

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

CITY OF SEYMOUR
JACKSON COUNTY, INDIANA

January 1, 2016 to December 31, 2016



FILED
09/28/2018

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-5
Independent Auditor's Report on Internal Control over Financial Reporting and on Compliance and Other Matters Based on an Audit of the Financial Statement Performed in Accordance with <i>Government Auditing Standards</i>	6-7
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	10-11
Notes to Financial Statement	12-17
Other Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-41
Schedule of Payables and Receivables	42
Schedule of Leases and Debt	43
Schedule of Capital Assets.....	44
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for the Major Federal Program and on Internal Control over Compliance	46-47
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards.....	50
Notes to Schedule of Expenditures of Federal Awards	51
Schedule of Findings and Questioned Costs	52-54
Auditee-Prepared Documents:	
Summary Schedule of Prior Audit Findings.....	56
Corrective Action Plan	57-58
Other Reports.....	59

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Fred D. Lewis	01-01-16 to 12-31-19
Mayor	Craig Luedeman	01-01-16 to 12-31-19
President of the Board of Public Works and Safety	Craig Luedeman	01-01-16 to 12-31-18
President Pro Tempore of the Common Council	James W. Rebber	01-01-16 to 12-31-18



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF SEYMOUR, JACKSON COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the City of Seymour (City), which comprises the financial position and results of operations for the year ended December 31, 2016, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibility for the Financial Statement

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

Auditor's Responsibility

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with 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. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statement 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, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for 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.

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 Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the City for the year ended December 31, 2016.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the City for the year ended December 31, 2016, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

Supplementary Information

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The accompanying Schedule of Expenditures of Federal Awards is presented for purposes of additional analysis as required by Title 2 U.S. Code of Federal Regulations Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, and is not a required part of the financial statement. 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 financial statement. The information has been subjected to the auditing procedures applied in the audit of the financial statement and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the financial statement or to the financial statement itself, 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 financial statement taken as a whole.

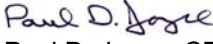
Other Information

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. 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, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated September 13, 2018, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, 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.


Paul D. Joyce, CPA
State Examiner

September 13, 2018



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

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

TO: THE OFFICIALS OF THE CITY OF SEYMOUR, JACKSON COUNTY, INDIANA

We have audited, in accordance with 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 statement of the City of Seymour (City), which comprises the financial position and results of operations for the year ended December 31, 2016, and the related notes to the financial statement, and have issued our report thereon dated September 13, 2018, wherein we noted the City followed accounting practices the Indiana State Board of Accounts prescribes rather than accounting principles generally accepted in the United States of America.

Internal Control over Financial Reporting

In planning and performing our audit of the financial statement, we considered the City's internal control over financial reporting (internal control) to determine the audit procedures that are appropriate in the circumstances for the purpose of expressing our opinion on the financial statement, 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 combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the City's financial statement will not be prevented, or detected and corrected, on a timely basis. A significant deficiency is a deficiency, or 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 certain deficiencies in internal control, described in the accompanying Schedule of Findings and Questioned Costs as item 2016-001, that we consider to be a material weakness.

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

Compliance and Other Matters

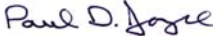
As part of obtaining reasonable assurance about whether the City's financial statement is free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. 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*.

City of Seymour's Response to Findings

The City's response to the findings identified in our audit is described in the accompanying Corrective Action Plan. The City's response was not subjected to the auditing procedures applied in the audit of the financial statement and, accordingly, we express no opinion on it.

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 City'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 City's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.


Paul D. Joyce, CPA
State Examiner

September 13, 2018

(This page intentionally left blank.)

FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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.

