

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF HOBART

LAKE COUNTY, INDIANA

January 1, 2023 to December 31, 2023



**FILED**  
09/17/2024



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Deborah Longer	01-01-23 to 12-31-24
Mayor	Brian Snedecor Josh Huddlestun	01-01-23 to 12-31-23 01-01-24 to 12-31-24
President of the Board of Public Works and Safety	Brian Snedecor Josh Huddlestun	01-01-23 to 12-31-23 01-01-24 to 12-31-24
President Pro Tempore of the Common Council	Matthew Claussen	01-01-23 to 12-31-24



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF HOBART, LAKE COUNTY, INDIANA

### **Report on the Audit of the Financial Statement**

#### ***Adverse and Unmodified Opinions***

We have audited the accompanying financial statement of the City of Hobart (City), which comprises the financial position and results of operations as of and for the year ended December 31, 2023, and the related notes to the financial statement as listed in the Table of Contents.

#### ***Adverse Opinion on U.S. Generally Accepted Accounting Principles***

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse and Unmodified Opinions* section of our report, the financial statement referred to above does not present fairly, the financial position and results of operations of the City as of and for the year ended December 31, 2023, in accordance with accounting principles generally accepted in the United States of America.

#### ***Opinion on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the respective financial position and results of operations of the City, as of and for the year ended December 31, 2023, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

#### ***Basis for Adverse and Unmodified Opinions***

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

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

As discussed in Note 1 to the financial statement, the City prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Emphasis of Matter***

As discussed in Note 1, fund accounting is used to account for amounts received from and used for specific sources and uses as determined by various regulations, including restrictions set by Indiana statute. As discussed in Notes 7 and 9 to the financial statement, the City experienced significant reductions in tax collections due to property tax appeal refunds. Management's plans in regard to these matters are discussed in Notes 7 and 9. The financial statement does not include any adjustments that might result from the outcome of management's plans. Our opinion is not modified with respect to this matter.

***Responsibilities of Management for the Financial Statement***

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

***Auditor's Responsibilities for the Audit of the Financial Statement***

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

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

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

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.

**Other Information**

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

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

**Other Reporting Required by Government Auditing Standards**

In accordance with *Government Auditing Standards*, we have also issued our report dated August 27, 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.



Beth Kelley, CPA, CFE  
Deputy State Examiner

August 27, 2024

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## FINANCIAL STATEMENT AND ACCOMPANYING NOTES AND OTHER INFORMATION

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

The City's Annual Financial Report information can be found on the Indiana Gateway for Government Units website: <https://gateway.ifionline.org/>.

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

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

CITY OF HOBART  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Year Ended December 31, 2023

Fund	Cash and Investments 01-01-23	Receipts	Disbursements	Cash and Investments 12-31-23
General	\$ 2,089,391	\$ 29,846,149	\$ 31,505,016	\$ 430,524
Motor Vehicle Highway	(982,082)	2,712,288	1,993,768	(263,562)
Local Road And Street	467,265	1,376,569	931,412	912,422
MVH Restricted	761,442	679,681	567,560	873,563
Law Enforcement Training	91,756	75,070	97,360	69,466
Riverboat Casino	61,995	1,178,086	1,269,198	(29,117)
Parks And Recreation	82,787	1,405,617	1,419,094	69,310
Economic Development Income Tax	1,140,139	2,562,696	2,496,775	1,206,060
Opioid Settlement Unrestricted	25,685	4,596	-	30,281
Opioid Settlement Restricted	59,932	16,610	14,966	61,576
Cumulative Capital Improvement	410,211	55,845	340,946	125,110
Cumulative Capital Development	570,057	2,400,675	2,804,765	165,967
Police Pension	684,073	524,368	452,649	755,792
Fire Pension	379,008	309,673	304,307	384,374
Public Safety Income Tax	694,472	1,719,590	1,562,837	851,225
Redev RZ TIF Bond A & B Debt Service	164,873	329,960	332,115	162,718
Maria Reiner Senior Center	54,685	185,832	202,872	37,645
Domestic Highway Enforcement	3,015	22,753	22,006	3,762
City Donations	1,753	8,550	9,808	495
RDC Special Fund	16,882	-	-	16,882
Southside Lease Bond	344,000	688,000	688,000	344,000
G.R.I.T.	(1,528)	15,087	17,062	(3,503)
Downtown Lease Bond	115,500	233,000	232,000	116,500
CITLI/DUI/OPO Grant Administration	-	405,520	371,499	34,021
2017 Park Bond Debt Service	-	891,086	707,000	184,086
Indiana American Water Escrow (Centier)	33,593	203,576	201,126	36,043
Nipsco Escrow (Centier)	4,866	423,541	423,541	4,866
Local Road & Bridge Matching Grant Fund	-	1,999,567	1,973,263	26,304
Seizure Department of Justice/Federal	1,454,589	232,647	845,334	841,902
Save Grant	602	9,235	18,476	(8,639)
City Court Odyssey	456,604	539,375	612,170	383,809
Traffic Management Capital Improvement	11,920	-	-	11,920
2020 A&B G.O. Bond Debt Service	-	823,939	637,775	186,164
69th TRAX Lease Bond	431,500	4,973,650	4,860,650	544,500
ARP Coronavirus Local Fiscal Recovery Grant	4,937,356	-	3,139,766	1,797,590
Redevelopment US30 & 69th Ave.	19,551	890,310	672,284	237,577
2022 RDC Community Funding Bond Proceeds	5,728,905	3,807,000	9,535,906	(1)
2022 City Bond Debt Service	-	585,493	585,493	-
2023 State RDF Loan Debt Service	-	455,882	-	455,882
2022 RDC Bond Debt Service	-	585,493	585,493	-
US 30 Allocation Area 2 Bond	-	60,000	30,000	30,000
2023 State RDF Loan Proceeds	-	3,031,121	3,031,120	1
Hobart Employee Benefit	42,131	3,790,562	3,485,742	346,951
Fire Donation	20,328	8,465	9,730	19,063
Park Donation	15,362	9,784	5,074	20,072
Cemetery Trust	6,387	-	-	6,387
Dare / Too Good for Drugs	17,421	15,148	22,393	10,176
Police Donation	28,762	125,068	37,311	116,519
County Share Court Costs	-	64,174	64,174	-
Court Records Perpetuation	144,385	9,638	15,140	138,883
Innkeeper's Tax	28,048	4,725	8,484	24,289

