of historical data is shown.

Jeffersonville, Indiana
Required Supplementary Information
Schedule of the City's Proportionate Share of the Net Pension Liability
Firefighters' 1977 Fund
Available Data: Last 10 Fiscal Years

	2023	2022	2021	2020	2019	2018	2017	2016	2015	2014
City's proportion of the net pension liability (asset)	0.61765%	0.65915%	0.64457%	0.62706%	0.58791%	0.62496%	0.62457%	0.62570%	0.55917%	0.55186%
City's proportionate share of the net pension liability (asset)	\$ 6,327,398	\$ 4,270,315	\$ (3,809,507)	\$ 1,522,551	\$ 54,182	\$ (549,410)	\$ (96,342)	\$ 555,853	\$ (826,007)	\$ (281,340)
City's covered payroll	\$ 6,710,683	\$ 6,662,896	\$ 6,119,662	\$ 5,814,694	\$ 5,196,805	\$ 5,263,279	\$ 5,063,481	\$ 4,835,974	\$ 4,169,697	\$ 3,917,586
City's proportionate share of the net pension liability (asset) as a percentage of its covered payroll	94.30%	64.10%	-62.30%	26.20%	1.00%	-10.40%	-1.90%	11.50%	-19.80%	-7.20%
Plan fiduciary net position as a percentage of total pension liability (asset)	88.4%	92.2%	107.8%	96.4%	99.9%	101.5%	100.3%	98.2%	103.2%	101.1%

Notes:

The plan fiduciary net position as a percentage of total pension liability comes from the INPRS annual report.

The City's covered payroll comes from the City specific report for INPRS.

The amounts presented for each fiscal year were determined as of June 30 (measurement date).

There were no changes to plan provisions, actuarial methods and assumptions or funding polices during 2019.

Changes in plan provisions:

SEA 85 increased the pension benefit from 50 to 52 percent for first class salary and the maximum benefit from 74 to 76 percent.

Surviving spouses benefit increased from 60 to 70 percent.

**Required Supplementary Information
Schedule of City Contributions
Firefighters' 1977 Fund
Available Data: Last 10 Fiscal Years**

	2023	2022	2021	2020	2019	2018
Contractually required contributions	\$ 1,213,487	\$ 1,166,016	\$ 1,070,940	\$ 995,649	\$ 909,443	\$ 884,757
Contributions in relation to the contractually required contributions	(1,213,487)	(1,160,775)	(1,124,398)	(1,048,110)	(951,775)	(893,092)
Contribution (excess)	\$ -	\$ 5,241	\$ (53,458)	\$ (52,461)	\$ (42,332)	\$ (8,335)
City's covered payroll	\$ 6,934,211	\$ 6,662,949	\$ 6,119,657	\$ 5,689,423	\$ 5,196,817	\$ 5,055,754
Contributions as a percentage of covered payroll	17.50%	17.50%	17.50%	17.50%	17.50%	17.50%

Notes:

The amounts presented for each fiscal year were determined as of June 30.

Information is not available prior to 2019

Additional years will be added until 10 years of historical data is shown.

Required Supplementary Information
Schedule of Changes in Net Pension Liability and Related Ratios -
1925 Police and 1937 Fire
Available Data: Last 10 Fiscal Years*

1925 Police Officers' Pension	2023	2022	2021
Total Pension Liability			
Total pension liability, beginning	\$ 10,025,854	\$ 13,171,795	\$ 13,677,996
Service cost	-	-	-
Interest cost	390,953	181,947	199,762
Experience (gains) losses	(158,911)	329,352	135,244
Assumption changes	334,042	(2,834,326)	(28,404)
Plan amendments	-	-	-
Projected benefit payments	(755,566)	(822,914)	(812,803)
Total pension liability, ending	\$ 9,836,372	\$ 10,025,854	\$ 13,171,795
Plan Fiduciary Net Position			
Plan fiduciary net position, beginning	\$ 343,270	\$ 271,225	\$ 308,047
Administrative	(3,676)	(3,653)	(3,701)
Employer Contributions	7,000	-	-
Nonemployer contributing entity contributions	720,271	862,300	810,285
Actual benefit payments	(749,609)	(786,602)	(843,406)
Plan fiduciary net position, ending	\$ 317,256	\$ 343,270	\$ 271,225
Net pension liability	\$ 9,519,116	\$ 9,682,584	\$ 12,900,570
1937 Firefighters' Pension			
Total Pension Liability			
Total pension liability, beginning	\$ 13,209,768	\$ 17,100,357	\$ 17,241,194
Service cost	-	-	-
Interest cost	489,818	233,091	261,228
Experience (gains) losses	(709,993)	333,817	955,727
Assumption changes	344,526	(3,127,453)	(28,065)
Plan amendments	-	-	-
Projected benefit payments	(1,221,999)	(1,330,044)	(1,329,727)
Total pension liability, ending	\$ 12,112,120	\$ 13,209,768	\$ 17,100,357
Plan Fiduciary Net Position			
Plan fiduciary net position, beginning	\$ 722,773	\$ 616,668	\$ 597,987
Administrative	(3,652)	(6,294)	(4,995)
Net investment income	-	-	-
Employer contributions	7,000	-	-
Nonemployer contributing entity contributions	1,151,657	1,374,065	1,398,453
Actual benefit payments	(1,259,966)	(1,261,666)	(1,374,777)
Plan fiduciary net position, ending	\$ 617,812	\$ 722,773	\$ 616,668
Net pension liability	\$ 11,494,308	\$ 12,486,995	\$ 16,483,689

Notes:

* Information presented for the years information is available

Required Supplementary Information
Schedule of Changes in the City's Net Pension Liability and Related Ratios -
1925 Police and 1937 Fire
Available Data: Last 10 Fiscal Years*

1925 Police Officers' Pension	2023	2022	2021	2020
Total pension liability	\$ 9,836,372	\$ 10,025,854	\$ 13,171,795	\$ 13,677,996
Less plan fiduciary net position	317,256	343,270	271,225	308,047
Net pension liability	<u>\$ 9,519,116</u>	<u>\$ 9,682,584</u>	<u>\$ 12,900,570</u>	<u>\$ 13,369,949</u>
Plan fiduciary net position as a percentage of the total pension liability	3.23%	3.42%	2.06%	2.25%
Covered payroll	\$ -	\$ -	\$ -	\$ -
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A
1937 Firefighters' Pension	2023	2022	2021	2020
Total pension liability	\$ 12,112,120	\$ 13,209,768	\$ 17,100,357	\$ 17,241,194
Less plan fiduciary net position	617,812	722,773	616,668	597,987
Net pension liability	<u>\$ 11,494,308</u>	<u>\$ 12,486,995</u>	<u>\$ 16,483,689</u>	<u>\$ 16,643,207</u>
Plan fiduciary net position as a percentage of the total pension liability	5.10%	5.47%	3.61%	3.47%
Covered payroll	\$ -	\$ -	\$ -	\$ -
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A

Notes:

* Information presented for the years information is available

** Not available

Required Supplementary Information
Schedule of Contributions -
1925 Police and 1937 Fire
Available Data: Last 10 Fiscal Years*

1925 Police Officers' Pension	2023	2022	2021
Statutorily Required Contribution	\$ 749,609	\$ 786,602	\$ 843,406
Less contributions in relation to the statutorily required contributions	749,609	786,602	843,406
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ -	\$ -	\$ -
Contributions as a percentage of covered employee payroll	N/A	N/A	N/A
1937 Firefighters' Pension			
Statutorily Required Contribution	\$ 1,259,966	\$ 1,261,666	\$ 1,374,777
Less contributions in relation to the statutorily required contributions	1,259,966	1,261,666	1,374,777
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ -	\$ -	\$ -
Contributions as a percentage of covered employee payroll	N/A	N/A	N/A

Notes:

* Information presented for the years information is available

** Not available

**Required Supplementary Information
Schedule of Investment Returns -
1925 Police and 1937 Fire
Available Data: Last 10 Fiscal Years***

1925 Police Officers' Pension	2023	2022	2021	2020	2019	2018
Annual money-weighted rate of return net of investment expense	N/A **	N/A **	N/A **	N/A **	N/A **	N/A **
1937 Firefighters' Pension						
Annual money-weighted rate of return net of investment expense	N/A **	N/A **	N/A **	N/A **	N/A **	N/A **

Notes:

* Information presented for the years information is available

** The City pension funds do not have investments and, therefore, no returns on investments to report

Jeffersonville, Indiana
Required Supplementary Information
Schedule of Changes in the City's Total OPEB Liability and Related Ratios
Available Data: Last 10 Fiscal Years*

	2023	2022	2021	2020	2019
Total OPEB Liability					
Service cost	\$ 1,400,938	\$ 2,233,902	\$ 1,664,226	\$ 1,372,790	\$ 1,113,067
Interest	1,212,917	817,188	566,359	780,845	861,669
Change of benefit terms	421,735	-	-	-	-
Changes of assumptions	3,238,403	(5,756,130)	3,595,573	2,474,003	1,701,594
Differences between expected and actual experience	753,296	(3,656,089)	4,188,625	(1,163,494)	-
Benefit payments	(1,010,281)	(961,932)	(998,254)	(984,762)	(911,816)
Net change in total OPEB liability	6,017,008	(7,323,061)	9,016,529	2,479,382	2,764,514
Total OPEB liability, beginning	27,240,808	34,563,869	25,547,340	23,067,958	20,303,444
Total OPEB liability, ending	<u>\$ 33,257,816</u>	<u>\$ 27,240,808</u>	<u>\$ 34,563,869</u>	<u>\$ 25,547,340</u>	<u>\$ 23,067,958</u>
Plan Fiduciary Net Position					
Contributions	\$ 1,010,281	\$ 961,932	\$ 998,254	\$ 984,762	\$ 911,816
Benefit payments	(1,010,281)	(961,932)	(998,254)	(984,762)	(911,816)
Total OPEB liability	\$ 33,257,816	\$ 27,240,808	\$ 34,563,869	\$ 25,547,340	\$ 23,067,958
Covered, payroll	<u>\$ 24,449,944</u>	<u>\$ 26,181,345</u>	<u>\$ 21,475,975</u>	<u>\$ 20,327,823</u>	<u>\$ 19,823,022</u>
Total OPEB liability as a percentage of covered payroll	136.0%	104.0%	160.9%	125.7%	116.4%

Notes to schedule:

* Additional years will be added until 10 years of historical data is shown.