CITY OF SEYMOUR
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2016

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16
2016-B GENERAL OBLIGATION BOND	\$ -	\$ 1,001,140	\$ 551,811	\$ 449,329
GENERAL FUND	1,162,686	17,705,313	17,503,650	1,364,349
MVH	241,416	966,747	857,816	350,347
LOCAL ROAD AND STREET	168,163	85,994	74,107	180,050
THOROUGHFARE	598	-	-	598
PARK & REC. ACTIVITY N.R.	60,402	25,082	15,944	69,540
ECONOMIC DEVELOPMENT	15,404	-	-	15,404
LANDFILL COST NON-REVERT.	353,110	288,370	432,514	208,966
LAW ENFORCEMENT TRAINING	22,904	29,812	40,912	11,804
PARK & RECREATION FUND	69,096	1,351,660	1,390,516	30,240
RAINY DAY FUND	6,190	317,950	317,950	6,190
FIRE DEPT-HAZARDOUS WASTE	17,846	8,328	12,055	14,119
POLICE SEIZURE FUND	30,452	26,756	52,989	4,219
CERTIFIED TECHNOLOGY PARK 2012	138,018	2,110,642	30,200	2,218,460
CUMULATIVE CAPITAL DEV.	143,835	373,234	412,540	104,529
RDC BOND & INTEREST 2011	526	520,670	520,670	526
CUMULATIVE FIRE EQUIPMENT	202,853	22,700	15,708	209,845
SIDEWALK FUND	11,102	3,874	7,771	7,205
EDIT TAX FUND	21	776,509	769,999	6,531
CUMULATIVE CAPITAL IMPR.	23,598	44,610	44,628	23,580
TIF BURKART DR./1-65 ALLO	967,864	1,859,219	1,049,614	1,777,469
POLICE PENSION	201,515	446,308	430,538	217,285
FIRE PENSION	320,371	503,437	524,234	299,574
ELECTRICAL LICENSING	12,455	3,235	3,713	11,977
POLICE DEPT. PETTY CASH	150	-	-	150
DEPT. OF PUBLIC WORKS PETTY CASH	100	-	-	100
2016 A/B G.O.BOND CAPITALIZED INTEREST	-	28,250	28,250	-
LOIT DISTRIBUTIONS	-	953,851	-	953,851
RDC DEBT RESERVE 2011	165,949	167	-	166,116
BONDS & INT. 2005 & 2010	476,120	1,266,013	1,155,533	586,600
RECYCLING FUND	-	2,075	1,743	332
POLICE DEPT CONCESSION FUND	549	1,833	2,372	10
FIRE DEPT.EDUCATIONAL N.R	28,267	5,469	8,237	25,499
2013 GENERAL OBLIGATION BOND PROJECT	-	1,998,363	592,297	1,406,066
CITY HALL CONCESSION FUND	601	-	-	601
DEPT.OF PUBLIC WORKS FACILITY CONCESSION	11,668	2,356	2,085	11,939
TRAILS DEVELOPMENT FUND	1,450	9,995	500	10,945
SKATE PARK FUND	1,980	976	-	2,956
GRANT HOLDING FUND	(51,605)	1,804,865	676,128	1,077,132
REGION XI	42,387	8,116	4,215	46,288
SEYMOUR COMMUNITY CENTER	31,650	7,345	16,054	22,941
PARK & REC. LEAGUE N.R.	64,866	79,628	93,019	51,475
PARK & REC.PETTY CASH	500	-	-	500
PARK & RECREATION ONLINE	118	17,841	17,559	400
POLICE ALCOHOL & DRUG	3,232	-	3,232	-
D.A.R.E. POLICE FUND	707	7,165	5,900	1,972
Jackson County Co-op Credit Union	-	33,577	33,577	-
AFA Life Insurance	(237)	21,070	20,860	(27)
AFA Long Term Disability	(656)	24,891	24,161	74
AFA Accident/cancer	(324)	10,126	10,221	(419)
US BANK	-	27,752	27,752	-
JOHNSON COUNTY TAX	-	175	175	-
DD TRUEBLOOD COLLEGE FUND	-	556	556	-
YOUR COMMUNITY BANK	-	23,844	23,844	-
GARNISHMENT 28	-	2,192	2,192	-
German American Bank	-	16,760	16,760	-
GARNISHMENT 29	-	400	400	-
PAYROLL-FEDERAL W/H	(72)	1,084,036	1,086,319	(2,355)
PAYROLL-FICA	2	241,275	241,277	-
PAYROLL-MEDICARE	9	121,463	121,471	1
PAYROLL-STATE W/H	21,443	316,210	307,732	29,921
PAYROLL-COUNTY W/H	20,986	129,123	136,758	13,351
PAYROLL-PERF	(129)	16,655	16,194	332
Stockyards Bank & Trust	-	2,775	2,775	-
VSP VISION INSURANCE	(11,037)	28,047	35,893	(18,883)
PAYROLL-INDIANA POLICE	5,727	135,767	135,810	5,684
GARNISHMENT 2	-	3,360	3,360	-
IRWIN UNION BANK SAVINGS	-	243,181	241,483	1,698
PAYROLL-IND.FIRE PENSION	(376)	129,939	129,563	-
CHASE BANK	-	40,301	40,301	-
WOODFOREST NATIONAL BANK	-	58,553	58,553	-
GARNISHMENT 4	-	2,860	2,860	-
GARNISHMENT 5	-	4,992	4,992	-
GARNISHMENT 6	30	6,933	6,933	30
Business & Industrial Federal Credit Union	-	25,723	25,723	-
GARNISHMENTS	161	-	-	161
PAYROLL-FILING FEES	-	546	546	-
PAYROLL-UNITED FUND	-	4,701	4,701	-
PAYROLL-CHRISTMAS CLUB	-	102,681	102,681	-
SCOTT COUNTY TAX	402	2,140	2,140	402

CITY OF SEYMOUR
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2016

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16
SIHO	14,817	252,022	263,226	3,613
PAYROLL-SAVINGS PLAN	-	125,562	125,562	-
PAYROLL-POLICE DUES	-	8,256	8,256	-
PAYROLL-FIRE DUES	-	9,260	9,260	-
PAYROLL-NATIONWIDE RET SO	(30)	43,060	43,030	-
PAYROLL-FRANKLIN LIFE	843	2,960	940	2,863
PAYROLL-AFLAC	3	4,225	3,442	786
JENNINGS COUNTY TAX	399	4,737	4,739	397
CITY SHARE FICA	1,938	299,895	301,833	-
CITY SH MEDICARE	(1,938)	67,530	65,592	-
CITY SHARE PERF	(1,964)	1,399,855	1,398,227	(336)
CITY SHARE UNEMPLOYMENT	-	19,778	19,777	1
NET PAYROLL	(9,794)	1,487,221	1,486,179	(8,752)
US Bank/Connersville	-	7,057	7,057	-
WASHINGTON COUNTY TAX	140	459	560	39
Purdue Employees Federal Credit Union	-	36,159	36,159	-
GARNISHMENT 7	-	4,096	4,096	-
GARNISHMENT 8	(240)	470	230	-
GARNISHMENT 9	-	2,600	2,600	-
JACKSON COUNTY BANK	163	1,690,748	1,690,911	-
NATIONAL CITY BANK	-	547,553	547,553	-
IBT/Old National Bank	-	372,326	372,326	-
CENTRA CREDIT UNION	-	1,135,322	1,135,322	-
IRWIN UNION BANK	-	341,050	341,050	-
PNC Bank/Florida	-	10,647	10,647	-
WELLS FARGO BANK	-	15,257	15,257	-
GARNISHMENT 10	-	2,340	2,340	-
Rivervalley Financial Bank	-	18,206	18,206	-
Reimb. charges incurred by employee	-	120	120	-
OLD NATIONAL BANK	-	16,575	16,575	-
Delta Dental	(7,968)	126,022	116,995	1,059
GARNISHMENT 14	-	9,527	9,387	140
AMSOUTH BANK OF FLORIDA D	-	17,210	17,210	-
PEOPLES BANK	-	376,666	376,666	-
Ameritas Life Ins Corp. (DENTAL)	(18,215)	14,027	-	(4,188)
DIRECT DEPOSIT-ELI LILLY	-	38,669	38,669	-
NATIONAL CITY BANK/SOUTHE	-	64,340	64,340	-
BANK OF AMERICA/1	-	26,364	26,364	-
DD/ Bancorp/ PayPal	-	600	600	-
DD CENTRA CREDIT SAVINGS	-	10,705	10,705	-
GARNISHMENT 18	(54)	8,424	8,370	-
CLARK COUNTY TAX	-	277	277	-
MARION COUNTY TAX	303	922	919	306
REIMBURSE OVERPAYMENTS	160	-	-	160
AUL LOAN PAYBACK	-	12,914	12,914	-
GARNISHMENT 19	-	5,605	5,605	-
BARTHOLOMEW COUNTY TAX	301	1,231	1,243	289
GARNISHMENT 20	-	6,500	6,500	-
DD STATE BANK OF MEDORA	-	67,195	67,195	-
Indiana Members Credit Union/Bar-Cons Credit union	-	15,671	15,671	-
AUL DEFERRED COMP	-	136,811	136,811	-
AFLAC LIFE INSURANCE	(66)	750	700	(16)
Brown County Tax	88	957	952	93
AFLAC/CAIC	627	11,101	11,146	582
Main Source Bank	-	260,885	260,885	-
Jefferson County Tax	11	124	122	13
GARNISHMENT 22	-	2,040	2,040	-
MetLife Dental	(922)	922	-	-
Hancock County Tax	-	83	83	-
DIR DEP-CHASE BANK GREENFIELD	-	5,261	5,261	-
IU CREDIT UNION	-	8,700	8,700	-
USAA BANK	-	9,374	9,374	-
SUPPORTING HEROS INC	-	3,250	3,250	-
GARNISHMENT 27	-	7,095	7,095	-
SMSU OPERATING	3,562,742	11,847,309	12,347,480	3,062,571
SMSU ON-LINE PAYMENTS	52,214	675,539	674,077	53,676
SMSU IMPROVEMENT	70,651	-	-	70,651
SRF BOND & INTEREST	194,392	325,279	325,179	194,492
SMSU PETTY CASH	150	-	-	150
2013 REFUNDING BOND (SRF)	21,061	1,560,139	1,566,979	14,221
2015 SEWAGE WORKS CONSTRUCTION ACCT.	11,864,446	23,060	1,536,371	10,351,135
2015 BOND & INTEREST	-	411,034	410,971	63
SRF DEBT RESERVE	2,424,544	4,165	-	2,428,709
S.M.S.U. -STORMWATER UTILITY	316,574	1,120,953	774,950	662,577
Totals	\$ 23,470,419	\$ 62,671,548	\$ 57,328,694	\$ 28,813,273