CITY OF HOBART  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Year Ended December 31, 2023

Fund	Cash and Investments 01-01-23	Receipts	Disbursements	Cash and Investments 12-31-23
Police Seizure	48,629	105,225	102,592	51,262
Drug Task Force (Hidta)	7,066	24,967	38,794	(6,761)
Park Improvement	18,576	-	-	18,576
Park & Rec Non-Reverting	2,235	-	-	2,235
Arbor Lane Park Donation	2,150	-	-	2,150
Enhancement & Improvement	1,233,641	675,289	918,024	990,906
Pennsy Depot Donation	12,611	-	-	12,611
Lakefront Festival	99,987	114,324	136,859	77,452
Barrington Ridge Park Donation	23,656	-	12,950	10,706
Pleak Fund	32,744	-	-	32,744
Water Lines	4,782	-	1,163	3,619
Dui Overtime Grant	(6,435)	38,072	40,263	(8,626)
Court Public Defender	16,365	3,500	3,394	16,471
Adult Probation	10,382	19,902	30,008	276
Park District Program	38,039	71,946	74,405	35,580
Hobart Entryway Triangle	7,632	-	-	7,632
CITLI/Operation Pull Over	(586)	49,756	39,474	9,696
Tax Abatement	9,436	802	1,043	9,195
Scout Cabin	571	-	-	571
Redevelopment	4,468,938	745,288	776,682	4,437,544
Special Events	16,097	63,144	79,241	-
Public Works Donation	1,493	1,683	1,857	1,319
Recycling Grants	666	-	379	287
Self Insurance	106,380	654,645	629,093	131,932
Redevelopment 61st Avenue	5,724,710	3,909,211	2,852,921	6,781,000
Reimburse Professional Fees	147,962	81,475	53,893	175,544
2007 61St Avenue Debt Service	169,750	340,400	338,500	171,650
61St Ave Series B Debt Service	67,486	131,882	134,426	64,942
61St Avenue Reserve Fund	919,534	140	152,000	767,674
Fire Pension 1977	-	230,220	230,220	-
Police Pension 1977	-	304,693	304,693	-
Payroll	11,664	17,565,277	17,572,581	4,360
Civilian Perf	-	188,983	188,983	-
Investments	358,606	382,767	20,798	720,575
Stormwater Bond Construction	7,088,082	16,009	474,522	6,629,569
Stormwater Bond Debt Service Reserve	1,106,988	-	-	1,106,988
HSD Stormwater	3,189,500	3,410,702	3,156,550	3,443,652
SRF Bond and Interest HSD	485,670	1,809,570	1,496,507	798,733
SRF Debt Svc. Reserve HSD	365,335	489,060	-	854,395
SRF Construction HSD	45,219,621	1,780,551	25,715,465	21,284,707
Wastewater Operating	1,212,317	4,890,432	6,079,608	23,141
Wastewater Improvement	2,670,579	3,712,856	4,622,435	1,761,000
Wastewater Revenue	706,761	10,594,714	10,386,431	915,044
US 30 Allocation Area 2 Construction	2,144,326	2,335	1,678,548	468,113
US 30 Allocation Area 2 Expenses	596	2	-	598
Redevelopment Authority	10,362,374	5,817,502	9,104,813	7,075,064
Totals	<u>\$ 108,724,537</u>	<u>\$ 128,523,019</u>	<u>\$ 166,593,575</u>	<u>\$ 70,653,981</u>

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

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT

**Note 1. Summary of Significant Accounting Policies**

**A. Reporting Entity**

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

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

The accompanying financial statement presents the financial information for the City and the Redevelopment Authority. Although it is a legally separate entity from the City, it exists to provide services entirely or almost entirely to the City, and the Redevelopment Authority's total debt outstanding, if any, including leases, is expected to be repaid almost entirely with the resources of the City.