Notes to Required Supplementary Information

I. Budgets and Budgetary Accounting

The City follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:

- A. After individual meetings with the Common Council and Civil City department heads, the Controller submits to the Common Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing.
- B. Prior to adoption, the City advertises the budget and the Common Council holds a public hearing to obtain taxpayer comments. The Common Council may reduce, but not increase the budget from the advertised amounts.
- C. No later than November 1 of each year, the budget for the next year is approved by the Common Council through the passage of an ordinance.
- D. Copies of the budget ordinance and advertisements for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance for their review and approval. The budget becomes legally enacted after the City Controller receives approval from the Indiana Department of Local Government Finance. This approval is required by Indiana Statute and ad valorem property tax rates are to be set by February 15 of the year budgeted. The budget ordinance as approved by the Indiana Department of Local Government Finance becomes the City's expenditures budget. The City's maximum tax levy is restricted by Indiana Law, with certain adjustments and exceptions. If the advertised budget, for funds for which property taxes are levied or for which highway use taxes are received, exceeds the spending and tax limits of the state control laws, an excess levy can be granted by the Indiana Department of Local Government Finance, upon appeal by the City.
- E. The legal level of budgetary control (the level at which expenditures may not exceed appropriations without the governing body's approval) is by object classification for all funds except for the General fund, which is by object classification within each department. The City's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the Common Council. Any revisions that alter the total appropriations for any fund or any department of the General fund must be approved by the Common Council and, in some instances, by the Indiana Department of Local Government Finance. Formal budgetary integration is required by state statute and is employed as a management control method.
- F. An annual budget was legally adopted for the following twelve governmental funds:

Major funds (1):

General fund

Nonmajor funds:

Special revenue funds (7):

Motor Vehicle Highway (including MVH - Restricted), Local Road and Street, Park and Recreation, Public Safety, Law Enforcement Continuing Education and Park Nonreverting Operating

Capital projects funds (4):

Cumulative Capital Improvement, Cumulative Sewer, Cumulative Capital Development, and CEDIT

- G. The City's budgetary process is based upon cash outflows, which is a Non-GAAP basis. Appropriations lapse with the expiration of the budgetary period unless encumbered by a purchase order or contract. Encumbered appropriations are carried over and added to the subsequent year's budget.
- H. Budgeted amounts are as originally adopted, or as amended by the Common Council and approved by the Indiana Department of Local Government Finance in the regular legal manner.
- I. Expenditures did not exceed appropriations for any funds which required legally approved budgets.

Notes to Required Supplementary Information

II. Financial Reporting, Pension Plans

- A. Plan Amendments: In 2023, the full retirement benefit eligibility condition of age 70 and 20 years of credible service while still active in covered position was changed to age 65 and 20 years of creditable service while still active in a covered position. This change was deemed immaterial and has no impact on the actuarial liability.
- B. Assumptions: There were no changes in actuarial methods during the fiscal year

PERF Plan:

- a) The actuarial assumptions and methods used in the June 30, 2023 valuation of the Public Employees' Defined Benefit Account were adopted by the INPRS Board in April 2022. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014 through June 30, 2019, and were first used in the June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in October 2018.

1977 Police Officers' and Firefighters' Pension and Disability Fund:

- b) The actuarial assumptions and methods used in the June 30, 2023 valuation of the 1977 Police Officers' and Firefighters' Retirement Fund were adopted by the INPRS board in April 2022. The majority of the actuarial assumptions and methods are based on plan experience from July 1, 2014 through June 30, 2019, and were first used in the June 30, 2020 valuation. The INPRS Board adopted a funding policy in April 2014, and the policy was last updated in October 2018.

1925 and 1937 Plans:

- c) The discount rate used for the December 31, 2023 valuation was 3.71% based on the Barclay's 20-year Municipal Bond Index. This is a decrease from 4.12% used for the December 31, 2022 valuation.

C. Method and assumptions used in the calculations of actuarially determined contributions

The actuarially determined contribution rates in the schedule of the 1937 Firefighters' and 1925 Police Officers' plans contributions are calculated as of December 31, 2023. The following actuarial method and assumptions were used to determine contribution rates reported in their respective schedules:

1937 Firefighters' and 1925 Police Officers' Pension Plans

Actuarial cost method	Entry Age Normal - Level Percent of Payroll
Amortization method	Level percentage of projected payroll, closed
Remaining amortization period	20 years
Inflation	2.00%
Salary increases	2.65%
Cost-of-Living Increases	Nonconverted 2.65% per year in retirement
Converted	3.00% on July 1, 2022; 1.95% thereafter
Discount rate	3.71% (Based on Barclay's 20-year Municipal Bond Index rate)
Mortality assumption	Pub-2010 Public Retirement Plans Mortality Tables (Amount-Weighted) with a fully generational projection of mortality improvements using SOA MP-2019

Notes to Required Supplementary Information

III. OPEB Plan

Measurement date	December 31, 2023 January 1, 2022 rolled forward January 1, 2024; Liabilities as of December 31, 2023 are based on an actuarial valuation date of January 1, 2024 with adjustments to get to the December 31, 2023 measurement date. Liabilities as of December 31, 2022 are based on an actuarial valuation date of January 1, 2022 projected to the December 31, 2022 measurement date, reflecting actual premiums and contributions earned to December 31, 2022
Actuarial Valuation date	Entry Age Normal Level% of Salary
Cost Method	Not Applicable
Amortization	4.00% as of December 31, 2023 and 4.31% as of December 31, 2022
Discount rate	20-year tax-exempt general obligation municipal bonds
Discount rate basis	2.00% per annum
Inflation rate	Not applicable since the plan is not currently prefunded
Investment rate of return	None assumed
Disability	

No assets are accumulated in a trust that meets the criteria in paragraph 4 of Statement No. 75.