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

CITY OF SEYMOUR
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

The accompanying financial statement presents the financial information for 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, certified shares (local option tax), property tax replacement credit (local option tax), county option income 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.

Licenses and permits. Amounts received from businesses, occupations, or non-businesses 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.

CITY OF SEYMOUR
NOTES TO FINANCIAL STATEMENT
(Continued)

Intergovernmental receipts. Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: 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.

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

E. Disbursements

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

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

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

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

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

CITY OF SEYMOUR
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Utility operating expenses. Amounts disbursed for operating the utilities.

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

F. Interfund Transfers

The 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.

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 February 15. These rates were based upon the preceding year's lien date (March 1 in a year ending before January 1, 2016 and January 1 in a year beginning after December 31, 2015) assessed valuations adjusted for various tax credits. 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.

CITY OF SEYMOUR
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

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

State statutes authorize the 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 (PERF) is a defined benefit pension plan. PERF is a cost-sharing multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in this defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system, and give the City authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

INPRS administers the plan and 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. (888) 526-1687

CITY OF SEYMOUR
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of the plan members for PERF are established by the Board of Trustees of INPRS.

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.

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.

CITY OF SEYMOUR
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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. The plan also provides for death and disability benefits.

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. (888) 526-1687

Funding Policy

The contribution requirements of plan members and the City are established by the Board of Trustees of INPRS.

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. Cash deficits consisted of payroll withholding funds which have not been reconciled as of December 31, 2016, to determine the cause of the negative fund balances. Other cash deficits were the result of funds being set up for reimbursable grants. The reimbursements for expenditures made by the City were not received by December 31, 2016.

Note 8. Subsequent Events

On April 24, 2017, the City authorized not to exceed \$3,000,000 of Sewage Works Revenue Bonds for the purpose of financing a new clarifier at the Wastewater Pollution Control Facility.

On June 12, 2017, the City approved a resolution for the issuance of bonds, not to exceed \$3,500,000, to construct a park downtown.

Note 9. Other Postemployment Benefits

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

(This page intentionally left blank.)

OTHER INFORMATION - UNAUDITED

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 SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	2016-B GENERAL OBLIGATION BOND	GENERAL FUND	MVH	LOCAL ROAD AND STREET	THOROUGHFARE	PARK & REC. ACTIVITY N.R.	ECONOMIC DEVELOPMENT	LANDFILL COST NON-REVERT.
Cash and investments - beginning	\$ -	\$ 1,162,686	\$ 241,416	\$ 168,163	\$ 598	\$ 60,402	\$ 15,404	\$ 353,110
Receipts:								
Taxes	-	7,111,545	323,406	-	-	-	-	-
Licenses and permits	-	156,806	-	-	-	-	-	-
Intergovernmental receipts	-	4,225,607	635,619	85,994	-	-	-	-
Charges for services	-	57,615	-	-	-	18,157	-	287,720
Fines and forfeits	-	27,283	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	1,001,140	6,126,457	7,722	-	-	6,925	-	650
Total receipts	1,001,140	17,705,313	966,747	85,994	-	25,082	-	288,370
Disbursements:								
Personal services	-	9,855,303	645,337	-	-	-	-	-
Supplies	-	406,077	161,278	-	-	-	-	-
Other services and charges	33,631	1,967,322	14,470	74,107	-	670	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	518,180	5,027	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	5,269,921	36,731	-	-	15,274	-	432,514
Total disbursements	551,811	17,503,650	857,816	74,107	-	15,944	-	432,514
Excess (deficiency) of receipts over disbursements	449,329	201,663	108,931	11,887	-	9,138	-	(144,144)
Cash and investments - ending	\$ 449,329	\$ 1,364,349	\$ 350,347	\$ 180,050	\$ 598	\$ 69,540	\$ 15,404	\$ 208,966

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	LAW ENFORCEMENT TRAINING	PARK & RECREATION FUND	RAINY DAY FUND	FIRE DEPT-HAZARDOUS WASTE	POLICE SEIZURE FUND	CERTIFIED TECHNOLOGY PARK 2012	CUMULATIVE CAPITAL DEV.
Cash and investments - beginning	\$ 22,904	\$ 69,096	\$ 6,190	\$ 17,846	\$ 30,452	\$ 138,018	\$ 143,835
Receipts:							
Taxes	-	745,705	-	-	-	-	349,661
Licenses and permits	16,510	-	-	-	-	-	-
Intergovernmental receipts	-	52,814	-	-	-	-	23,573
Charges for services	5,964	75,958	-	-	-	-	-
Fines and forfeits	550	-	-	-	1,662	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	6,788	477,183	317,950	8,328	25,094	2,110,642	-
Total receipts	29,812	1,351,660	317,950	8,328	26,756	2,110,642	373,234
Disbursements:							
Personal services	-	567,354	-	-	-	-	-
Supplies	-	120,612	-	12,055	-	-	77,957
Other services and charges	-	102,753	-	-	-	-	207,951
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	5,154	-	-	-	30,200	126,632
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	40,912	594,643	317,950	-	52,989	-	-
Total disbursements	40,912	1,390,516	317,950	12,055	52,989	30,200	412,540
Excess (deficiency) of receipts over disbursements	(11,100)	(38,856)	-	(3,727)	(26,233)	2,080,442	(39,306)
Cash and investments - ending	\$ 11,804	\$ 30,240	\$ 6,190	\$ 14,119	\$ 4,219	\$ 2,218,460	\$ 104,529