**B. Basis of Accounting**

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

**C. Cash and Investments**

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

**D. Receipts**

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

*Taxes.* Amounts received from one or more of the following: property tax, wheel tax, innkeeper's tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the City.

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Licenses and permits.* Amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction, or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include the following: peddler licenses, animal licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

*Intergovernmental receipts.* Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: local income tax, federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

*Charges for services.* Amounts received for services including, but not limited to, the following: planning commission charges, building department charges, copies of public records, copy machines charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable TV receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

*Fines and forfeits.* Amounts received from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

*Utility fees.* Amounts received from charges for current services.

*Penalties.* Amounts received from late payment fees.

*Other receipts.* Amounts received from various sources, including, but not limited to, the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution, or court order; internal service receipts; and fiduciary receipts.

**E. Disbursements**

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

*Personal services.* Amounts disbursed for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

*Supplies.* Amounts disbursed for articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

*Capital outlay.* Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

*Utility operating expenses.* Amounts disbursed for operating the utilities.

*Other disbursements.* Amounts disbursed for various other purposes including, but not limited to, the following: interfund loan payments; loans made to other funds; internal service disbursements; and transfers out that are authorized by statute, ordinance, resolution, or court order.

**F. Interfund Transfers**

The City may, from time to time, make transfers from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

**G. Fund Accounting**

Separate funds are established, maintained, and reported by the City. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the City. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the City in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units, and, therefore, the funds cannot be used for any expenditures of the unit itself.

**Note 2. Budgets**

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

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the City in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the City is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

**Note 4. Deposits and Investments**

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

State statutes authorize the City to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. Risk Management**

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

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

**Note 6. Pension Plans**

*A. Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund Defined Benefit Plan (PERF DB) is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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

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

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

*Financial Report*

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

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

*Contributions*

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

*B. 1925 Police Officers' Pension Plan*

*Plan Description*

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

*Funding Policy*

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

*On Behalf Payments*

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

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

C. *1937 Firefighters' Pension Plan*

*Plan Description*

The 1937 Firefighters' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

*Funding Policy*

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute.

*On Behalf Payments*

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

D. *1977 Police Officers' and Firefighters' Pension and Disability Fund*

*Plan Description*

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

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

*Financial Report*

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

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

*Contributions*

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

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of project expenses being paid out of the various funds in 2023 and subsequent grant reimbursements not being received prior to the end of the year. In the case of the MVH deficit, the property tax shortfall also contributed to the deficit.

**Note 8. Restatements**

For the year ended December 31, 2023, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the City. The following schedule presents a summary of restated beginning balances:

Fund	Balance as of December 31, 2022	Prior Period Adjustments	Balance as of January 1, 2023
US 30 Allocation Area 2 Construction	\$ -	\$ 2,144,326	\$ 2,144,326
US 30 Allocation Area 2 Expenses	-	596	596
Redevelopment Authority	-	10,362,374	10,362,374

The addition of the Redevelopment Authority to the financial statement was due to updates in the Accounting and Financial Reporting Regulation Manual.

**Note 9. Subsequent Events**

The Southlake Mall Appeal continued to have a huge impact on the City with property tax distributions being withheld due to the settlement agreement between Lake County and Southlake Mall. In late 2022, two bonds were issued through the Indiana Bond Bank to reimburse prior capital expenses of the Civil City and the Redevelopment Commission. These were designed to put much needed revenue back into certain funds that had the greatest impact of the property tax shortfall experienced from the Mall refunds. In working with the State legislators, a provision in the law was enacted, effective July 1, 2023, that allowed the Treasurer of the State (TOS) to issue a Rainy Day Fund loan to a municipality facing critical operating deficits due to appeals of the assessed values from many years back. In October 2023, the City was provided a TOS loan at 0 percent interest for a period of 25 years. This is a drawdown loan with the City only drawing the amount of the Southlake Mall refund and tax credits for the current time period. This drawdown will take place through June 2027 to cover the Southlake Mall Settlement Agreement with the County. The prior two bonds issued in December 2022 by the Indiana Bond Bank were paid off and closed as a result of the TOS loan. The impact of the Settlement Agreement is still being felt by the City along with low property tax collections, other tax appeals, and the circuit breaker credits, and the City continues to struggle to cut costs while delivering necessary services to our residents.

No new debt is scheduled for 2024, and projects that had been started by the prior administration are being carried over to completion by the new administration which took office in January 2024. In early spring 2024, the City of Hobart in the area of Silverstone Crossing, off Mississippi Street, north of US30, was chosen as the #1 site recommended for a regional convention center by the RDA. The City is working with developers on proposed plans for the site to be presented to the County Commissioners and the state in the future. It is believed a final determination will not be made until 2025.