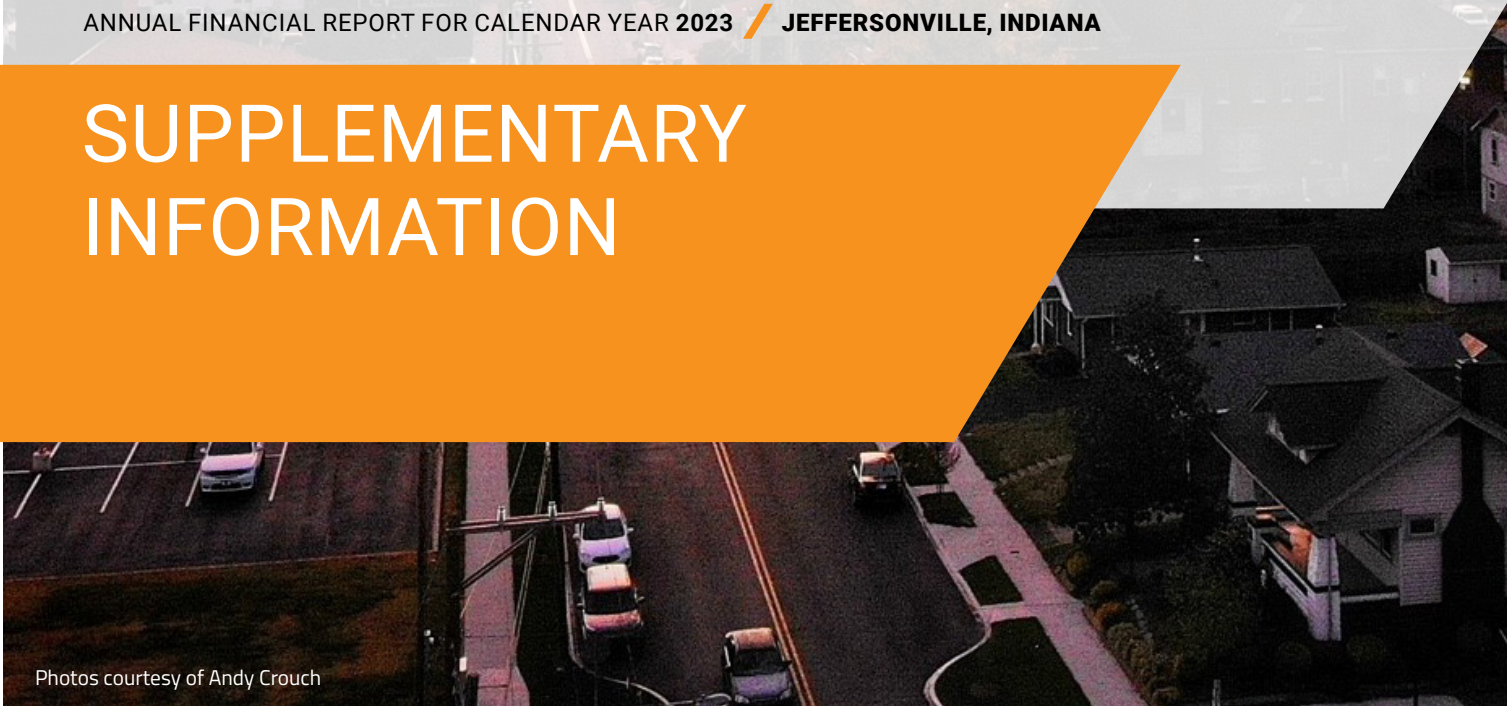


THIS PAGE IS INTENTIONALLY LEFT BLANK



ANNUAL FINANCIAL REPORT FOR CALENDAR YEAR 2023 / JEFFERSONVILLE, INDIANA

SUPPLEMENTARY INFORMATION



Photos courtesy of Andy Crouch

**Combining Balance Sheet - Nonmajor Governmental Funds
For Jeffersonville, Indiana
December 31, 2023**

	Special Revenue	Debt Service	Capital Project	Total Nonmajor Governmental Funds
Assets				
Cash and Cash Equivalents	\$ 9,425,330	\$ -	\$ 9,688,371	\$ 19,113,701
Investments	4,798,794	-	9,346,486	14,145,280
Receivables:				
Accounts	39,982	-	-	39,982
Taxes	6,881,094	-	295,913	7,177,007
Intergovernmental	764,011	-	53,460	817,471
Restricted Cash	-	5,569,104	-	5,569,104
Total Assets	21,909,211	5,569,104	19,384,230	46,862,545
Liabilities				
Accounts Payable	825,399	-	146,868	972,267
Wages and Benefits Payable	61,502	-	-	61,502
Total Liabilities	886,901	-	146,868	1,033,769
Deferred Inflows Of Resources				
Unavailable Revenue-Property Taxes	7,638,951	-	303,362	7,942,313
Total Deferred Inflows Of Resources	7,638,951	-	303,362	7,942,313
Fund Balances				
Restricted	9,271,116	5,569,103	18,961,653	33,801,872
Committed	4,155,057	-	-	4,155,057
Unassigned	(42,814)	-	(27,652)	(70,466)
Total Fund Balances	13,383,359	5,569,103	18,934,001	37,886,463
Total Liabilities, Deferred Inflows Of Resources, and Fund Balances	\$ 21,909,211	\$ 5,569,103	\$ 19,384,231	\$ 46,862,545

**Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds
For Jeffersonville, Indiana
December 31, 2023**

	Special Revenue	Debt Service	Capital Project	Total Nonmajor Governmental Funds
Revenues				
Property Taxes	\$ 5,514,428	\$ -	\$ 6,063,500	\$ 11,577,928
Income Taxes	5,485,864	-	-	5,485,864
Intergovernmental	3,851,618	-	493,105	4,344,723
Licenses and Permits	70,561	-	-	70,561
Charges for Services	1,360,776	-	8,512	1,369,288
Fines, Forfeitures, and Fees	563,575	-	-	563,575
Other	1,020,101	183,605	-	1,203,706
Total Revenues	17,866,923	183,605	6,565,117	24,615,645
Expenditures				
General Government	1,816,456	-	384,259	2,200,715
Public Safety	4,860,358	-	146,489	5,006,847
Culture and Recreation	5,952,391	-	-	5,952,391
Health and Welfare	226,339	-	-	226,339
Highway and Streets	3,574,082	-	1,739,683	5,313,765
Sanitation	2,848,322	-	-	2,848,322
Economic Development	823,877	700	3,946,213	4,770,790
Debt Service:				
Principal Paid on Debt	179,134	3,485,000	395,000	4,059,134
Interest Paid on Debt	3,205	414,131	159,575	576,911
Total Expenditures	20,284,164	3,899,831	6,771,219	30,955,214
Excess (deficiency) of Revenues vs. Expenditures	(2,417,241)	(3,716,226)	(206,102)	(6,339,569)
Other Financing Sources				
Interfund Transfers In	1,845,404	3,894,357	1,998,417	7,738,178
Interfund Transfers Out	(2,971,205)	(45,200)	(990,558)	(4,006,963)
Total Other Financing Sources	(1,125,801)	3,849,157	1,007,859	3,731,215
Net Change in Fund Balances	(3,543,042)	132,931	801,757	(2,608,354)
Fund Balances - Beginning	16,926,400	5,436,173	18,132,243	40,494,816
Fund Balances - Ending	\$ 13,383,358	\$ 5,569,104	\$ 18,934,000	\$ 37,886,462

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Special Revenue				
	Motor Vehicle Highway	Local Road and Street	Motor Vehicle Highway - Restricted	Park and Recreation - Operating	LIT – Economic Development
Assets					
Cash and Cash Equivalents	\$ 895,997	\$ 741,169	\$ 103,444	\$ 883,822	\$ 1,004,314
Investments	-	-	-	-	1,686,517
Receivables:					
Accounts	-	-	-	1,000	-
Taxes	-	-	-	3,144,083	437,747
Intergovernmental	-	-	-	79,144	-
Total Assets	895,997	741,169	103,444	4,108,049	3,128,578
Liabilities					
Accounts Payable	2,771	569	15,995	163,273	77,785
Wages and Benefits Payable	11,966	-	-	26,562	-
Total Liabilities	14,737	569	15,995	189,835	77,785
Deferred Inflows of Resources					
Unavailable Revenue-Property Taxes	-	-	-	3,223,226	437,747
Total Deferred Inflows of Resources	-	-	-	3,223,226	437,747
Fund Balances					
Restricted	881,260	740,600	87,448	694,987	2,613,046
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total Fund Balances(deficits)	881,260	740,600	87,448	694,987	2,613,046
Total Liabilities, Deferred Inflows of Resources, and Fund Balances	\$ 895,997	\$ 741,169	\$ 103,443	\$ 4,108,048	\$ 3,128,578

(Continued)

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Special Revenue				
	Building Demolition	Sanitation	Local Law Enforcement Continuing Education	Clerk's Record Perpetuation	Riverboat
Assets					
Cash and Cash Equivalents	\$ 152,530	\$ 575,543	\$ 257,693	\$ 9,938	\$ 386,147
Investments	-	966,494	-	-	-
Receivables:					
Accounts	-	410	105	-	-
Taxes	-	2,840,773	-	-	-
Intergovernmental	-	71,509	-	-	137,069
Total assets	152,530	4,454,729	257,798	9,938	523,216
Liabilities					
Accounts Payable	1,730	101,086	-	-	-
Wages and Benefits Payable	-	18,760	-	-	-
Total liabilities	1,730	119,846	-	-	-
Deferred Inflows Of Resources					
Unavailable revenue-property taxes	-	2,912,282	-	-	137,069
Total deferred inflows of resources	-	2,912,282	-	-	137,069
Fund Balances					
Restricted	150,800	1,422,601	257,797	9,939	386,147
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances(deficits)	150,800	1,422,601	257,797	9,939	386,147
Total liabilities, deferred inflows of resources, and fund balances	\$ 152,530	\$ 4,454,729	\$ 257,797	\$ 9,939	\$ 523,216

(Continued)

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Special Revenue				
	LIT - Public Safety	Opioid Settlement	Donations	Federal Asset Forfeiture	2023 Inflation Reduction Act Grant
Assets					
Cash and Cash Equivalents	\$ 709,107	\$ 24,722	\$ 46,262	\$ 218,207	\$ -
Investments	1,190,783	-	-	-	-
Receivables:					
Accounts	-	-	-	-	-
Taxes	458,491	-	-	-	-
Intergovernmental	-	470,136	-	-	-
Total assets	2,358,381	494,858	46,262	218,207	-
Liabilities					
Accounts Payable	144,527	-	18,065	-	-
Wages and Benefits Payable	-	-	-	-	-
Total liabilities	144,527	-	18,065	-	-
Deferred Inflows Of Resources					
Unavailable revenue-property taxes	458,491	470,136	-	-	-
Total deferred inflows of resources	458,491	470,136	-	-	-
Fund Balances					
Restricted	1,755,363	24,723	28,197	218,208	-
Committed	-	-	-	-	-
Unassigned	-	-	-	-	-
Total fund balances(deficits)	1,755,363	24,723	28,197	218,208	-
Total liabilities, deferred inflows of resources, and fund balances	\$ 2,358,381	\$ 494,859	\$ 46,262	\$ 218,208	\$ -

(Continued)

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Special Revenue				
	Petty Cash	Cash Change	Parks Activity	Planning & Placemaking Improvements	Riverstage
Assets					
Cash and Cash Equivalents	\$ -	\$ 2,125	\$ 257,635	\$ 72,725	\$ 121,960
Investments	-	-	-	-	-
Receivables:					
Accounts	-	-	10,331	-	7,000
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	-	2,125	267,966	72,725	128,960
Liabilities					
Accounts Payable	-	-	59,896	-	911
Wages and Benefits Payable	-	-	-	-	-
Total liabilities	-	-	59,896	-	911
Deferred Inflows Of Resources					
Unavailable revenue-property taxes	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-
Fund Balances					
Restricted	-	-	-	-	-
Committed	-	2,125	208,071	72,725	128,049
Unassigned	-	-	-	-	-
Total fund balances(deficits)	-	2,125	208,071	72,725	128,049
Total liabilities, deferred inflows of resources, and fund balances	\$ -	\$ 2,125	\$ 267,967	\$ 72,725	\$ 128,960

(Continued)

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Special Revenue						
	Vehicle Maintenance and Fuel	City Attorney Diversion	City Pride Committee	Thunder Committee	Public Arts	Jeffersonville Animal Shelter	
Assets							
Cash and Cash Equivalents	\$ 56,944	\$ 6,561	\$ 59,858	\$ 65,232	\$ 117,888	\$ 115,159	
Investments	-	-	-	-	-	-	
Receivables:							
Accounts	-	-	-	-	-	-	
Taxes	-	-	-	-	-	-	
Intergovernmental	-	-	-	-	-	-	
Total assets	56,944	6,561	59,858	65,232	117,888	115,159	
Liabilities							
Accounts Payable	90,992	-	65,133	-	10,182	8,557	
Wages and Benefits Payable	-	-	-	-	-	-	
Total liabilities	90,992	-	65,133	-	10,182	8,557	
Deferred Inflows Of Resources							
Unavailable revenue-property taxes	-	-	-	-	-	-	
Total deferred inflows of resources	-	-	-	-	-	-	
Fund Balances							
Restricted	-	-	-	-	-	-	
Committed	-	6,561	-	65,232	107,706	106,603	
Unassigned	(34,048)	-	(5,275)	-	-	-	
Total fund balances(deficits)	(34,048)	6,561	(5,275)	65,232	107,706	106,603	
Total liabilities, deferred inflows of resources, and fund balances	\$ 56,944	\$ 6,561	\$ 59,858	\$ 65,232	\$ 117,888	\$ 115,160	