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	RDC BOND & INTEREST 2011	CUMULATIVE FIRE EQUIPMENT	SIDEWALK FUND	EDIT TAX FUND	CUMULATIVE CAPITAL IMPR.	TIF BURKART DR./1-65 ALLO	POLICE PENSION
Cash and investments - beginning	\$ 526	\$ 202,853	\$ 11,102	\$ 21	\$ 23,598	\$ 967,864	\$ 201,515
Receipts:							
Taxes	-	18,722	-	-	-	1,859,219	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	1,318	-	776,509	44,610	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	520,670	2,660	3,874	-	-	-	446,308
Total receipts	520,670	22,700	3,874	776,509	44,610	1,859,219	446,308
Disbursements:							
Personal services	-	-	-	-	-	-	430,538
Supplies	-	15,708	7,771	-	-	-	-
Other services and charges	-	-	-	769,999	44,628	-	-
Debt service - principal and interest	520,570	-	-	-	-	66,000	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	100	-	-	-	-	983,614	-
Total disbursements	520,670	15,708	7,771	769,999	44,628	1,049,614	430,538
Excess (deficiency) of receipts over disbursements	-	6,992	(3,897)	6,510	(18)	809,605	15,770
Cash and investments - ending	\$ 526	\$ 209,845	\$ 7,205	\$ 6,531	\$ 23,580	\$ 1,777,469	\$ 217,285

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	FIRE PENSION	ELECTRICAL LICENSING	POLICE DEPT. PETTY CASH	DEPT. OF PUBLIC WORKS PETTY CASH	2016 A/B G.O.BOND CAPITALIZED INTEREST	LOIT DISTRIBUTIONS	RDC DEBT RESERVE 2011
Cash and investments - beginning	\$ 320,371	\$ 12,455	\$ 150	\$ 100	\$ -	\$ -	\$ 165,949
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	3,235	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	953,851	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	503,437	-	-	-	28,250	-	167
Total receipts	503,437	3,235	-	-	28,250	953,851	167
Disbursements:							
Personal services	524,234	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	28,250	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	3,713	-	-	-	-	-
Total disbursements	524,234	3,713	-	-	28,250	-	-
Excess (deficiency) of receipts over disbursements	(20,797)	(478)	-	-	-	953,851	167
Cash and investments - ending	\$ 299,574	\$ 11,977	\$ 150	\$ 100	\$ -	\$ 953,851	\$ 166,116

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	BONDS & INT. 2005 & 2010	RECYCLING FUND	POLICE DEPT CONCESSION FUND	FIRE DEPT. EDUCATIONAL N.R	2013 GENERAL OBLIGATION BOND PROJECT	CITY HALL CONCESSION FUND	DEPT. OF PUBLIC WORKS FACILITY CONCESSION
Cash and investments - beginning	\$ 476,120	\$ -	\$ 549	\$ 28,267	\$ -	\$ 601	\$ 11,668
Receipts:							
Taxes	1,198,053	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	67,414	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	546	2,075	1,833	5,469	1,998,363	-	2,356
Total receipts	1,266,013	2,075	1,833	5,469	1,998,363	-	2,356
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	1,743	-	-	-	-	-
Other services and charges	-	-	-	-	71,530	-	-
Debt service - principal and interest	1,154,433	-	-	-	-	-	-
Capital outlay	-	-	-	-	520,767	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,100	-	2,372	8,237	-	-	2,085
Total disbursements	1,155,533	1,743	2,372	8,237	592,297	-	2,085
Excess (deficiency) of receipts over disbursements	110,480	332	(539)	(2,768)	1,406,066	-	271
Cash and investments - ending	\$ 586,600	\$ 332	\$ 10	\$ 25,499	\$ 1,406,066	\$ 601	\$ 11,939

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	TRAILS DEVELOPMENT FUND	SKATE PARK FUND	GRANT HOLDING FUND	REGION XI	SEYMOUR COMMUNITY CENTER	PARK & REC. LEAGUE N.R.	PARK & REC.PETTY CASH
Cash and investments - beginning	\$ 1,450	\$ 1,980	\$ (51,605)	\$ 42,387	\$ 31,650	\$ 64,866	\$ 500
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	1,803,486	-	-	-	-
Charges for services	-	-	-	-	6,425	74,217	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	9,995	976	1,379	8,116	920	5,411	-
Total receipts	9,995	976	1,804,865	8,116	7,345	79,628	-
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	191	-	2,355	-
Other services and charges	-	-	-	-	-	865	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	1,008	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	500	-	676,128	3,016	16,054	89,799	-
Total disbursements	500	-	676,128	4,215	16,054	93,019	-
Excess (deficiency) of receipts over disbursements	9,495	976	1,128,737	3,901	(8,709)	(13,391)	-
Cash and investments - ending	\$ 10,945	\$ 2,956	\$ 1,077,132	\$ 46,288	\$ 22,941	\$ 51,475	\$ 500

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	PARK & RECREATION ONLINE	POLICE ALCOHOL & DRUG	D.A.R.E. POLICE FUND	Jackson County Co-op Credit Union	AFA Life Insurance	AFA Long Term Disability	AFA Accident/cancer
Cash and investments - beginning	\$ 118	\$ 3,232	\$ 707	\$ -	\$ (237)	\$ (656)	\$ (324)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	17,841	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	-	-	7,165	33,577	21,070	24,891	10,126
Total receipts	17,841	-	7,165	33,577	21,070	24,891	10,126
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	17,559	3,232	5,900	33,577	20,860	24,161	10,221
Total disbursements	17,559	3,232	5,900	33,577	20,860	24,161	10,221
Excess (deficiency) of receipts over disbursements	282	(3,232)	1,265	-	210	730	(95)
Cash and investments - ending	\$ 400	\$ -	\$ 1,972	\$ -	\$ (27)	\$ 74	\$ (419)