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

**Note 10. Other Postemployment Benefits**

The City provides to eligible retirees and their spouses the following benefits: medical and hospitalization insurance. These benefits pose a liability to the City for this year and in future years. Information regarding these benefits can be obtained by contacting the City. The City schedules an actuarial valuation for the Pension Plans to be completed every two years. The City has imposed a "sunset" on the five-year coverage, and this liability is no longer available to any employee hired after January 1, 2018.

**Note 11. Combined Funds**

Funds related to the Redevelopment Authority were combined into one fund for the current financial statement.

**Note 12. Redevelopment Authority**

The Redevelopment Commission of the City has entered into a capital lease with the Hobart Redevelopment Authority (the lessor). The lessor was organized as a separate body corporate and politic and as an instrumentality of the City pursuant to state statute for the purpose of financing, constructing, and leasing local public improvements to the Redevelopment Commission of the City. The lessor has been determined to be a related-party of the City. Lease payments during the year 2023 totaled \$1,896,000.

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OTHER INFORMATION

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	General	Motor Vehicle Highway	Local Road And Street	MVH Restricted	Law Enforcement Training	Riverboat Casino
Cash and investments - beginning	\$ 2,089,391	\$ (982,082)	\$ 467,265	\$ 761,442	\$ 91,756	\$ 61,995
Receipts:						
Taxes	7,868,261	660,057	-	39,019	-	-
Licenses and permits	1,631,105	-	-	-	30,915	-
Intergovernmental receipts	825,064	692,085	658,800	640,662	-	204,937
Charges for services	4,268,667	1,254,135	395,210	-	36,964	-
Fines and forfeits	83,447	-	-	-	6,991	-
Utility fees	-	-	-	-	-	-
Other receipts	15,169,605	106,011	322,559	-	200	973,149
Total receipts	29,846,149	2,712,288	1,376,569	679,681	75,070	1,178,086
Disbursements:						
Personal services	17,792,757	1,608,854	-	-	-	-
Supplies	586,759	169,014	17,102	185,608	14,893	-
Other services and charges	3,574,396	115,900	17,467	-	42,478	147,621
Debt service - principal and interest	6,145,319	-	-	-	-	-
Capital outlay	39,476	100,000	896,843	381,952	39,989	3,841
Utility operating expenses	-	-	-	-	-	-
Other disbursements	3,366,309	-	-	-	-	1,117,736
Total disbursements	31,505,016	1,993,768	931,412	567,560	97,360	1,269,198
Excess (deficiency) of receipts over (under) disbursements	(1,658,867)	718,520	445,157	112,121	(22,290)	(91,112)
Cash and investments - ending	\$ 430,524	\$ (263,562)	\$ 912,422	\$ 873,563	\$ 69,466	\$ (29,117)

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Parks And Recreation	Economic Development Income Tax	Opioid Settlement Unrestricted	Opioid Settlement Restricted	Cumulative Capital Improvement	Cumulative Capital Development
Cash and investments - beginning	\$ 82,787	\$ 1,140,139	\$ 25,685	\$ 59,932	\$ 410,211	\$ 570,057
Receipts:						
Taxes	298,828	-	-	16,610	-	412,088
Licenses and permits	400	-	-	-	-	-
Intergovernmental receipts	23,270	1,330,916	4,596	-	54,006	32,097
Charges for services	1,052,708	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	30,411	1,231,780	-	-	1,839	1,956,490
Total receipts	1,405,617	2,562,696	4,596	16,610	55,845	2,400,675
Disbursements:						
Personal services	625,712	235,727	-	-	-	-
Supplies	45,579	5,006	-	-	-	-
Other services and charges	77,088	720,874	-	14,966	41,487	388,908
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	95,928	1,535,168	-	-	57,219	505,515
Utility operating expenses	-	-	-	-	-	-
Other disbursements	574,787	-	-	-	242,240	1,910,342
Total disbursements	1,419,094	2,496,775	-	14,966	340,946	2,804,765
Excess (deficiency) of receipts over (under) disbursements	(13,477)	65,921	4,596	1,644	(285,101)	(404,090)
Cash and investments - ending	\$ 69,310	\$ 1,206,060	\$ 30,281	\$ 61,576	\$ 125,110	\$ 165,967

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Police Pension	Fire Pension	Public Safety Income Tax	Redev RZ TIF Bond A & B Debt Service	Maria Reiner Senior Center	Domestic Highway Enforcement
Cash and investments - beginning	\$ 684,073	\$ 379,008	\$ 694,472	\$ 164,873	\$ 54,685	\$ 3,015
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	1,576,070	-	-	-
Charges for services	-	-	50,663	-	122,865	22,753
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	524,368	309,673	92,857	329,960	62,967	-
Total receipts	524,368	309,673	1,719,590	329,960	185,832	22,753
Disbursements:						
Personal services	1,456	1,456	800,000	-	96,038	22,006
Supplies	-	130	10,631	-	22,431	-
Other services and charges	-	-	161,432	880	5,620	-
Debt service - principal and interest	-	-	-	331,235	-	-
Capital outlay	-	-	590,774	-	454	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	451,193	302,721	-	-	78,329	-
Total disbursements	452,649	304,307	1,562,837	332,115	202,872	22,006
Excess (deficiency) of receipts over (under) disbursements	71,719	5,366	156,753	(2,155)	(17,040)	747
Cash and investments - ending	\$ 755,792	\$ 384,374	\$ 851,225	\$ 162,718	\$ 37,645	\$ 3,762