(Continued)

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Special Revenue							
	Economic Development Abatement	Department of Law	Police	Jeffersonville Building Authority - Operating	Animal Shelter Spay and Neuter Program	Jeffersonville Police Forfeiture	Affordable Housing Steele Clayburg	Meijer settlement 2023
Assets								
Cash and Cash Equivalents	\$ 427,339	\$ 1,958	\$ 30,695	\$ 843,933	\$ 28,095	\$ 31,528	\$ -	\$ 562,500
Investments	-	-	-	-	-	-	-	-
Receivables:								
Accounts	-	-	75	-	-	136	20,000	-
Taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Total assets	427,339	1,958	30,770	843,933	28,095	31,664	20,000	562,500
Liabilities								
Accounts Payable	-	-	-	26,764	14,460	-	-	-
Wages and Benefits Payable	-	-	-	180	-	-	-	-
Total liabilities	-	-	-	26,944	14,460	-	-	-
Deferred Inflows Of Resources								
Unavailable revenue- property taxes	-	-	-	-	-	-	-	-
Total deferred inflows of resources	-	-	-	-	-	-	-	-
Fund Balances								
Restricted	-	-	-	-	-	-	-	-
Committed	427,339	1,958	30,770	816,988	13,635	31,663	20,000	562,500
Unassigned	-	-	-	-	-	-	-	-
Total fund balances(deficits)	427,339	1,958	30,770	816,988	13,635	31,663	20,000	562,500
Total liabilities, deferred inflows of resources, and fund balances	\$ 427,339	\$ 1,958	\$ 30,770	\$ 843,932	\$ 28,095	\$ 31,663	\$ 20,000	\$ 562,500

(Continued)

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Special Revenue				Total Nonmajor Special Revenue Funds
	Police LEMHWA Grant Program	Redevelopment - Operating	Redevelopment - CASI	Redevelopment Revolving Loan	
Assets					
Cash and Cash Equivalents	\$ (6,153)	\$ 397,576	\$ -	\$ 222,877	\$ 9,425,330
Investments	-	611,947	-	343,053	4,798,794
Receivables:					
Accounts	-	925	-	-	39,982
Taxes	-	-	-	-	6,881,094
Intergovernmental	6,153	-	-	-	764,011
Total assets	-	1,010,448	-	565,930	21,909,211
Liabilities					
Accounts Payable	3,491	19,212	-	-	825,399
Wages and Benefits Payable	-	4,034	-	-	61,502
Total liabilities	3,491	23,246	-	-	886,901
Deferred Inflows Of Resources					
Unavailable revenue-property taxes	-	-	-	-	7,638,951
Total deferred inflows of resources	-	-	-	-	7,638,951
Fund Balances					
Restricted	-	-	-	-	9,271,116
Committed	-	987,202	-	565,930	4,155,057
Unassigned	(3,491)	-	-	-	(42,814)
Total fund balances(deficits)	(3,491)	987,202	-	565,930	13,383,359
Total liabilities, deferred inflows of resources, and fund balances	\$ -	\$ 1,010,448	\$ -	\$ 565,930	\$ 21,909,211

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Debt Service			
	2008 Redevelopment Bond - Sinking (Veterans)	2008 Redevelopment Bond DSR	2013 Falls Landing Series A DSR	2013 ICR Series B DSR
Assets				
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -
Restricted Cash	323	274,944	159,256	778,372
Total Assets	323	274,944	159,256	778,372
	-			
	-			
Fund Balances				
Restricted	323	274,944	159,256	778,372
Total Fund Balances(Deficits)	323	274,944	159,256	778,372
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 323	\$ 274,944	\$ 159,256	\$ 778,372

(Continued)

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Debt Service				
	2013 Falls Landing Series C DSR	2013 ICR Series D DSR	2013 ICR Series E DSR	2016 Redevelopment Refunding Bond DSR (2006ABC)	2016 Redevelopment Refunding Bond Sinking (2006ABC)
Assets					
Cash and Cash Equivalents	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted Cash	400,469	274,635	128,163	863,435	34,434
Total Assets	400,469	274,635	128,163	863,435	34,434
Fund Balances					
Restricted	400,469	274,635	128,163	863,435	34,434
Total Fund Balances(Deficits)	400,469	274,635	128,163	863,435	34,434
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 400,469	\$ 274,635	\$ 128,163	\$ 863,435	\$ 34,434

(Continued)

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Debt Service		Total Nonmajor Debt Service Funds
	2017 Redevelopment Bond - 10th Street Sinking	2017 Redevelopment Bond - 10th Street DSR	
Assets			
Cash and Cash Equivalents	\$ -	\$ -	\$ -
Restricted Cash	37,024	2,618,049	5,569,104
Total Assets	37,024	2,618,049	5,569,104
Fund Balances			
Restricted	37,023	2,618,049	5,569,103
Total Fund Balances(Deficits)	37,023	2,618,049	5,569,103
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 37,023	\$ 2,618,049	\$ 5,569,103

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Capital Projects				
	Cumulative Capital Improvement	Cumulative Capital Development	Falls Landing TIF	Bethnova TIF	Keystone TIF
Assets					
Cash and Cash Equivalents	\$ 96,816	\$ 287,791	\$ 2,051,803	\$ 989,557	\$ 199,490
Investments	-	-	3,445,534	-	-
Receivables:					
Taxes	-	295,913	-	-	-
Intergovernmental	-	7,448	-	-	-
Total Assets	96,816	591,152	5,497,337	989,557	199,490
Liabilities					
Accounts Payable	5,853	-	61,214	-	-
Total Liabilities	5,853	-	61,214	-	-
Deferred Inflows Of Resources					
Unavailable Revenue-Property Taxes	-	303,362	-	-	-
Total Deferred Inflows Of Resources	-	303,362	-	-	-
Fund Balances					
Restricted	90,963	287,791	5,436,123	989,556	199,489
Unassigned	-	-	-	-	-
Total Fund Balances(Deficits)	90,963	287,791	5,436,123	989,556	199,489
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 96,816	\$ 591,153	\$ 5,497,337	\$ 989,556	\$ 199,489

(Continued)

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Capital Projects						
	Galvstar TIF	Vogt Valve TIF	Jeff Boat Redevelopment Area TIF	Riverview Lots Falls Landing TIF	Port Grant	EPA Brownfield Grant	Police Grant
Assets							
Cash and Cash Equivalents	\$ 2,226,537	\$ 1,287,458	\$ -	\$ -	\$ -	\$ -	\$ -
Investments	3,738,959	2,161,993	-	-	-	-	-
Receivables:							
Taxes	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-
Total Assets	5,965,496	3,449,451	-	-	-	-	-
Liabilities							
Accounts Payable	-	-	-	-	-	27,652	-
Total Liabilities	-	-	-	-	-	27,652	-
Deferred Inflows Of Resources							
Unavailable Revenue-Property Taxes	-	-	-	-	-	-	-
Total Deferred Inflows Of Resources	-	-	-	-	-	-	-
Fund Balances							
Restricted	5,965,496	3,449,451	-	-	-	-	-
Unassigned	-	-	-	-	-	(27,652)	-
Total Fund Balances(Deficits)	5,965,496	3,449,451	-	-	-	(27,652)	-
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 5,965,496	\$ 3,449,451	\$ -	\$ -	\$ -	\$ -	\$ -

(Continued)

Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023

	Capital Projects			
	2023-2 Community Crossing Grant - Various Street Paving	2022-1 Community Crossing Grant (Various)	2022-2 Community Crossing Grant - Various Street Paving	2013 C Redevelopment Bond - Police Proceeds
Assets				
Cash and Cash Equivalents	\$ 1,000,000	\$ -	\$ -	\$ 55,973
Investments	-	-	-	-
Receivables:				
Taxes	-	-	-	-
Intergovernmental	-	-	-	46,012
Total Assets	1,000,000	-	-	101,985
Liabilities				
Accounts Payable	-	-	-	-
Total Liabilities	-	-	-	-
Deferred Inflows Of Resources				
Unavailable Revenue-Property Taxes	-	-	-	-
Total Deferred Inflows Of Resources	-	-	-	-
Fund Balances				
Restricted	1,000,000	-	-	101,986
Unassigned	-	-	-	-
Total Fund Balances(Deficits)	1,000,000	-	-	101,986
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 1,000,000	\$ -	\$ -	\$ 101,986

(Continued)

**Combining Balance Sheet
Nonmajor Governmental Funds for Jeffersonville, Indiana
December 31, 2023**

	Capital Projects				Total Nonmajor Capital Projects Funds
	Jeffersonville Building Authority - Capital Improvement	Spring Street Master Plan Implementation	Sidewalk Construction	Park Cumulative Capital Fund	
Assets					
Cash and Cash Equivalents	\$ 363,647	\$ 301,956	\$ 727,343	\$ 100,000	\$ 9,688,371
Investments	-	-	-	-	9,346,486
Receivables:					
Taxes	-	-	-	-	295,913
Intergovernmental	-	-	-	-	53,460
Total Assets	363,647	301,956	727,343	100,000	19,384,230
Liabilities					
Accounts Payable	-	-	52,149	-	146,868
Total Liabilities	-	-	52,149	-	146,868
Deferred Inflows Of Resources					
Unavailable Revenue-Property Taxes	-	-	-	-	303,362
Total Deferred Inflows Of Resources	-	-	-	-	303,362
Fund Balances					
Restricted	363,648	301,956	675,194	100,000	18,961,653
Unassigned	-	-	-	-	(27,652)
Total Fund Balances(Deficits)	363,648	301,956	675,194	100,000	18,934,001
Total Liabilities, Deferred Inflows Of Resources, And Fund Balances	\$ 363,648	\$ 301,956	\$ 727,343	\$ 100,000	\$ 19,384,231