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	US BANK	JOHNSON COUNTY TAX	DD TRUEBLOOD COLLEGE FUND	YOUR COMMUNITY BANK	GARNISHMENT 28	German American Bank	GARNISHMENT 29
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	27,752	175	556	23,844	2,192	16,760	400
Total receipts	27,752	175	556	23,844	2,192	16,760	400
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	27,752	175	556	23,844	2,192	16,760	400
Total disbursements	27,752	175	556	23,844	2,192	16,760	400
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	PAYROLL-FEDERAL W/H	PAYROLL-FICA	PAYROLL-MEDICARE	PAYROLL-STATE W/H	PAYROLL-COUNTY W/H	PAYROLL-PERF	Stockyards Bank & Trust
Cash and investments - beginning	\$ (72)	\$ 2	\$ 9	\$ 21,443	\$ 20,986	\$ (129)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,084,036	241,275	121,463	316,210	129,123	16,655	2,775
Total receipts	1,084,036	241,275	121,463	316,210	129,123	16,655	2,775
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,086,319	241,277	121,471	307,732	136,758	16,194	2,775
Total disbursements	1,086,319	241,277	121,471	307,732	136,758	16,194	2,775
Excess (deficiency) of receipts over disbursements	(2,283)	(2)	(8)	8,478	(7,635)	461	-
Cash and investments - ending	\$ (2,355)	\$ -	\$ 1	\$ 29,921	\$ 13,351	\$ 332	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	VSP VISION INSURANCE	PAYROLL-INDIANA POLICE	GARNISHMENT 2	IRWIN UNION BANK SAVINGS	PAYROLL-IND.FIRE PENSION	CHASE BANK	WOODFOREST NATIONAL BANK
Cash and investments - beginning	\$ (11,037)	\$ 5,727	\$ -	\$ -	\$ (376)	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	28,047	135,767	3,360	243,181	129,939	40,301	58,553
Total receipts	28,047	135,767	3,360	243,181	129,939	40,301	58,553
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	35,893	135,810	3,360	241,483	129,563	40,301	58,553
Total disbursements	35,893	135,810	3,360	241,483	129,563	40,301	58,553
Excess (deficiency) of receipts over disbursements	(7,846)	(43)	-	1,698	376	-	-
Cash and investments - ending	\$ (18,883)	\$ 5,684	\$ -	\$ 1,698	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	GARNISHMENT 4	GARNISHMENT 5	GARNISHMENT 6	Business & Industrial Federal Credit Union	GARNISHMENTS	PAYROLL-FILING FEES	PAYROLL-UNITED FUND
Cash and investments - beginning	\$ -	\$ -	\$ 30	\$ -	\$ 161	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,860	4,992	6,933	25,723	-	546	4,701
Total receipts	2,860	4,992	6,933	25,723	-	546	4,701
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,860	4,992	6,933	25,723	-	546	4,701
Total disbursements	2,860	4,992	6,933	25,723	-	546	4,701
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ 30	\$ -	\$ 161	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	PAYROLL-CHRISTMAS CLUB	SCOTT COUNTY TAX	SIHO	PAYROLL-SAVINGS PLAN	PAYROLL-POLICE DUES	PAYROLL-FIRE DUES	PAYROLL-NATIONWIDE RET SO
Cash and investments - beginning	\$ -	\$ 402	\$ 14,817	\$ -	\$ -	\$ -	\$ (30)
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	102,681	2,140	252,022	125,562	8,256	9,260	43,060
Total receipts	102,681	2,140	252,022	125,562	8,256	9,260	43,060
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	102,681	2,140	263,226	125,562	8,256	9,260	43,030
Total disbursements	102,681	2,140	263,226	125,562	8,256	9,260	43,030
Excess (deficiency) of receipts over disbursements	-	-	(11,204)	-	-	-	30
Cash and investments - ending	\$ -	\$ 402	\$ 3,613	\$ -	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	PAYROLL-FRANKLIN LIFE	PAYROLL-AFLAC	JENNINGS COUNTY TAX	CITY SHARE FICA	CITY SH MEDICARE	CITY SHARE PERF	CITY SHARE UNEMPLOYMENT
Cash and investments - beginning	\$ 843	\$ 3	\$ 399	\$ 1,938	\$ (1,938)	\$ (1,964)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,960	4,225	4,737	299,895	67,530	1,399,855	19,778
Total receipts	2,960	4,225	4,737	299,895	67,530	1,399,855	19,778
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	940	3,442	4,739	301,833	65,592	1,398,227	19,777
Total disbursements	940	3,442	4,739	301,833	65,592	1,398,227	19,777
Excess (deficiency) of receipts over disbursements	2,020	783	(2)	(1,938)	1,938	1,628	1
Cash and investments - ending	\$ 2,863	\$ 786	\$ 397	\$ -	\$ -	\$ (336)	\$ 1

