

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF MADISON

JEFFERSON COUNTY, INDIANA

January 1, 2017 to December 31, 2017



FILED
11/29/2018

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	6-7
Notes to Financial Statement	8-14
Other Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	16-29
Schedule of Payables and Receivables	30
Schedule of Leases and Debt	31
Schedule of Capital Assets.....	32
Other Reports.....	33

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Rick Berry	01-01-16 to 12-31-19
Mayor	Damon L. Welch	01-01-16 to 12-31-19
President of the Board of Public Works	Damon L. Welch	01-01-16 to 12-31-19
President Pro Tempore of the Common Council	Darrell Henderson David Alcorn	01-01-17 to 12-31-17 01-01-18 to 12-31-18
Utility Office Manager	Sara Stetson Mark Hill Rob Holt	01-01-17 to 09-24-17 09-25-17 to 03-26-18 03-27-18 to 12-31-18



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

TO: THE OFFICIALS OF THE CITY OF MADISON, JEFFERSON COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the City of Madison (City), which comprises the financial position and results of operations for the year ended December 31, 2017, 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. 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, 2017.


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, 2017, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Other Matters

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.


Paul D. Joyce, CPA
State Examiner

October 17, 2018

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 MADISON
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH
AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2017

Fund	Cash and Investments 01-01-17	Receipts	Disbursements	Cash and Investments 12-31-17
GENERAL FUND	\$ 1,120,219	\$ 5,849,574	\$ 5,678,824	\$ 1,290,969
MOTOR VEHICLE HIGHWAY	441,048	454,675	422,547	473,176
LOCAL ROAD & STREET	23,415	76,498	59,168	40,745
AVIATION	71,565	156,314	146,504	81,375
INVESTIGATION RE-IM. FUND	947	120	1,050	17
FARMERS MARKET	12,048	7,975	4,348	15,675
UNSAFE BLDG. FUND (35.58)	44,238	14,046	-	58,284
PARK & RECREATION-GEN.	907,508	1,245,517	1,250,944	902,081
RAINY DAY FUND(35.43)	535,191	-	-	535,191
POLICE K-9 FUND(35.55)	2,524	494	1,587	1,431
PARK NRO (35.18)	76,890	177,947	222,628	32,209
CUM CAP. DEV.(35.15)	276,677	202,629	265,382	213,924
COMMUNITY GARDEN (35.46)	2,839	1,225	977	3,087
POLICE D.A.R.E.	2,524	-	214	2,310
EQ.RESERVE NRO	110,785	105,000	175,957	39,828
COMMUNITY BAND	1,656	2,734	3,392	998
OLD SR 56/ MAIN ST.	515,000	125,000	-	640,000
P.A.C.E. NRO	37,036	50,040	24,095	62,981
CUM CAP IMPROV	101,634	29,103	59,101	71,636
TIF (35.27)	4,143,140	1,141,197	1,228,980	4,055,357
UST UNDERGROUND STORAGE TANKS	30,061	30	-	30,091
POLICE PENSION-CKING/INV	555,146	386,082	369,632	571,596
RIVERBOAT DIST. FUND	388,828	70,892	158,753	300,967
PETTY CASH	385	-	-	385
HISTORIC PRES. GRANT	96	-	-	96
PUBLIC SER.VIDEO (35.63)	21,492	35,050	34,655	21,887
EMER. RESPONSE TEAM	3,153	1,437	1,514	3,076
POLICE-CON'T EDUCATION	26,277	9,695	-	35,972
POLICE DONATION	7,601	4,699	4,467	7,833
INSURANCE	44,596	110,091	85,690	68,997
COMM DEV&EVENT (35.62)	4,947	52,056	42,608	14,395
BROADWAY FOUNTAIN	3,052	400	847	2,605
PARK DONATION	15,534	36,005	46,614	4,925
OPERATION PULLOVER GR	2,804	3,629	3,533	2,900
RIVERFRONT DEV GR (35.57)	3,000	1,900	3,050	1,850
MAD. CITY TREE (35.23)	7,069	37,400	39,660	4,809
CITY EMPLOYEE DONATION	5,612	6,859	10,548	1,923
M.A.I.N. NRO	17	-	-	17
WALNUT ST. NRO	21,305	13,300	-	34,605
HARGAN MATTHEWS PARK FUND (35.66)	-	6,975	-	6,975