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	City Donations	RDC Special Fund	Southside Lease Bond	G.R.I.T.	Downtown Lease Bond	CITLI/DUI/OPO Grant Administration
Cash and investments - beginning	\$ 1,753	\$ 16,882	\$ 344,000	\$ (1,528)	\$ 115,500	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	405,520
Charges for services	-	-	-	15,087	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	8,550	-	688,000	-	233,000	-
Total receipts	8,550	-	688,000	15,087	233,000	405,520
Disbursements:						
Personal services	-	-	-	17,062	-	-
Supplies	-	-	-	-	-	-
Other services and charges	9,808	-	688,000	-	232,000	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	371,499
Total disbursements	9,808	-	688,000	17,062	232,000	371,499
Excess (deficiency) of receipts over (under) disbursements	(1,258)	-	-	(1,975)	1,000	34,021
Cash and investments - ending	\$ 495	\$ 16,882	\$ 344,000	\$ (3,503)	\$ 116,500	\$ 34,021

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	2017 Park Bond Debt Service	Indiana American Water Escrow (Centier)	Nipsco Escrow (Centier)	Local Road & Bridge Matching Grant Fund	Seizure Department of Justice/Federal	Save Grant
Cash and investments - beginning	\$ -	\$ 33,593	\$ 4,866	\$ -	\$ 1,454,589	\$ 602
Receipts:						
Taxes	386,906	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	23,605	-	-	1,999,567	-	-
Charges for services	-	-	-	-	-	9,235
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	480,575	203,576	423,541	-	232,647	-
Total receipts	<u>891,086</u>	<u>203,576</u>	<u>423,541</u>	<u>1,999,567</u>	<u>232,647</u>	<u>9,235</u>
Disbursements:						
Personal services	-	-	-	-	-	18,476
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	707,000	-	-	-	-	-
Capital outlay	-	-	-	1,973,263	825,334	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	201,126	423,541	-	20,000	-
Total disbursements	<u>707,000</u>	<u>201,126</u>	<u>423,541</u>	<u>1,973,263</u>	<u>845,334</u>	<u>18,476</u>
Excess (deficiency) of receipts over (under) disbursements	<u>184,086</u>	<u>2,450</u>	<u>-</u>	<u>26,304</u>	<u>(612,687)</u>	<u>(9,241)</u>
Cash and investments - ending	<u>\$ 184,086</u>	<u>\$ 36,043</u>	<u>\$ 4,866</u>	<u>\$ 26,304</u>	<u>\$ 841,902</u>	<u>\$ (8,639)</u>

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	City Court Odyssey	Traffic Management Capital Improvement	2020 A&B G.O. Bond Debt Service	69th TRAX Lease Bond	ARP Coronavirus Local Fiscal Recovery Grant	Redevelopment US30 & 69th Ave.
Cash and investments - beginning	\$ 456,604	\$ 11,920	\$ -	\$ 431,500	\$ 4,937,356	\$ 19,551
Receipts:						
Taxes	-	-	391,270	-	-	497,310
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	23,872	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	539,375	-	408,797	4,973,650	-	393,000
Total receipts	539,375	-	823,939	4,973,650	-	890,310
Disbursements:						
Personal services	-	-	-	-	334,635	-
Supplies	-	-	-	-	711,842	-
Other services and charges	-	-	-	4,860,650	-	23,683
Debt service - principal and interest	-	-	637,775	-	-	-
Capital outlay	-	-	-	-	2,093,289	392,101
Utility operating expenses	-	-	-	-	-	-
Other disbursements	612,170	-	-	-	-	256,500
Total disbursements	612,170	-	637,775	4,860,650	3,139,766	672,284
Excess (deficiency) of receipts over (under) disbursements	(72,795)	-	186,164	113,000	(3,139,766)	218,026
Cash and investments - ending	\$ 383,809	\$ 11,920	\$ 186,164	\$ 544,500	\$ 1,797,590	\$ 237,577

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	2022 RDC Community Funding Bond Proceeds	2022 City Bond Debt Service	2023 State RDF Loan Debt Service	2022 RDC Bond Debt Service	US 30 Allocation Area 2 Bond	2023 State RDF Loan Proceeds
Cash and investments - beginning	\$ 5,728,905	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	479,086	-	479,086	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	29,222	-	29,222	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,807,000	77,185	455,882	77,185	60,000	3,031,121
Total receipts	3,807,000	585,493	455,882	585,493	60,000	3,031,121
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	3,806,367	357,552	-	357,552	30,000	-
Capital outlay	5,728,331	-	-	-	-	73,871
Utility operating expenses	-	-	-	-	-	-
Other disbursements	1,208	227,941	-	227,941	-	2,957,249
Total disbursements	9,535,906	585,493	-	585,493	30,000	3,031,120
Excess (deficiency) of receipts over (under) disbursements	(5,728,906)	-	455,882	-	30,000	1
Cash and investments - ending	\$ (1)	\$ -	\$ 455,882	\$ -	\$ 30,000	\$ 1