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	NET PAYROLL	US Bank/Connersville	WASHINGTON COUNTY TAX	Purdue Employees Federal Credit Union	GARNISHMENT 7	GARNISHMENT 8	GARNISHMENT 9
Cash and investments - beginning	\$ (9,794)	\$ -	\$ 140	\$ -	\$ -	\$ (240)	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,487,221	7,057	459	36,159	4,096	470	2,600
Total receipts	1,487,221	7,057	459	36,159	4,096	470	2,600
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,486,179	7,057	560	36,159	4,096	230	2,600
Total disbursements	1,486,179	7,057	560	36,159	4,096	230	2,600
Excess (deficiency) of receipts over disbursements	1,042	-	(101)	-	-	240	-
Cash and investments - ending	\$ (8,752)	\$ -	\$ 39	\$ -	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	JACKSON COUNTY BANK	NATIONAL CITY BANK	IBT/Old National Bank	CENTRA CREDIT UNION	IRWIN UNION BANK	PNC Bank/Florida	WELLS FARGO BANK
Cash and investments - beginning	\$ 163	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	1,690,748	547,553	372,326	1,135,322	341,050	10,647	15,257
Total receipts	1,690,748	547,553	372,326	1,135,322	341,050	10,647	15,257
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	1,690,911	547,553	372,326	1,135,322	341,050	10,647	15,257
Total disbursements	1,690,911	547,553	372,326	1,135,322	341,050	10,647	15,257
Excess (deficiency) of receipts over disbursements	(163)	-	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	GARNISHMENT 10	Rivervalley Financial Bank	Reimb. charges incurred by employee	OLD NATIONAL BANK	Delta Dental	GARNISHMENT 14	AMSOUTH BANK OF FLORIDA D
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (7,968)	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	2,340	18,206	120	16,575	126,022	9,527	17,210
Total receipts	2,340	18,206	120	16,575	126,022	9,527	17,210
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	2,340	18,206	120	16,575	116,995	9,387	17,210
Total disbursements	2,340	18,206	120	16,575	116,995	9,387	17,210
Excess (deficiency) of receipts over disbursements	-	-	-	-	9,027	140	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ 1,059	\$ 140	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	PEOPLES BANK	Ameritas Life Ins Corp. (DENTAL)	DIRECT DEPOSIT-ELI LILLY	NATIONAL CITY BANK/SOUTHE	BANK OF AMERICA/1	DD/ Bancorp/ PayPal	DD CENTRA CREDIT SAVINGS
Cash and investments - beginning	\$ -	\$ (18,215)	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	376,666	14,027	38,669	64,340	26,364	600	10,705
Total receipts	376,666	14,027	38,669	64,340	26,364	600	10,705
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	376,666	-	38,669	64,340	26,364	600	10,705
Total disbursements	376,666	-	38,669	64,340	26,364	600	10,705
Excess (deficiency) of receipts over disbursements	-	14,027	-	-	-	-	-
Cash and investments - ending	\$ -	\$ (4,188)	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	GARNISHMENT 18	CLARK COUNTY TAX	MARION COUNTY TAX	REIMBURSE OVERPAYMENTS	AUL LOAN PAYBACK	GARNISHMENT 19	BARTHOLOMEW COUNTY TAX
Cash and investments - beginning	\$ (54)	\$ -	\$ 303	\$ 160	\$ -	\$ -	\$ 301
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	8,424	277	922	-	12,914	5,605	1,231
Total receipts	8,424	277	922	-	12,914	5,605	1,231
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	8,370	277	919	-	12,914	5,605	1,243
Total disbursements	8,370	277	919	-	12,914	5,605	1,243
Excess (deficiency) of receipts over disbursements	54	-	3	-	-	-	(12)
Cash and investments - ending	\$ -	\$ -	\$ 306	\$ 160	\$ -	\$ -	\$ 289

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	GARNISHMENT 20	DD STATE BANK OF MEDORA	Indiana Members Credit Union/Bar-Cons Credit union	AUL DEFERRED COMP	AFLAC LIFE INSURANCE	Brown County Tax	AFLAC/CAIC
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ (66)	\$ 88	\$ 627
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	6,500	67,195	15,671	136,811	750	957	11,101
Total receipts	6,500	67,195	15,671	136,811	750	957	11,101
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	6,500	67,195	15,671	136,811	700	952	11,146
Total disbursements	6,500	67,195	15,671	136,811	700	952	11,146
Excess (deficiency) of receipts over disbursements	-	-	-	-	50	5	(45)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ (16)	\$ 93	\$ 582

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	Main Source Bank	Jefferson County Tax	GARNISHMENT 22	MetLife Dental	Hancock County Tax	DIR DEP-CHASE BANK GREENFIELD	IU CREDIT UNION
Cash and investments - beginning	\$ -	\$ 11	\$ -	\$ (922)	\$ -	\$ -	\$ -
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	260,885	124	2,040	922	83	5,261	8,700
Total receipts	260,885	124	2,040	922	83	5,261	8,700
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	260,885	122	2,040	-	83	5,261	8,700
Total disbursements	260,885	122	2,040	-	83	5,261	8,700
Excess (deficiency) of receipts over disbursements	-	2	-	922	-	-	-
Cash and investments - ending	\$ -	\$ 13	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	USAA BANK	SUPPORTING HEROS INC	GARNISHMENT 27	SMSU OPERATING	SMSU ON-LINE PAYMENTS	SMSU IMPROVEMENT	SRF BOND & INTEREST
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 3,562,742	\$ 52,214	\$ 70,651	\$ 194,392
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	7,311,068	-	-	-
Other receipts	9,374	3,250	7,095	4,536,241	675,539	-	325,279
Total receipts	9,374	3,250	7,095	11,847,309	675,539	-	325,279
Disbursements:							
Personal services	-	-	-	763,155	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	540,726	-	-	-
Debt service - principal and interest	-	-	-	1,885,234	-	-	325,179
Capital outlay	-	-	-	550	-	-	-
Utility operating expenses	-	-	-	2,340,979	-	-	-
Other disbursements	9,374	3,250	7,095	6,816,836	674,077	-	-
Total disbursements	9,374	3,250	7,095	12,347,480	674,077	-	325,179
Excess (deficiency) of receipts over disbursements	-	-	-	(500,171)	1,462	-	100
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 3,062,571	\$ 53,676	\$ 70,651	\$ 194,492

CITY OF SEYMOUR
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2016

	SMSU PETTY CASH	2013 REFUNDING BOND (SRF)	2015 SEWAGE WORKS CONSTRUCTION ACCT.	2015 BOND & INTEREST	SRF DEBT RESERVE	S.M.S.U. -STORMWATER UTILITY	Totals
Cash and investments - beginning	\$ 150	\$ 21,061	\$ 11,864,446	\$ -	\$ 2,424,544	\$ 316,574	\$ 23,470,419
Receipts:							
Taxes	-	-	-	-	-	-	11,606,311
Licenses and permits	-	-	-	-	-	-	176,551
Intergovernmental receipts	-	-	-	-	-	-	8,670,795
Charges for services	-	-	-	-	-	-	543,897
Fines and forfeits	-	-	-	-	-	-	29,495
Utility fees	-	-	-	-	-	1,120,513	8,431,581
Other receipts	-	1,560,139	23,060	411,034	4,165	440	33,212,918
Total receipts	-	1,560,139	23,060	411,034	4,165	1,120,953	62,671,548
Disbursements:							
Personal services	-	-	-	-	-	269,099	13,055,020
Supplies	-	-	-	-	-	-	805,747
Other services and charges	-	-	-	-	-	86,818	3,915,470
Debt service - principal and interest	-	1,566,929	-	410,471	-	-	5,957,066
Capital outlay	-	-	3,300	-	-	-	1,210,818
Utility operating expenses	-	-	1,533,071	-	-	272,169	4,146,219
Other disbursements	-	50	-	500	-	146,864	28,238,354
Total disbursements	-	1,566,979	1,536,371	410,971	-	774,950	57,328,694
Excess (deficiency) of receipts over disbursements	-	(6,840)	(1,513,311)	63	4,165	346,003	5,342,854
Cash and investments - ending	\$ 150	\$ 14,221	\$ 10,351,135	\$ 63	\$ 2,428,709	\$ 662,577	\$ 28,813,273