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue				
	Motor Vehicle Highway	Local Road and Street	Motor Vehicle Highway - Restricted	Park and Recreation - Operating	LIT – Economic Development
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ 2,897,375	\$ -
Income Taxes	-	-	-	-	2,889,083
Intergovernmental	1,064,763	975,553	1,064,763	182,542	-
Licenses and Permits	29,885	-	-	-	-
Charges for Services	89	7,271	-	39,264	-
Fines, Forfeitures, and Fees	-	-	-	-	-
Other	3,139	-	-	186,456	184,446
Total Revenues	1,097,876	982,824	1,064,763	3,305,637	3,073,529
Expenditures					
General Government	-	-	-	-	(17,351)
Public Safety	-	-	-	-	202,866
Culture and Recreation	-	-	-	3,311,350	957,486
Health and Welfare	-	-	-	-	-
Highway and Streets	1,371,359	1,237,151	501,649	5,300	458,423
Sanitation	-	-	-	-	-
Economic Development	-	-	-	-	-
Debt Services:					
Principal Paid on Debt	-	-	-	-	129,604
Interest Paid on Debt	-	-	-	-	2,031
Total Expenditures	1,371,359	1,237,151	501,649	3,316,650	1,733,059
Excess (deficiency) of Revenues vs. Expenditures	(273,483)	(254,327)	563,114	(11,013)	1,340,470
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	-	-	-
Interfund Transfers Out	-	-	(1,031,201)	(50,000)	(1,463,404)
Total Other Financing Sources (Uses)	-	-	(1,031,201)	(50,000)	(1,463,404)
Net Change in Fund Balance	(273,483)	(254,327)	(468,087)	(61,013)	(122,934)
Fund Balance - Beginning	1,154,743	994,927	555,535	756,001	2,735,980
Fund Balance - Ending	\$ 881,260	\$ 740,600	\$ 87,448	\$ 694,988	\$ 2,613,046

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue				
	Building Demolition	Sanitation	Local Law Enforcement Continuing Education	Clerk's Record Perpetuation Fund	Riverboat
Revenues					
Property Taxes	\$ -	\$ 2,617,053	\$ -	\$ -	\$ -
Income Taxes	-	-	-	-	-
Intergovernmental	-	164,881	-	-	278,057
Licenses and Permits	-	-	26,415	-	-
Charges for Services	54,394	127,421	17,472	-	-
Fines, Forfeitures, and Fees	-	-	180	27	-
Other	-	2,239	-	-	-
Total Revenues	54,394	2,911,594	44,067	27	278,057
Expenditures					
General Government	54,737	-	-	-	94,062
Public Safety	-	-	14,084	-	-
Culture and Recreation	-	-	-	-	-
Health and Welfare	-	-	-	-	-
Highway and Streets	-	-	-	-	-
Sanitation	-	2,848,322	-	-	-
Economic Development	-	-	-	-	-
Debt Services:					
Principal Paid on Debt	-	-	-	-	-
Interest Paid on Debt	-	-	-	-	-
Total Expenditures	54,737	2,848,322	14,084	-	94,062
Excess (deficiency) of Revenues vs. Expenditures	(343)	63,272	29,983	27	183,995
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	-	-	-
Interfund Transfers Out	-	-	-	-	(275,000)
Total Other Financing Sources (Uses)	-	-	-	-	(275,000)
Net Change in Fund Balance	(343)	63,272	29,983	27	(91,005)
Fund Balance - Beginning	151,143	1,359,329	227,814	9,912	477,152
Fund Balance - Ending	\$ 150,800	\$ 1,422,601	\$ 257,797	\$ 9,939	\$ 386,147

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue				
	LIT - Public Safety	Opioid Settlement	Donations	Federal Asset Forfeiture	2023 Inflation Reduction Act Grant
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Income Taxes	2,596,781	-	-	-	-
Intergovernmental	10,230	16,918	-	86,758	-
Licenses and Permits	-	-	-	-	-
Charges for Services	-	-	-	-	-
Fines, Forfeitures, and Fees	-	-	-	-	-
Other	20,492	-	102,272	-	-
Total Revenues	2,627,503	16,918	102,272	86,758	-
Expenditures					
General Government	5,758	-	-	-	-
Public Safety	4,542,407	-	28,384	20,549	-
Culture and Recreation	-	-	4,530	-	-
Health and Welfare	-	75,000	62,914	-	-
Highway and Streets	-	-	-	-	-
Sanitation	-	-	-	-	-
Economic Development	-	-	100	-	-
Debt Services:					
Principal Paid on Debt	-	-	-	49,530	-
Interest Paid on Debt	-	-	-	1,174	-
Total Expenditures	4,548,165	75,000	95,928	71,253	-
Excess (deficiency) of Revenues vs. Expenditures	(1,920,662)	(58,082)	6,344	15,505	-
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	-	-	-
Interfund Transfers Out	(151,600)	-	-	-	-
Total Other Financing Sources (Uses)	(151,600)	-	-	-	-
Net Change in Fund Balance	(2,072,262)	(58,082)	6,344	15,505	-
Fund Balance - Beginning	3,827,626	82,805	21,853	202,702	-
Fund Balance - Ending	\$ 1,755,364	\$ 24,723	\$ 28,197	\$ 218,207	\$ -

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue				
	Petty Cash	Cash Change	Parks Activity	Planning and Placemaking Improvements	Riverstage
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Income Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Licenses and Permits	-	-	-	14,261	-
Charges for Services	-	-	737,830	-	11,138
Fines, Forfeitures, and Fees	-	-	-	-	-
Other	-	100	111,943	-	135,372
Total Revenues	-	100	849,773	14,261	146,510
Expenditures					
General Government	-	-	-	5,652	-
Public Safety	-	-	-	-	-
Culture and Recreation	-	-	1,099,301	-	460,616
Health and Welfare	-	-	-	-	-
Highway and Streets	200	-	-	-	-
Sanitation	-	-	-	-	-
Economic Development	-	-	-	-	-
Debt Services:					
Principal Paid on Debt	-	-	-	-	-
Interest Paid on Debt	-	-	-	-	-
Total Expenditures	200	-	1,099,301	5,652	460,616
Excess (deficiency) of Revenues vs. Expenditures	(200)	100	(249,528)	8,609	(314,106)
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	300,000	-	325,000
Interfund Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	300,000	-	325,000
Net Change in Fund Balance	(200)	100	50,472	8,609	10,894
Fund Balances - Beginning	200	2,025	157,599	64,115	117,155
Fund Balance - Ending	\$ -	\$ 2,125	\$ 208,071	\$ 72,724	\$ 128,049

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue					
	Vehicle Maintenance and Fuel	City Attorney Diversion	City Pride Committee	Thunder Committee	Public Arts	Jeffersonville Animal Shelter
Revenues						
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Income Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	1,000	-
Licenses and Permits	-	-	-	-	-	-
Charges for Services	-	-	-	29,395	766	17,474
Fines, Forfeitures, and Fees	-	-	-	-	-	-
Other	177,175	-	-	2,500	34	-
Total Revenues	177,175	-	-	31,895	1,800	17,474
Expenditures						
General Government	1,311,371	-	86,479	15,540	-	-
Public Safety	-	-	-	-	-	-
Culture and Recreation	-	-	-	-	119,108	-
Health and Welfare	-	-	-	-	-	23,073
Highway and Streets	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-
Economic Development	-	-	-	-	-	-
Debt Services:						
Principal Paid on Debt	-	-	-	-	-	-
Interest Paid on Debt	-	-	-	-	-	-
Total Expenditures	1,311,371	-	86,479	15,540	119,108	23,073
Excess (deficiency) of Revenues vs. Expenditures	(1,134,196)	-	(86,479)	16,355	(117,308)	(5,599)
Other Financing Sources (Uses)						
Interfund Transfers In	1,027,000	-	80,000	-	113,404	-
Interfund Transfers Out	-	-	-	-	-	-
Total Other Financing Sources (Uses)	1,027,000	-	80,000	-	113,404	-
Net Change in Fund Balance	(107,196)	-	(6,479)	16,355	(3,904)	(5,599)
Fund Balances - Beginning	73,148	6,561	1,204	48,878	111,610	112,202
Fund Balance - Ending	\$ (34,048)	\$ 6,561	\$ (5,275)	\$ 65,233	\$ 107,706	\$ 106,603

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue							
	Economic Development Abatement	Department of Law	Police	Jeffersonville Building Authority - Operating	Animal Shelter Spay and Neuter Program	Jeffersonville Police Forfeiture	Affordable Housing - Steele Clayburg	Meijer settlement 2023
Revenues								
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Income Taxes	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Licenses and Permits	-	-	-	-	-	-	-	-
Charges for Services	16,172	-	17,917	160,000	69,966	1,714	-	-
Fines, Forfeitures, and Fees	-	-	24	-	844	-	-	562,500
Other	-	-	-	-	-	-	20,000	-
Total Revenues	16,172	-	17,941	160,000	70,810	1,714	20,000	562,500
Expenditures								
General Government	-	1,400	-	258,808	-	-	-	-
Public Safety	-	-	42,424	-	-	-	-	-
Culture and Recreation	-	-	-	-	-	-	-	-
Health and Welfare	-	-	-	-	65,352	-	-	-
Highway and Streets	-	-	-	-	-	-	-	-
Sanitation	-	-	-	-	-	-	-	-
Economic Development	30,000	-	-	-	-	-	-	-
Debt Services:								
Principal Paid on Debt	-	-	-	-	-	-	-	-
Interest Paid on Debt	-	-	-	-	-	-	-	-
Total Expenditures	30,000	1,400	42,424	258,808	65,352	-	-	-
Excess (deficiency) of Revenues vs. Expenditures	(13,828)	(1,400)	(24,483)	(98,808)	5,458	1,714	20,000	562,500
Other Financing Sources (Uses)								
Interfund Transfers In	-	-	-	-	-	-	-	-
Interfund Transfers Out	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	-	-	-	-	-	-	-
Net Change in Fund Balance	(13,828)	(1,400)	(24,483)	(98,808)	5,458	1,714	20,000	562,500
Fund Balances - Beginning	441,167	3,358	55,253	915,796	8,176	29,949	-	-
Fund Balance - Ending	\$ 427,339	\$ 1,958	\$ 30,770	\$ 816,988	\$ 13,634	\$ 31,663	\$ 20,000	\$ 562,500