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Hobart Employee Benefit	Fire Donation	Park Donation	Cemetery Trust	Dare / Too Good for Drugs	Police Donation
Cash and investments - beginning	\$ 42,131	\$ 20,328	\$ 15,362	\$ 6,387	\$ 17,421	\$ 28,762
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	969	-	6,075	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,790,562	8,465	8,815	-	9,073	125,068
Total receipts	3,790,562	8,465	9,784	-	15,148	125,068
Disbursements:						
Personal services	945,089	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	9,730	5,074	-	6,287	37,311
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	16,106	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	2,540,653	-	-	-	-	-
Total disbursements	3,485,742	9,730	5,074	-	22,393	37,311
Excess (deficiency) of receipts over (under) disbursements	304,820	(1,265)	4,710	-	(7,245)	87,757
Cash and investments - ending	\$ 346,951	\$ 19,063	\$ 20,072	\$ 6,387	\$ 10,176	\$ 116,519

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	County Share Court Costs	Court Records Perpetuation	Innkeeper's Tax	Police Seizure	Drug Task Force (Hidta)	Park Improvement
Cash and investments - beginning	\$ -	\$ 144,385	\$ 28,048	\$ 48,629	\$ 7,066	\$ 18,576
Receipts:						
Taxes	-	-	4,725	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	24,967	-
Fines and forfeits	64,174	9,638	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	105,225	-	-
Total receipts	64,174	9,638	4,725	105,225	24,967	-
Disbursements:						
Personal services	-	-	-	-	38,794	-
Supplies	-	2,080	-	-	-	-
Other services and charges	-	3,825	8,484	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	9,235	-	102,592	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	64,174	-	-	-	-	-
Total disbursements	64,174	15,140	8,484	102,592	38,794	-
Excess (deficiency) of receipts over (under) disbursements	-	(5,502)	(3,759)	2,633	(13,827)	-
Cash and investments - ending	\$ -	\$ 138,883	\$ 24,289	\$ 51,262	\$ (6,761)	\$ 18,576

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Park & Rec Non-Reverting	Arbor Lane Park Donation	Enhancement & Improvement	Pennsy Depot Donation	Lakefront Festival	Barrington Ridge Park Donation
Cash and investments - beginning	\$ 2,235	\$ 2,150	\$ 1,233,641	\$ 12,611	\$ 99,987	\$ 23,656
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	540,989	-	59,609	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	134,300	-	54,715	-
Total receipts	-	-	675,289	-	114,324	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	26,230	-	136,459	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	891,794	-	-	12,950
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	400	-
Total disbursements	-	-	918,024	-	136,859	12,950
Excess (deficiency) of receipts over (under) disbursements	-	-	(242,735)	-	(22,535)	(12,950)
Cash and investments - ending	\$ 2,235	\$ 2,150	\$ 990,906	\$ 12,611	\$ 77,452	\$ 10,706

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Pleak Fund	Water Lines	Dui Overtime Grant	Court Public Defender	Adult Probation	Park District Program
Cash and investments - beginning	\$ 32,744	\$ 4,782	\$ (6,435)	\$ 16,365	\$ 10,382	\$ 38,039
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	38,072	-	-	70,346
Fines and forfeits	-	-	-	3,500	19,902	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,600
Total receipts	-	-	38,072	3,500	19,902	71,946
Disbursements:						
Personal services	-	-	40,263	3,394	29,801	41,725
Supplies	-	-	-	-	207	-
Other services and charges	-	-	-	-	-	32,680
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	1,163	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	1,163	40,263	3,394	30,008	74,405
Excess (deficiency) of receipts over (under) disbursements	-	(1,163)	(2,191)	106	(10,106)	(2,459)
Cash and investments - ending	\$ 32,744	\$ 3,619	\$ (8,626)	\$ 16,471	\$ 276	\$ 35,580

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Hobart Entryway Triangle	CITLI/Operation Pull Over	Tax Abatement	Scout Cabin	Redevelopment	Special Events
Cash and investments - beginning	\$ 7,632	\$ (586)	\$ 9,436	\$ 571	\$ 4,468,938	\$ 16,097
Receipts:						
Taxes	-	-	-	-	543,499	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	49,756	802	-	-	48,634
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	201,789	14,510
Total receipts	-	49,756	802	-	745,288	63,144
Disbursements:						
Personal services	-	39,474	-	-	17,500	1,400
Supplies	-	-	-	-	-	-
Other services and charges	-	-	1,043	-	19,725	58,568
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	113,457	19,273
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	626,000	-
Total disbursements	-	39,474	1,043	-	776,682	79,241
Excess (deficiency) of receipts over (under) disbursements	-	10,282	(241)	-	(31,394)	(16,097)
Cash and investments - ending	\$ 7,632	\$ 9,696	\$ 9,195	\$ 571	\$ 4,437,544	\$ -