CITY OF SEYMOUR
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2016

Government or Enterprise	Accounts Payable	Accounts Receivable
Smsu Operating	\$ 75,001	\$ 581,083
Governmental activities	326,859	-
Smsu Stormwater Utility	<u>30,276</u>	<u>111,815</u>
Totals	<u>\$ 432,136</u>	<u>\$ 692,898</u>

CITY OF SEYMOUR
SCHEDULE OF LEASES AND DEBT
December 31, 2016

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
City of Seymour	Fire Truck Lease	\$ 69,279	01/08/16	01/01/23
Economic Development Revenue Bonds - 2013	Learning Center	133,000	12/31/13	01/15/29
Seymour Municipal Facilities Corp Refunding Bonds	Law Enforcement Building - Refinance	423,000	08/12/16	06/30/21
Seymour Redevelopment Authority	Public Works Facility	<u>330,000</u>	06/14/12	01/15/22
Total governmental activities		<u>955,279</u>		
Total of annual lease payments		<u>\$ 955,279</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
General obligation bonds	General Obligation Bonds (A) 2016	\$ 1,995,000	\$ 33,010
General obligation bonds	General Obligation Bonds (B) 2016	1,000,000	12,596
General obligation bonds	General Obligation Bonds of 2013	265,000	530,993
General obligation bonds	General Obligation Revenue Bonds of 2010	980,000	204,326
Revenue bonds	Economic Development Bonds of 2013	3,000,000	300,000
Revenue bonds	TIF Bonds 2011	<u>720,000</u>	<u>185,090</u>
Total governmental activities		<u>7,960,000</u>	<u>1,266,015</u>
Smsu Operating:			
Revenue bonds	Sewage Refunding Bonds 2013	7,407,000	1,568,038
Revenue bonds	SRF Refunding Bonds 2011	9,340,000	324,842
Revenue bonds	SRF Refunding Bonds 2015	<u>13,475,000</u>	<u>410,221</u>
Total Smsu Operating		<u>30,222,000</u>	<u>2,303,101</u>
Totals		<u>\$ 38,182,000</u>	<u>\$ 3,569,116</u>

CITY OF SEYMOUR
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2016

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	\$ 632,950
Infrastructure	396,760
Buildings	6,052,653
Improvements other than buildings	2,324,604
Machinery, equipment, and vehicles	<u>9,595,330</u>
Total governmental activities	<u>19,002,297</u>
Smsu Operating:	
Land	112,575
Infrastructure	5,800,608
Buildings	29,219,719
Improvements other than buildings	54,374
Machinery, equipment, and vehicles	<u>3,790,223</u>
Total Smsu Operating	<u>38,977,499</u>
Total capital assets	<u>\$ 57,979,796</u>

SUPPLEMENTAL AUDIT OF
FEDERAL AWARDS



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

TO: THE OFFICIALS OF THE CITY OF SEYMOUR, JACKSON COUNTY, INDIANA

Report on Compliance for the Major Federal Program

We have audited the City of Seymour's (City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on its major federal program for the year ended December 31, 2016. 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.

Management's Responsibility

Management is responsible for compliance with federal statutes, regulations, and the terms and conditions of its federal awards applicable to its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for the City's major federal program based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; 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). Those standards and the Uniform Guidance require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for the major federal program. However, our audit does not provide a legal determination of the City's compliance.

Opinion on the Major Federal Program

In our opinion, the City complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on its major federal program for the year ended December 31, 2016.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE FOR THE MAJOR FEDERAL
PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE
(Continued)


Report on Internal Control over Compliance

Management of the City is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit of compliance, we considered the City's internal control over compliance with the types of requirements that could have a direct and material effect on the major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for the major federal program 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 internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City's 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 first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

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.


Paul D. Joyce, CPA
State Examiner

September 13, 2018

(This page intentionally left blank.)

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS AND ACCOMPANYING NOTES

The Schedule of Expenditures of Federal Awards and accompanying notes presented were approved by management of the City. The schedule and notes are presented as intended by the City.

CITY OF SEYMOUR
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2016

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Passed Through to Subrecipient	Total Federal Awards Expended
<u>Department of Housing and Urban Development</u>					
Community Development Block Grants/State's program and Non-Entitlement Grants in Hawaii Owner-Occupied Rehabilitation Program	Indiana Housing & Community Development Authority	14.228	HD012-006	\$ -	\$ 5,000
Total - Department of Housing and Urban Development				-	5,000
<u>Department of Justice</u>					
Equitable Sharing Program Police Forfeiture	Direct Grant	16.922	14-FBI-004698	-	1,662
Total - Department of Justice				-	1,662
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster Highway Planning and Construction 2nd Street Rehab Phase #1 2nd St. Rehab Project Phase #2 Burkart Blvd Overlay Westgate Rd Overlay	Indiana Department of Transportation	20.205	DES#1005165 DES#1383442 DES#1592430 DES#1592431	- - - -	148,000 228,839 46,770 46,653
Total - Highway Planning and Construction Cluster				-	470,262
Formula Grants for Rural Areas Transit Grant	Indiana Department of Transportation	20.509	1803417O	-	124,953
Federal Transit Cluster Bus and Bus Facilities Formula Program	Indiana Department of Transportation	20.526	1803317C 1830417C	- -	144,728 42,233
Total - Federal Transit Cluster				-	186,961
Highway Safety Cluster State and Community Highway Safety Operation Pullover	Indiana Criminal Justice Institute	20.600	D3-16-10188	-	8,065
Total - Highway Safety Cluster				-	8,065
Occupant Protection Incentive Grants Rural Demonstration Project	Indiana Criminal Justice Institute	20.602	D3-16-10891	-	1,974
Total - Department of Transportation				-	792,215
Total federal awards expended				\$ -	\$ 798,877

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

CITY OF SEYMOUR
NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. *Basis of Presentation*

The accompanying Schedule of Expenditures of Federal Awards (SEFA) includes the federal grant activity of the City under programs of the federal government for the year ended December 31, 2016. The information in the SEFA 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 SEFA presents only a select portion of the operations of the City, it is not intended to and does not present the financial position of the City.