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Special Revenue				Total Nonmajor Special Revenue Funds
	Police LEMHWA Grant Program - Operating	Redevelopment - Operating	Redevelopment - CASI	Redevelopment Revolving Loan	
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 5,514,428
Income Taxes	-	-	-	-	5,485,864
Intergovernmental	6,153	-	-	-	3,851,618
Licenses and Permits	-	-	-	-	70,561
Charges for Services	-	44,069	-	8,424	1,360,776
Fines, Forfeitures, and Fees	-	-	-	-	563,575
Other	-	73,933	-	-	1,020,101
Total Revenues	6,153	118,002	-	8,424	17,866,923
Expenditures					
General Government	-	-	-	-	1,816,456
Public Safety	9,644	-	-	-	4,860,358
Culture and Recreation	-	-	-	-	5,952,391
Health and Welfare	-	-	-	-	226,339
Highway and Streets	-	-	-	-	3,574,082
Sanitation	-	-	-	-	2,848,322
Economic Development	-	587,070	206,707	-	823,877
Debt Services:					
Principal Paid on Debt	-	-	-	-	179,134
Interest Paid on Debt	-	-	-	-	3,205
Total Expenditures	9,644	587,070	206,707	-	20,284,164
Excess (deficiency) of Revenues vs. Expenditures	(3,491)	(469,068)	(206,707)	8,424	(2,417,241)
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	-	-	1,845,404
Interfund Transfers Out	-	-	-	-	(2,971,205)
Total Other Financing Sources (Uses)	-	-	-	-	(1,125,801)
Net Change in Fund Balance	(3,491)	(469,068)	(206,707)	8,424	(3,543,042)
Fund Balances - Beginning	-	1,456,269	206,707	557,506	16,926,400
Fund Balance - Ending	\$ (3,491)	\$ 987,201	\$ -	\$ 565,930	\$ 13,383,358

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Debt Service			
	2008 Redevelopment Bond - Sinking (Veterans)	2008 Redevelopment Bond DSR	2013 Falls Landing Series A DSR	2013 ICR Series B DSR
Revenues				
Other	\$ 293	\$ 12,795	\$ -	\$ -
Total Revenues	293	12,795	-	-
Expenditures				
Economic Development	-	-	-	-
Debt Services:				
Principal Paid on Debt	105,000	-	-	-
Interest Paid on Debt	20,731	-	-	-
Total Expenditures	125,731	-	-	-
Excess (Deficiency) Of Revenues Vs. Expenditures	(125,438)	12,795	-	-
Other Financing Sources (Uses)				
Interfund Transfers In	125,731	-	-	-
Interfund Transfers Out	-	-	-	-
Total Other Financing Sources (Uses)	125,731	-	-	-
Net Change In Fund Balance	293	12,795	-	-
Fund Balances - Beginning	30	262,149	159,256	778,372
Fund Balance - Ending	\$ 323	\$ 274,944	\$ 159,256	\$ 778,372

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Debt Service				
	2013 Falls Landing Series C DSR	2013 ICR Series D DSR	2013 ICR Series E DSR	2016 Redevelopment Refunding Bond DSR (2006ABC)	2016 Redevelopment Refunding Bond Sinking (2006ABC)
Revenues					
Other	\$ -	\$ -	\$ -	\$ 38,240	\$ 5,574
Total Revenues	-	-	-	38,240	5,574
Expenditures					
Economic Development	-	-	-	-	350
Debt Services:					
Principal Paid on Debt	-	-	-	-	695,000
Interest Paid on Debt	-	-	-	-	127,600
Total Expenditures	-	-	-	-	822,950
Excess (Deficiency) Of Revenues Vs. Expenditures	-	-	-	38,240	(817,376)
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	-	-	821,610
Interfund Transfers Out	-	-	-	(11,210)	-
Total Other Financing Sources (Uses)	-	-	-	(11,210)	821,610
Net Change In Fund Balance	-	-	-	27,030	4,234
Fund Balances - Beginning	400,469	274,635	128,163	836,405	30,200
Fund Balance - Ending	\$ 400,469	\$ 274,635	\$ 128,163	\$ 863,435	\$ 34,434

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Debt Service		Total Nonmajor Debt Service Funds
	2017 Redevelopment Bond - 10th Street Sinking	2017 Redevelopment Bond - 10th Street DSR	
Revenues			
Other	\$ 10,755	\$ 115,948	\$ 183,605
Total Revenues	10,755	115,948	183,605
Expenditures			
Economic Development	350	-	700
Debt Services:			
Principal Paid on Debt	2,685,000	-	3,485,000
Interest Paid on Debt	265,800	-	414,131
Total Expenditures	2,951,150	-	3,899,831
Excess (Deficiency) Of Revenues Vs. Expenditures	(2,940,395)	115,948	(3,716,226)
Other Financing Sources (Uses)			
Interfund Transfers In	2,947,016	-	3,894,357
Interfund Transfers Out	-	(33,990)	(45,200)
Total Other Financing Sources (Uses)	2,947,016	(33,990)	3,849,157
Net Change In Fund Balance	6,621	81,958	132,931
Fund Balances - Beginning	30,403	2,536,091	5,436,173
Fund Balance - Ending	\$ 37,024	\$ 2,618,049	\$ 5,569,104

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Capital Projects				
	Cumulative Capital Improvement	Cumulative Capital Development	Falls Landing TIF	Bethnova TIF	Keystone TIF
Revenues					
Property Taxes	\$ -	\$ 256,784	\$ 3,365,522	\$ 347,260	\$ 199,007
Intergovernmental	89,756	16,178	-	-	-
Charges For Services	-	-	-	-	-
Total Revenues	89,756	272,962	3,365,522	347,260	199,007
Expenditures					
General Government	56,609	191,297	-	-	-
Public Safety	37,103	-	-	-	-
Highway & Streets	-	-	-	-	-
Economic Development	-	-	3,597,590	-	66,043
Debt Services:					
Principal Paid on Debt	-	-	395,000	-	-
Interest Paid on Debt	-	-	159,575	-	-
Total Expenditures	93,712	191,297	4,152,165	-	66,043
Excess (Deficiency) Of Revenues Vs. Expenditures	(3,956)	81,665	(786,643)	347,260	132,964
Other Financing Sources (Uses)					
Interfund Transfers In	-	-	-	-	-
Interfund Transfers Out	-	(80,000)	(100,158)	(132,300)	(66,160)
Total Other Financing Sources (Uses)	-	(80,000)	(100,158)	(132,300)	(66,160)
Net Change In Fund Balance	(3,956)	1,665	(886,801)	214,960	66,804
Fund Balances - Beginning	94,919	286,127	6,322,924	774,596	132,685
Fund Balance - Ending	\$ 90,963	\$ 287,792	\$ 5,436,123	\$ 989,556	\$ 199,489

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Capital Projects						
	Galvstar TIF	Vogt Valve TIF	Jeff Boat Redevelopment Area TIF	Riverview Lots Falls Landing TIF	Port Grant	EPA Brownfield Grant	Police Grant
Revenues							
Property Taxes	\$ 1,066,417	\$ 828,510	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	-	-	129,656	128,212	(1,600)
Charges For Services	-	-	-	-	-	-	-
Total Revenues	1,066,417	828,510	-	-	129,656	128,212	(1,600)
Expenditures							
General Government	-	-	-	-	-	-	-
Public Safety	-	-	-	-	129,656	-	(20,270)
Highway & Streets	-	-	-	-	-	-	-
Economic Development	-	-	-	-	-	123,417	-
Debt Services:							
Principal Paid on Debt	-	-	-	-	-	-	-
Interest Paid on Debt	-	-	-	-	-	-	-
Total Expenditures	-	-	-	-	129,656	123,417	(20,270)
Excess (Deficiency) Of Revenues Vs. Expenditures	1,066,417	828,510	-	-	-	4,795	18,670
Other Financing Sources (Uses)							
Interfund Transfers In	-	-	-	-	-	-	1,600
Interfund Transfers Out	(256,350)	(355,590)	-	-	-	-	-
Total Other Financing Sources (Uses)	(256,350)	(355,590)	-	-	-	-	1,600
Net Change In Fund Balance	810,067	472,920	-	-	-	4,795	20,270
Fund Balances - Beginning	5,155,429	2,976,531	-	-	-	(32,447)	(20,270)
Fund Balance - Ending	\$ 5,965,496	\$ 3,449,451	\$ -	\$ -	\$ -	(27,652)	\$ -

(Continued)