CITY OF MADISON
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND CASH
AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2017

Fund	Cash and Investments 01-01-17	Receipts	Disbursements	Cash and Investments 12-31-17
AVIATION-NRO (35.38)	68,940	306,821	256,748	119,013
SCBA FIRE DEPT(35.64)	189,521	39,000	-	228,521
AVIA ST. GRANT #3900101	1,376	109,733	104,337	6,772
BI-CENTENNIAL FUND(35.51)	96,013	6,488	-	102,501
COUNTY TAX FUND(35.48)	308,645	880,537	870,939	318,243
STAGE FUND NRO (35.59)	3,482	800	171	4,111
SENIOR CTZN. FUND	29,013	10,230	26,530	12,713
FIRE DEPT FED GR.(35.17)	1,418	-	-	1,418
AVIATION EVENTS NONREVERTING FUND	2,420	1,040	280	3,180
LOIT SPECIAL DISTRIBUTION	113,512	-	-	113,512
MICROLOAN FUND (35.32)	70,270	6,838	-	77,108
HERITAGE TRAILS (35.33)	201	-	-	201
COMM DEV AC GR (35.28)	283,368	375,894	204,009	455,253
FIRE CO.INVEST. (35.19)	854,893	51,084	-	905,977
REV LOAN INV (35.16)	495,071	15,818	-	510,889
UTILITY INS. CKS (35.42)	500	-	-	500
PAYROLL FUND	163,418	7,552,222	7,412,249	303,391
TRANSFER STA. OPERATING	69,855	909,503	895,918	83,440
SEWAGE OPERATING	1,276,597	3,937,363	4,762,768	451,192
SEWER UTILITIES CAPITAL IMPROVEMENT	613,860	240,000	549,375	304,485
SEWAGE BOND & INT (144170)	395,167	952,142	945,984	401,325
SEWAGE DEBT RESERVE (144171)	874,173	25,637	-	899,810
J.CO.SEWAGE OPERATING	200,355	507,202	525,775	181,782
WATER OPERATING	354,062	1,841,810	1,929,375	266,497
WATER METER DEP CKING	66,246	36,800	38,080	64,966
WATER METER INVESTMENT	35,424	-	-	35,424
99 WATER BOND & INT (798527)	269,827	440,344	438,918	271,253
99 WATER BOND RESERVE (798528)	442,842	2,878	-	445,720
SEWAGE STATE REVOLVING LOAN FUNDS	844,355	4,385	237,413	611,327
2017 WW SRF SERIES A	-	60,397	60,397	-
2017 WW SRF LOCAL CONTRIBUTION	-	122,493	-	122,493
Totals	<u>\$ 17,692,683</u>	<u>\$ 28,854,047</u>	<u>\$ 29,606,535</u>	<u>\$ 16,940,195</u>

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

CITY OF MADISON
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, 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 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.

CITY OF MADISON
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 MADISON
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 MADISON
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 MADISON
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. 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

CITY OF MADISON
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy

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

Note 7. Subsequent Events

Construction Contracts

On January 2, 2018, the City entered into contracts in the amount of \$694,000 for wastewater system improvements phase 3B Division B and \$10,186,996 for wastewater collection system improvements phase 3B Division A. The improvements are being funded from the 2017 State Revolving Loans.

Stellar Communities Program

In October 2018, the state informed the City it had been designated as a Stellar Communities Designation Program recipient. The Stellar Communities Designation Program is a collaboration between the Office of Community and Rural Affairs (OCRA), the Indiana Housing and Community Development Authority (IHCDA), and the Indiana Department of Transportation (INDOT). The program pools funding sources to assist communities in achieving their long-term comprehensive strategic goals for targeted areas of their community.