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Public Works Donation	Recycling Grants	Self Insurance	Redevelopment 61st Avenue	Reimburse Professional Fees	2007 61St Avenue Debt Service
Cash and investments - beginning	\$ 1,493	\$ 666	\$ 106,380	\$ 5,724,710	\$ 147,962	\$ 169,750
Receipts:						
Taxes	-	-	-	3,744,833	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	1,683	-	654,645	164,378	81,475	340,400
Total receipts	1,683	-	654,645	3,909,211	81,475	340,400
Disbursements:						
Personal services	-	-	355,410	17,500	-	-
Supplies	-	-	-	-	-	-
Other services and charges	1,857	379	4,623	55,269	53,893	550
Debt service - principal and interest	-	-	-	-	-	337,950
Capital outlay	-	-	-	228,015	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	269,060	2,552,137	-	-
Total disbursements	1,857	379	629,093	2,852,921	53,893	338,500
Excess (deficiency) of receipts over (under) disbursements	(174)	(379)	25,552	1,056,290	27,582	1,900
Cash and investments - ending	\$ 1,319	\$ 287	\$ 131,932	\$ 6,781,000	\$ 175,544	\$ 171,650

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	61St Ave Series B Debt Service	61St Avenue Reserve Fund	Fire Pension 1977	Police Pension 1977	Payroll	Civilian Perf
Cash and investments - beginning	\$ 67,486	\$ 919,534	\$ -	\$ -	\$ 11,664	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	140	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	131,882	-	230,220	304,693	17,565,277	188,983
Total receipts	131,882	140	230,220	304,693	17,565,277	188,983
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	725	-	-	-	-	-
Debt service - principal and interest	133,701	-	-	-	-	-
Capital outlay	-	152,000	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	230,220	304,693	17,572,581	188,983
Total disbursements	134,426	152,000	230,220	304,693	17,572,581	188,983
Excess (deficiency) of receipts over (under) disbursements	(2,544)	(151,860)	-	-	(7,304)	-
Cash and investments - ending	\$ 64,942	\$ 767,674	\$ -	\$ -	\$ 4,360	\$ -

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Investments	Stormwater Bond Construction	Stormwater Bond Debt Service Reserve	HSD Stormwater
Cash and investments - beginning	\$ 358,606	\$ 7,088,082	\$ 1,106,988	\$ 3,189,500
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Utility fees	-	-	-	2,910,864
Other receipts	382,767	16,009	-	499,838
Total receipts	382,767	16,009	-	3,410,702
Disbursements:				
Personal services	-	-	-	476,828
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Debt service - principal and interest	-	-	-	1,090,638
Capital outlay	-	474,522	-	817,167
Utility operating expenses	-	-	-	770,621
Other disbursements	20,798	-	-	1,296
Total disbursements	20,798	474,522	-	3,156,550
Excess (deficiency) of receipts over (under) disbursements	361,969	(458,513)	-	254,152
Cash and investments - ending	\$ 720,575	\$ 6,629,569	\$ 1,106,988	\$ 3,443,652

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	SRF Bond and Interest HSD	SRF Debt Svc. Reserve HSD	SRF Construction HSD	Wastewater Operating	Wastewater Improvement
Cash and investments - beginning	\$ 485,670	\$ 365,335	\$ 45,219,621	\$ 1,212,317	\$ 2,670,579
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	5,600	-
Other receipts	1,809,570	489,060	1,780,551	4,884,832	3,712,856
Total receipts	1,809,570	489,060	1,780,551	4,890,432	3,712,856
Disbursements:					
Personal services	-	-	-	1,277,814	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	234,890	-	-	-	2,530,360
Capital outlay	-	-	-	5,221	1,783,232
Utility operating expenses	-	-	25,715,465	4,573,723	5,289
Other disbursements	1,261,617	-	-	222,850	303,554
Total disbursements	1,496,507	-	25,715,465	6,079,608	4,622,435
Excess (deficiency) of receipts over (under) disbursements	313,063	489,060	(23,934,914)	(1,189,176)	(909,579)
Cash and investments - ending	\$ 798,733	\$ 854,395	\$ 21,284,707	\$ 23,141	\$ 1,761,000