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Capital Projects				
	2023-2Community Crossing Grant - Various Street Paving	2022-1 Community Crossing Grant (Various)	2022-2 Community Crossing Grant - Various Street Paving	NextLevel DNR Grant 2022	2013 C Redevelopment Bond - Police Proceeds
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Intergovernmental	-	-	31,201	99,702	-
Charges For Services	-	-	-	-	-
Total Revenues	-	-	31,201	99,702	-
Expenditures					
General Government	-	-	-	-	-
Public Safety	-	-	-	-	-
Highway & Streets	-	1,341,224	62,402	-	-
Economic Development	-	-	-	113,333	45,830
Debt Services:					
Principal Paid on Debt	-	-	-	-	-
Interest Paid on Debt	-	-	-	-	-
Total Expenditures	-	1,341,224	62,402	113,333	45,830
Excess (Deficiency) Of Revenues Vs. Expenditures	-	(1,341,224)	(31,201)	(13,631)	(45,830)
Other Financing Sources (Uses)					
Interfund Transfers In	1,000,000	-	31,201	115,616	-
Interfund Transfers Out	-	-	-	-	-
Total Other Financing Sources (Uses)	1,000,000	-	31,201	115,616	-
Net Change In Fund Balance	1,000,000	(1,341,224)	-	101,985	(45,830)
Fund Balances - Beginning	-	1,341,224	-	-	45,830
Fund Balance - Ending	\$ 1,000,000	\$ -	\$ -	\$ 101,985	\$ -

**Combining Statement of Revenues, Expenditures
and Changes in Fund Balances
Nonmajor Governmental Funds for Jeffersonville, Indiana
Year Ended December 31, 2023**

	Capital Projects				Total Nonmajor Capital Projects Funds
	Jeffersonville Building Authority - Capital Improvement	Spring Street Master Plan Implementation	Sidewalk Construction	Park Cumulative Capital Fund	
Revenues					
Property Taxes	\$ -	\$ -	\$ -	\$ -	\$ 6,063,500
Intergovernmental	-	-	-	-	493,105
Charges For Services	8,512	-	-	-	8,512
Total Revenues	8,512	-	-	-	6,565,117
Expenditures					
General Government	136,353	-	-	-	384,259
Public Safety	-	-	-	-	146,489
Highway & Streets	-	-	336,057	-	1,739,683
Economic Development	-	-	-	-	3,946,213
Debt Services:					
Principal Paid on Debt	-	-	-	-	395,000
Interest Paid on Debt	-	-	-	-	159,575
Total Expenditures	136,353	-	336,057	-	6,771,219
Excess (Deficiency) Of Revenues Vs. Expenditures	(127,841)	-	(336,057)	-	(206,102)
Other Financing Sources (Uses)					
Interfund Transfers In	-	300,000	500,000	50,000	1,998,417
Interfund Transfers Out	-	-	-	-	(990,558)
Total Other Financing Sources (Uses)	-	300,000	500,000	50,000	1,007,859
Net Change In Fund Balance	(127,841)	300,000	163,943	50,000	801,757
Fund Balances - Beginning	491,488	1,956	511,251	50,000	18,132,243
Fund Balance - Ending	\$ 363,647	\$ 301,956	\$ 675,194	\$ 100,000	\$ 18,934,000

**Combining Statement of Custodial Net Position
For Jeffersonville, Indiana
December 31, 2023**

	Custodial Funds		Total Custodial Funds
	Flexible Spending Account	JPD Seized Assets	
Assets			
Cash and Cash Equivalents	\$ 16,489	\$ 299,404	\$ 315,893
Total Assets	16,489	299,404	315,893
Liabilities			
Net Position			
Restricted	16,489	299,404	315,893
Total Net Position	\$ 16,489	\$ 299,404	\$ 315,893

**Combining Statement of Changes in Custodial Net Position
For Jeffersonville, Indiana
Year Ended December 31, 2023**

	Custodial Funds		Total Custodial Funds
	Flexible Spending Account	JPD Seized Assets	
Additions:			
Contributions:			
Employee	\$ 21,074	\$ -	\$ 21,074
Seized Received	-	317,432	317,432
Total Additions	21,074	317,432	338,506
Deductions:			
Benefits	19,820	-	19,820
Seized Returned	-	18,028	18,028
Total Deductions	19,820	18,028	37,848
Changes In Net Position	1,254	299,404	300,658
Net Position - Beginning	15,235	-	15,235
Net Position - Ending	\$ 16,489	\$ 299,404	\$ 315,893

**Combining Statement of Fiduciary Net Position
For Jeffersonville, Indiana
December 31, 2023**

	Fiduciary Funds		Total Pension Trust Funds
	Fire Pension	Police Pension	
Assets			
Cash and Cash Equivalents	\$ 617,812	\$ 317,255	\$ 935,067
Total Assets	617,812	317,255	935,067
Net Position			
Restricted	617,812	317,255	935,067
Total Net Position	\$ 617,812	\$ 317,255	\$ 935,067

**Combining Statement of Changes in Fiduciary Net Position
For Jeffersonville, Indiana
Year Ended December 31, 2023**

	Fiduciary Funds		Total Pension Trust Funds
	Fire Pension	Police Pension	
Additions:			
Contributions:			
Employer	\$ 1,158,657	\$ 727,271	\$ 1,885,928
Total Contributions	1,158,657	727,271	1,885,928
Total Additions	1,158,657	727,271	1,885,928
Deductions:			
Benefits	1,259,966	749,609	2,009,575
Administrative Expense	3,652	3,677	7,329
Total Deductions	1,263,618	753,286	2,016,904
Changes In Net Position	(104,961)	(26,015)	(130,976)
Net Position - Beginning	722,773	343,270	1,066,043
Net Position - Ending	\$ 617,812	\$ 317,255	\$ 935,067



THIS PAGE IS INTENTIONALLY LEFT BLANK



CITY OF JEFFERSONVILLE
Clark County, Indiana

FEDERAL SINGLE AUDIT REPORT
January 1, 2023 to December 31, 2023

CITY OF JEFFERSONVILLE
Clark County, Indiana

FEDERAL COMPLIANCE AUDIT REPORT
January 1, 2023 to December 31, 2023

CONTENTS

SCHEDULE OF OFFICIALS (Unaudited).....	1
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS.....	2
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS	4
INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS	5
INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR MAJOR FEDERAL PROGRAM; REPORT ON INTERNAL CONTROL OVER COMPLIANCE.....	7
SCHEDULE OF FINDINGS AND QUESTIONED COSTS	10
EXIT CONFERENCE	13

CITY OF JEFFERSONVILLE
SCHEDULE OF OFFICIALS (Unaudited)
December 31, 2023

<u>Office</u>	<u>Official</u>	<u>Term</u>
City Controller	Heather Metcalf	01-01-23 to 12-31-23
Mayor	Mike Moore	01-01-23 to 12-31-23
President of the Board of Public Works and Safety	Mike Moore	01-01-23 to 12-31-23
President of the Common Council	Matt Owen	01-01-23 to 12-31-23

CITY OF JEFFERSONVILLE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended December 31, 2023

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Assistance Listing Number	Identifying Number	Awards Expended	Pass Through to Subrecipient
<u>Department of Justice</u>					
Bulletproof Vest Partnership Program Bulletproof Vests	Direct Award	16.607	18094171	\$ 10,230	\$ -
Edward Byrne Memorial Justice Assistance Grant Program JAG Grant DEA Task Force/Drug Interaction	Direct Award	16.738	EDS-D#3-14-8669	<u>5,054</u>	<u>-</u>
Equitable Sharing Program Federal Assets Forfeiture	Direct Award	16.922	FY2023	71,253	-
Jeffersonville Police Forfeiture		16.922	FY2023	<u>10,000</u>	<u>-</u>
Total – Equitable Sharing Program				<u>81,253</u>	<u>-</u>
Total – Department of Justice				<u>96,537</u>	<u>-</u>
<u>Department of Transportation</u>					
Highway Safety Cluster State and Community Highway Safety CHIRP Grant	Indiana Criminal Justice Institute/ Town of Sellersburg	20.600	2023-0089-FR2	<u>29,671</u>	<u>-</u>
Total – Department of Transportation				<u>29,671</u>	<u>-</u>
<u>Department of Treasury</u>					
American Rescue Plan Act COVID-19 American Rescue Plan	Indiana Finance Authority Indiana Department of Homeland Security Indiana Department of Natural Resources	21.027	NEU-IN0220 62374 65864	5,048,017 3,200 <u>53,690</u>	- - <u>-</u>
Total – Department of the Treasury				<u>5,104,907</u>	<u>-</u>
<u>National Endowment for the Humanities</u>					
Promotion of the Arts Partnership Agreements 2021 Culture District Community Engagement Grant	Indiana Arts Commission	45.025	1863296-61-20	<u>1,000</u>	<u>-</u>
Total – National Endowment for the Humanities				<u>1,000</u>	<u>-</u>
<u>Environmental Protection Agency</u>					
Brownfields Multipurpose Assessment Revolving Loan Fund and Cleanup Cooperative Agreements Brownfields Assessment Grant	Direct Award	66.818	BF00E02362	<u>128,212</u>	<u>-</u>
Total – Environmental Protection Agency				<u>128,212</u>	<u>-</u>

(Continued)

CITY OF JEFFERSONVILLE
 SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
 Year ended December 31, 2023

<u>Federal Grantor Agency</u> <u>Cluster Title/Program Title/Project Title</u>	<u>Pass-Through Entity or Direct Grant</u>	<u>Assistance Listing</u> <u>Number</u>	<u>Identifying</u> <u>Number</u>	<u>Awards</u> <u>Expended</u>	<u>Pass Through to</u> <u>Subrecipient</u>
<u>Department of Homeland Security</u> Port Security Grant Program Port Grant	Direct Award	97.056	EMW-2019-PU-00279	\$ 129,656	\$ -
Total – Department of Homeland Security				<u>129,656</u>	<u>-</u>
Total federal awards expended				<u>\$ 5,489,983</u>	<u>\$ -</u>

See accompanying notes to the schedule of expenditure of federal awards.

CITY OF JEFFERSONVILLE
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year ended December 31, 2023

NOTE 1 - BASIS OF PRESENTATION

The accompanying schedule of expenditures of federal awards (the "Schedule") includes the federal award activity of the City of Jeffersonville (the "City") under programs of the federal government for the year ended December 31, 2023. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the receipts, disbursements, and cash and investment balances – regulatory basis of the City.