Under the proposed program, the City will receive monies from the various state agencies in the amount of \$6,250,000. State monies, in addition to City contributions of \$9,600,000 and private contributions of \$36,061,327, will be used to complete the following projects over a four year period:

1. Madison Connector Multi-Modular Pathways - A 3.5 mile bicycle and pedestrian loop will be constructed to complete a seven mile loop throughout the City. The proposed project is expected to cost \$2,710,836 with \$1,458,643 funding through INDOT; \$758,443 in City funds; and \$493,750 from private funding.
2. Adaptive Re-Use of Historic Buildings - Four sites in the area have been designated for repurposing. The sites will be repurposed for the following uses: hotel, brewery and tasting facility, day spa, apartments, studio and gallery, and performing arts space. The proposed project is expected to cost \$33,402,011 with \$2,000,000 funding through IHCDA; \$400,000 OCRA funding; \$4,500,000 in City funds; and \$26,502,011 in private funding.
3. Destination Development - The project focuses on improving the reputation of the City as a tourism destination. Funds will be used to extend the sidewalk along the riverfront, expand and improve existing riverfront campgrounds, redevelop an existing playground for ADA accessibility, create and develop Georgetown Memorial Park, develop Heritage Park, and develop Jaycee Park restrooms. The proposed project is expected to cost \$2,274,500 with \$1,350,000 being funded through OCRA and \$924,500 being funded by the City.

CITY OF MADISON
NOTES TO FINANCIAL STATEMENT
(Continued)

4. Inviting Gateways - In conjunction with a current INDOT project, improvements will be made to gateways at the intersection of State Road 62 and US 421 and State Road 56 and Harrison Street. Part of the project will include the implementation of public art along state routes into Madison. Project costs are estimated at \$522,942 and will be funded by the City.
5. Student Community Initiatives - Renovations will be made to five vacant historic buildings for a student business, entrepreneurship center, and mentoring program; the launch of "Technology Transfer Program" with Hanover College; and a nursing education and training facility. The proposed cost of the project is \$518,089 with \$250,000 to be funded by the City and the remaining \$268,089 from private funding.
6. Overhauled Corridors - Enhancements and improvements will be made to Lanier Drive and Clifty Drive through re-envisioning the former Madison Plaza, implementing sidewalks and improvements, and increasing beautification efforts. The proposed project is expected to cost \$11,647,702 with \$541,357 being funded through INDOT; \$2,501,868 from City funds; and \$8,604,477 in private funds.
7. Neighborhood Revitalization - The project will revitalize downtown neighborhoods Lanier Drive and Green Road and the central business district through rehabilitation of owner-occupied homes, renovation of facades and 2nd/3rd floors of buildings in downtown, sidewalk improvements, and the continuation of implementation of Habitat for Humanity housing projects. The proposed project cost is \$835,247 with \$250,000 funded by IHEDA; \$250,000 funded by OCRA; \$142,247 in City funds; and \$193,000 in private funding.

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 MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	GENERAL FUND	MOTOR VEHICLE HIGHWAY	LOCAL ROAD & STREET	AVIATION	INVESTIGATION RE-IM. FUND	FARMERS MARKET
Cash and investments - beginning	\$ 1,120,219	\$ 441,048	\$ 23,415	\$ 71,565	\$ 947	\$ 12,048
Receipts:						
Taxes	5,156,787	-	-	140,416	-	-
Licenses and permits	37,735	-	-	-	-	-
Intergovernmental receipts	362,664	453,161	75,329	8,748	-	-
Charges for services	30,125	-	-	5,981	-	-
Fines and forfeits	4,845	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	257,418	1,514	1,169	1,169	120	7,975
Total receipts	5,849,574	454,675	76,498	156,314	120	7,975
Disbursements:						
Personal services	2,680,947	422,547	-	92,472	-	-
Supplies	473,916	-	-	4,236	-	-
Other services and charges	2,369,542	-	59,168	44,180	1,050	4,348
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	154,419	-	-	5,616	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	5,678,824	422,547	59,168	146,504	1,050	4,348
Excess (deficiency) of receipts over disbursements	170,750	32,128	17,330	9,810	(930)	3,627
Cash and investments - ending	\$ 1,290,969	\$ 473,176	\$ 40,745	\$ 81,375	\$ 17	\$ 15,675