CITY OF HOBART  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2023

	Wastewater Revenue	US 30 Allocation Area 2 Construction	US 30 Allocation Area 2 Expenses	Redevelopment Authority	Totals
Cash and investments - beginning	\$ 706,761	\$ 2,144,326	\$ 596	\$ 10,362,374	\$ 108,724,537
Receipts:					
Taxes	-	-	-	-	15,821,578
Licenses and permits	-	-	-	-	1,662,420
Intergovernmental receipts	-	-	-	-	8,553,511
Charges for services	-	-	-	-	8,068,646
Fines and forfeits	-	-	-	-	187,652
Utility fees	10,592,554	-	-	-	13,509,018
Other receipts	2,160	2,335	2	5,817,502	80,720,194
Total receipts	10,594,714	2,335	2	5,817,502	128,523,019
Disbursements:					
Personal services	-	-	-	-	24,839,171
Supplies	-	-	-	-	1,771,282
Other services and charges	-	-	-	-	11,585,970
Debt service - principal and interest	-	1,678,548	-	9,104,813	27,483,700
Capital outlay	-	-	-	-	19,960,075
Utility operating expenses	-	-	-	-	31,065,098
Other disbursements	10,386,431	-	-	-	49,888,279
Total disbursements	10,386,431	1,678,548	-	9,104,813	166,593,575
Excess (deficiency) of receipts over (under) disbursements	208,283	(1,676,213)	2	(3,287,310)	(38,070,556)
Cash and investments - ending	\$ 915,044	\$ 468,113	\$ 598	\$ 7,075,064	\$ 70,653,981

CITY OF HOBART  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 December 31, 2023

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ -	\$ 4,837,081
Storm Water	-	-
Wastewater	-	<u>1,621,089</u>
Totals	<u>\$ -</u>	<u>\$ 6,458,170</u>

CITY OF HOBART  
SCHEDULE OF LEASES AND DEBT  
December 31, 2023

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Redevelopment Authority	2014 Lease Rental Revenue Bond Southside Sewer	\$ 694,500	9/11/2014	1/15/2027
Redevelopment Authority	2015 Lease Rental Revenue Bond Downtown Sewer	231,000	4/23/2015	2/1/2039
Redevelopment Authority	2020 Lease Rental Revenue Bond 69th Ave & TRAX Projects	<u>1,130,000</u>	1/30/2020	2/1/2030
Total governmental activities		<u>2,055,500</u>		
Total of annual lease payments		<u>\$ 2,055,500</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal Due Within One Year
Governmental activities:			
General obligation bonds	2009 Redevelopment Bond: 61st Ave. Series B (Fund 3341)	\$ 410,000	\$ 110,000
General obligation bonds	2010 Redevelopment Bond: 61st Ave RZ Series B (Fund 3342)	975,000	270,000
General obligation bonds	2016 Redevelopment Refunding Bond: 61st Ave (Fund 3340)	1,165,000	325,000
General obligation bonds	2020 GO Bond: Lease payoffs: Series 2020B (Fund 3324)	2,825,000	10,000
General obligation bonds	2020 Taxable GO Bond: Series 2020A (Fund 3324)	1,450,000	1,220,000
Revenue bonds	2022 Redevelopment Tax Incrmt Bond:Albanese (Fund 4455)	11,146,000	90,000
Notes and Loans Payable	2023 TOS Rainy Day Fund Loan (Fund 3327)	<u>15,660,000</u>	<u>325,000</u>
Total Governmental activities		<u>33,631,000</u>	<u>2,350,000</u>
Redevelopment Authority:			
Revenue bonds	2014 Lease Rental Revenue Bond Southside Sewer	2,300,000	625,000
Revenue bonds	2015 Lease Rental Revenue Bond Downtown Sewer	2,705,000	135,000
Revenue bonds	2020 Lease Rental Revenue Bond 69th Ave & TRAX Projects	<u>10,545,000</u>	<u>605,000</u>
Total Redevelopment Authority		<u>15,550,000</u>	<u>1,365,000</u>
Storm Water:			
Revenue bonds	2018 Storm Water Management District Bond	<u>12,395,000</u>	<u>685,000</u>
Wastewater:			
Revenue bonds	2012 HSD Sanitary Sewage Revenue Bonds (SRF)	2,176,000	203,000
Revenue bonds	2022 Sanitary District Bonds (SRF)	<u>46,063,000</u>	<u>750,009</u>
Total Wastewater		<u>48,239,000</u>	<u>953,009</u>
Totals		<u>\$ 109,815,000</u>	<u>\$ 5,353,009</u>

CITY OF HOBART  
 SCHEDULE OF CAPITAL ASSETS  
 December 31, 2023

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Land	\$ 2,056,282
Infrastructure	98,409,665
Buildings	32,639,880
Improvements other than buildings	11,566,383
Machinery, equipment, and vehicles	24,560,345
Construction in progress	13,959,677
Books and other	<u>89,356</u>
Total governmental activities	<u>183,281,588</u>
Storm Water:	
Infrastructure	13,618,193
Machinery, equipment, and vehicles	485,445
Construction in progress	<u>1,095,718</u>
Total Storm Water	<u>15,199,356</u>
Wastewater:	
Land	1,115,487
Infrastructure	26,933,873
Buildings	15,662,269
Improvements other than buildings	1,618,988
Machinery, equipment, and vehicles	2,739,015
Construction in progress	<u>6,458,303</u>
Total Wastewater	<u>54,527,935</u>
Total capital assets	<u>\$ 253,008,879</u>

## OTHER REPORTS

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