Expenditures reported on the Schedule are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either Cost Principles for State and Local Governments or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement.

NOTE 2 - INDIRECT COST RATE

The City has elected not to use the 10-percent de minimis indirect cost rate as allowed under the Uniform Guidance.

INDEPENDENT AUDITOR'S REPORT ON INTERNAL CONTROL OVER FINANCIAL REPORTING AND
ON COMPLIANCE AND OTHER MATTERS BASED ON AN AUDIT OF FINANCIAL STATEMENTS
PERFORMED IN ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS*

Those Charged with Governance
City of Jeffersonville
Clark County, Indiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States, the financial statements of each governmental major fund, and we were engaged to audit the governmental activities, the business-type activities, and the aggregate remaining fund information of the City of Jeffersonville (the City), as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents, and have issued our report thereon dated September 30, 2024.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies and therefore, material weaknesses or significant deficiencies may exist that were not identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item 2023-001 that we consider to be a material weakness.

(Continued)

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards* and which are described in the accompanying schedule of findings and questioned costs.

The City's Response to Finding

Government Auditing Standards requires the auditor to perform limited procedures on the City's response to the finding identified in our audit and described in the accompanying schedule of findings and questioned costs. The City's response was not subjected to the other auditing procedures applied in the audit of the financial statements and, accordingly, we express no opinion on the response.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
September 30, 2024

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR MAJOR FEDERAL PROGRAM;
REPORT ON INTERNAL CONTROL OVER COMPLIANCE

Those Charged with Governance
City of Jeffersonville
Clark County, Indiana

Report on Compliance for Major Federal Program***Opinion on Major Federal Program***

We have audited the City of Jeffersonville's (the "City") compliance with the types of compliance requirements identified as subject to audit in the OMB Compliance Supplement that could have a direct and material effect on the City's major federal program for the year ended December 31, 2023. The City's major federal program is identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2023.

Basis for Opinion on Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in Government Auditing Standards issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the Auditor's Responsibilities for the Audit of Compliance section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with 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 opinion on compliance for the major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules and provisions of contracts or grant agreements applicable to the City's federal programs.

(Continued)

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. 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, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of the major federal program as a whole.

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

- exercise professional judgment and maintain professional skepticism throughout the audit.
- identify and assess the risks of material noncompliance, 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 City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the Auditor's Responsibilities for the Audit of Compliance section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

(Continued)

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of each governmental major fund, and we were engaged to audit the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2023, and the related notes to the financial statements, which collectively comprise the City's basic financial statements. We issued our report thereon dated September 30, 2024, which contained unmodified opinions on those financial statements. Our audit was conducted for the purpose of forming an opinion on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

Crowe LLP
Crowe LLP

Indianapolis, Indiana
September 30, 2024

CITY OF JEFFERSONVILLE
 SCHEDULE OF FINDINGS AND QUESTIONED COSTS
 December 31, 2023

Section I – Summary of Auditor’s Results

Financial Statements

Type of auditors report issued	Unmodified		
Internal control over financial reporting			
Material weakness(es) identified?	<u> X </u>	Yes	<u> </u> No
Significant deficiencies identified not considered to be material weaknesses?	<u> </u>	Yes	<u> X </u> None Reported
Noncompliance material to financial statements noted?	<u> </u>	Yes	<u> X </u> No

Federal Awards

Internal control over major programs			
Material weakness(es) identified?	<u> </u>	Yes	<u> X </u> No
Significant deficiencies identified not considered to be material weaknesses?	<u> </u>	Yes	<u> X </u> None Reported
Type of auditor’s report issued on compliance for major programs	Unmodified		
Any audit findings disclosed that are required to be reported in accordance with 2CFR 200.516(a)?	<u> </u>	Yes	<u> X </u> No

Identification of major programs

<u>ALN Number</u>	<u>Name of Federal Program or Cluster</u>
21.027	COVID-19 Coronavirus State and Local Fiscal Recovery Funds

Dollar threshold used to distinguish between Type A and Type B programs \$ 750,000

Auditee qualified as low-risk auditee?	<u> </u>	Yes	<u> X </u>	No
--	---------------	-----	--------------	----

(Continued)

CITY OF JEFFERSONVILLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2023

Section II – Financial Statement Findings

Finding 2023-001

Subject: Capital assets
Audit Findings: Material Weakness

Criteria: The Indiana State Board of Accounts (SBOA) is required under Indiana Code 5-11-1-27(e) to define the acceptable minimum level of internal control standards. To provide clarifying guidance, the State Examiner compiled the standards contained in the manual, *Uniform Internal Control Standards for Indiana Political Subdivisions*. All political subdivisions subject to audit by SBOA are expected to adhere to these standards. The standards include adequate control activities. According to this manual:

"Control activities are the actions and tools established through policies and procedures that help to detect, prevent, or reduce the identified risks that interfere with the achievement of objectives. Detection activities are designed to identify unfavorable events in a timely manner whereas prevention activities are designed to deter the occurrence of an unfavorable event. Examples of these activities include reconciliations, authorizations, approval processes, performance reviews, and verification processes.

An integral part of the control activity component is segregation of duties. . . . There is an expectation of segregation of duties. If compensating controls are necessary, documentation should exist to identify both the areas where segregation of duties are not feasible or practical and the compensating controls implemented to mitigate the risk. . . .

The Green Book identifies a list of control activity categories that are meant only to illustrate the range and variety of control activities; the list is by no means all inclusive, but is reproduce here for reference purposes:

- ...
- Accurate and timely recording of transactions. . . ."

2 CFR 200.508 states in part:

"The auditee must: . . .

(b) Prepare appropriate financial statements, ..."

Condition: During testing of capital assts, material audit adjustments were posted to restate the January 1, 2023 capital assets balance. Additionally, adjustments were posted to correct the capital assets activity recorded in 2023.

Cause: The prior period adjustment was due to inventories of physical assets not resulting in a capital asset listing sufficient to meet GAAP reporting needs in the prior reporting periods resulting in a disclaimer of opinion. Management was able to provide auditable records for opening capital assets balances at January 1, 2023 and for the year ended December 31, 2023.

Context: In prior year, the City was not able to prepare an accurate and complete capital asset listing that was supported by source documents and historical records. In the current year, management prepared an accurate and complete capital asset listing supported by source documents to determine the January 1, 2023, capital assets balance. Additionally, management prepared the supporting activity of capital assets activity for the current year period. However, calculation, estimates and mathematical errors were noted on the beginning balances and current period activity that required material adjustments to report the correct capital asset balances in the current year.

Audit adjustments were proposed, accepted by the City, and made to the financial statements to correct the issues noted above.

(Continued)

CITY OF JEFFERSONVILLE
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
December 31, 2023

Section II – Financial Statement Findings (Continued)

Effect: Without a proper system of internal control in place that operated effectively, material misstatements of the financial statement could remain undetected.

Identification as a repeat finding, if applicable: No.

Recommendation: We recommended that the City continue to maintain their supporting capital asset listing that is supported by source documents and current information to support the amount of capital asset additions and disposals going forward.

Views of Responsible Officials and Planned Corrective Actions: Management agrees with the finding and has prepared a corrective action plan.

Section III – Federal Award Findings and Questioned Costs

None.

CITY OF JEFFERSONVILLE
EXIT CONFERENCE
January 1, 2023 to December 31, 2023

The contents of this report were discussed on September 24, 2024 with Heather Metcalf, Controller, Les Merkley, City Attorney, and Dustin White, City Council President. The officials acknowledged the findings.

FINANCE DEPARTMENT

Jeffersonville City Hall
500 Quartermaster Court, Suite 300
Jeffersonville, Indiana 47130

812-285-6422 office
812-283-6426 fax

Mike Moore
Mayor

Heather Metcalf
Director of Finance/
Controller
hmetcalf@cityofjeff.net

CORRECTIVE ACTION PLAN OF CURRENT AUDIT FINDINGS

December 31, 2023

Finding 2023-001 – Capital Assets

Contact Person Responsible for Corrective Action: Heather Metcalf
Contact Phone Number: 812-285-6492

Views of Responsible Official: We concur with the finding

Description of Corrective Action Plan: The City will ensure the capital asset supporting workbook properly reflects the City's current activity and ties to the underlying records when preparing the next GAAP audit financial statements. The prior period adjustments part of the finding was resolved as part of the 2023 audit to ensure the starting capital asset balances were correct.

Anticipated Completion Date: 2024 financial statements

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS**Finding 2022-001 – INTERNAL CONTROLS OVER FINANCIAL REPORTING**

Condition: During testing of the year end account balances, errors in financial reporting were discovered. As a result, material adjusting entries were recorded as described in the effect section.

Status: Partially resolved. Current year audit adjustments were posted related to capital asset activity, however no other material adjustments were posted including the adjustments noted in the prior year report. The capital asset entries in the current were due to the City working on refining their capital asset supporting detail. To correct the finding, the City will ensure the capital asset supporting workbook properly reflects the City's current activity and ties to the underlying records when preparing the next GAAP audit financial statements.

Finding 2022-002 – CAPITAL ASSETS

Condition: During testing of the capital assets, we noted that the City did not provide auditable evidence of opening capital asset balances.

Status: Partially resolved. The City was able to provide supporting records for their capital asset balances, however, current year audit adjustments were posted related to capital asset activity to ensure the amounts for January 1, 2023 and December 31, 2023 were accurate. The capital asset entries in the current were due to the City working on refining their capital asset supporting detail. To correct the finding, the City will ensure the capital asset supporting workbook properly reflects the City's current activity and ties to the underlying records when preparing the next GAAP audit financial statements.

Finding 2022-003 – SEIZED ASSETS

Condition: During testing of the custodial activities, it was noted that the City was not accurately tracking transactional activity of assets seized by law enforcement. We had no opening balance or transactional record available to audit.

Status: Resolved, the City provided supporting records to determine the amount of seized assets current year activity and opening balance number.