Note 2. *Summary of Significant Accounting Policies*

Expenditures reported on the SEFA are reported on the cash basis of accounting. Such expenditures are recognized following, as applicable, either the cost principles in OMB Circular A-87, *Cost Principles for State, Local, and Indian Tribal Governments*, or the cost principles contained in the Uniform Guidance, wherein certain types of expenditures are not allowed or are limited as to reimbursement. When federal grants are received on a reimbursement basis, the federal awards are considered expended when the reimbursement is received. The City has elected not to use the 10 percent de minimis indirect cost rate allowed under the Uniform Guidance.

CITY OF SEYMOUR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I - Summary of Auditor's Results

Financial Statement:

Type of auditor's report issued:	Adverse as to GAAP; Unmodified as to Regulatory Basis
Internal control over financial reporting:	
Material weakness identified?	yes
Significant deficiency identified?	none reported
Noncompliance material to financial statement noted?	no

Federal Awards:

Internal control over major program:	
Material weakness identified?	no
Significant deficiency identified?	none reported
Any audit finding disclosed that is required to be reported in accordance with section 2 CFR 200.516(a)?	no

Identification of Major Program and type of auditor's report issued on compliance for it:

<u>Name of Federal Program or Cluster</u>	<u>Opinion Issued</u>
Highway Planning and Construction Cluster	Unmodified

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

Auditee qualified as low-risk auditee?	no
--	----

Section II - Financial Statement Findings

FINDING 2016-001

Subject: Internal Controls over Financial Transactions and Reporting
Audit Finding: Material Weakness

Repeat Finding

This is a repeat finding from the immediately prior audit. The prior audit finding number was 2015-002.

Condition

There were several deficiencies in the internal control system of the City related to financial transactions and reporting.

CITY OF SEYMOUR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Lack of Segregation of Duties: The City had not separated incompatible activities related to payroll disbursements. One employee in the Clerk-Treasurer's office was responsible for entering the employees' hours worked; recording leave time earned and used; calculating the employees' wages, issuing checks and/or making direct deposit payments for wages, tax payments, and payroll deductions; printing reports of payroll disbursements for review and approval; preparing 941 reports, retirement reports, and W-2s; and reconciling the payroll bank account. The activities related to payroll were not reviewed or verified by someone other than the employee performing the activities.

Context

The lack of controls was a systemic issue throughout the audit period.

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. . . ."

Cause

Management of the City had not established a proper system of internal control that segregated key functions.

Effect

The failure to establish controls could have enabled material misstatements or irregularities to remain undetected.

Recommendation

We recommended that the City establish controls, including segregation of duties, related to financial transactions and reporting.

Views of Responsible Officials

For the views of responsible officials, refer to the Corrective Action Plan that is part of this report.

CITY OF SEYMOUR
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
(Continued)

Section III - Federal Award Findings and Questioned Costs

No matters are reportable.

AUDITEE-PREPARED DOCUMENTS

The subsequent documents were provided by management of the City. The documents are presented as intended by the City.



City of Seymour

City Hall 301-309 N. Chestnut Street • Seymour, Indiana 47274
Phone (812) 522-4020 • Fax: (812) 523-6687

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

Mayor
CRAIG LUEDEMAN

Clerk-Treasurer
FRED D LEWIS

City Council Members
JOHN J. REINHART

BRIAN D'ARCO

MATT NICHOLSON

JAMES W. REBBER

DAVID EARLEY

LLOYD G. HUDSON

SHAWN MALONE

FINDING 2015-001

Fiscal year in which the finding initially occurred: 2015
Contact Person Responsible for Corrective Action: Fred D. Lewis, Clerk-Treasurer
Contact Phone Number: 812-523-5881

Status of Audit Finding:


The corrective action plan submitted for Finding 2015-001 was implemented in late March 2017. We have strived to ensure all grants and required information has been properly entered into Gateway. After the adjustments for the 2015 audit were presented to us in 2017 we went back and reviewed and made corrections to the 2016 Federal Schedule. We believe that our corrective action plan and subsequent review of the 2016 Federal Schedule submitted in Gateway should produce an accurate Federal Schedule with few if any errors.

FINDING 2015-002

Fiscal year in which the finding initially occurred: 2015
Contact Person Responsible for Corrective Action: Fred D. Lewis, Clerk-Treasurer
Contact Phone Number: 812-523-5881

Status of Audit Finding:

The corrective action plan submitted for Finding 2015-002 was implemented with the April 15, 2017 payroll. I, as Clerk-Treasurer, compared the information entered for payroll with the payroll sheet submitted by the various other department. I review other payroll documents during the payroll process, however; documentation of these review processes may not have been sufficiently documented. We continue to work on developing methods to improve the segregation of the payroll process through oversight and reviews.



(Signature)



(Title)



(Date)



City of Seymour

City Hall 301-309 N. Chestnut Street • Seymour, Indiana 47274
Phone (812) 522-4020 • Fax: (812) 523-6687

Mayor
CRAIG LUEDEMAN

Clerk-Treasurer
FRED D LEWIS

City Council Members
JOHN J. REINHART

BRIAN D'ARCO

MATT NICHOLSON

JAMES W. REBBER

DAVID EARLEY

LLOYD G. HUDSON

SHAWN MALONE

CORRECTIVE ACTION PLAN

Finding 2016-001

Contact Person Responsible for Corrective Action: Fred D Lewis, Clerk-Treasurer

Contact Phone Number (812) 523-5881

View of Responsible Official We concur with the finding

Description of Corrective Action Plan

We began making corrective actions after our last audit. The process was implemented in March 2017 and is a three step process. Each department submits their payroll to our office every two weeks. It supposedly has been reviewed by the department head who must sign off on the payroll. Then our payroll clerk enters the figures into our payroll computer program. When completed she prints out her entered payroll report for checks. She then brings the original report submitted by the department head and her reports for what is entered for payroll checks. I review each employees payroll figures and proposed check figures to make sure they match. If there is an error while entering the figures the payroll clerk is notified and she makes the corrections. I sign each departments payroll report to verify I have compared it to the entered payroll printout. So the department heads approve the payroll and I approve the figures entered into the payroll program. Checks are then printed.

While the procedures implemented above did not cover all areas of the payroll processes mentioned in the finding, we are continuing to work on developing methods to improve the segregation of the payroll process and implement additional oversights and reviews.

Anticipated completion date: 8/30/2018



Fred D Lewis

Clerk- Treasurer

9/05/2018

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/>.