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	UNSAFE BLDG. FUND (35.58)	PARK & RECREATION-GEN.	RAINY DAY FUND(35.43)	POLICE K-9 FUND(35.55)	PARK NRO (35.18)
Cash and investments - beginning	\$ 44,238	\$ 907,508	\$ 535,191	\$ 2,524	\$ 76,890
Receipts:					
Taxes	-	730,675	-	-	3,493
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	4,572	-	-	-
Charges for services	-	510,253	-	-	174,454
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	14,046	17	-	494	-
Total receipts	14,046	1,245,517	-	494	177,947
Disbursements:					
Personal services	-	797,223	-	-	98,494
Supplies	-	130,030	-	371	80,334
Other services and charges	-	234,736	-	1,216	40,922
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	88,955	-	-	2,878
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	1,250,944	-	1,587	222,628
Excess (deficiency) of receipts over disbursements	14,046	(5,427)	-	(1,093)	(44,681)
Cash and investments - ending	\$ 58,284	\$ 902,081	\$ 535,191	\$ 1,431	\$ 32,209

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	CUM CAP. DEV.(35.15)	COMMUNITY GARDEN (35.46)	POLICE D.A.R.E.	EQ.RESERVE NRO	COMMUNITY BAND
Cash and investments - beginning	\$ 276,677	\$ 2,839	\$ 2,524	\$ 110,785	\$ 1,656
Receipts:					
Taxes	190,225	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	12,002	1,225	-	-	-
Charges for services	-	-	-	-	2,734
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	402	-	-	105,000	-
Total receipts	202,629	1,225	-	105,000	2,734
Disbursements:					
Personal services	-	-	-	-	-
Supplies	9,854	-	-	-	-
Other services and charges	175,528	977	214	175,957	3,392
Debt service - principal and interest	-	-	-	-	-
Capital outlay	80,000	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	265,382	977	214	175,957	3,392
Excess (deficiency) of receipts over disbursements	(62,753)	248	(214)	(70,957)	(658)
Cash and investments - ending	\$ 213,924	\$ 3,087	\$ 2,310	\$ 39,828	\$ 998

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	OLD SR 56/ MAIN ST.	P.A.C.E. NRO	CUM CAP IMPROV	TIF (35.27)	UST UNDERGROUND STORAGE TANKS
Cash and investments - beginning	\$ 515,000	\$ 37,036	\$ 101,634	\$ 4,143,140	\$ 30,061
Receipts:					
Taxes	-	-	-	1,093,709	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	50,040	29,103	-	-
Charges for services	125,000	-	-	17,850	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	-	29,638	30
Total receipts	125,000	50,040	29,103	1,141,197	30
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	18,001	131,304	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	41,100	1,097,676	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	24,095	-	-	-
Total disbursements	-	24,095	59,101	1,228,980	-
Excess (deficiency) of receipts over disbursements	125,000	25,945	(29,998)	(87,783)	30
Cash and investments - ending	\$ 640,000	\$ 62,981	\$ 71,636	\$ 4,055,357	\$ 30,091

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	POLICE PENSION-CKING/INV	RIVERBOAT DIST. FUND	PETTY CASH	HISTORIC PRES. GRANT	PUBLIC SER.VIDEO (35.63)
Cash and investments - beginning	\$ 555,146	\$ 388,828	\$ 385	\$ 96	\$ 21,492
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	70,892	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	386,082	-	-	-	35,050
Total receipts	386,082	70,892	-	-	35,050
Disbursements:					
Personal services	369,632	-	-	-	-
Supplies	-	17,923	-	-	-
Other services and charges	-	55,830	-	-	34,655
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	85,000	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	369,632	158,753	-	-	34,655
Excess (deficiency) of receipts over disbursements	16,450	(87,861)	-	-	395
Cash and investments - ending	\$ 571,596	\$ 300,967	\$ 385	\$ 96	\$ 21,887

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	EMER. RESPONSE TEAM	POLICE-CON'T EDUCATION	POLICE DONATION	INSURANCE	COMM DEV&EVENT (35.62)
Cash and investments - beginning	\$ 3,153	\$ 26,277	\$ 7,601	\$ 44,596	\$ 4,947
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	4,740	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	325	-	-	-
Utility fees	-	-	-	-	-
Other receipts	1,437	4,630	4,699	110,091	52,056
Total receipts	1,437	9,695	4,699	110,091	52,056
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	1,514	-	4,467	85,690	42,608
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	1,514	-	4,467	85,690	42,608
Excess (deficiency) of receipts over disbursements	(77)	9,695	232	24,401	9,448
Cash and investments - ending	\$ 3,076	\$ 35,972	\$ 7,833	\$ 68,997	\$ 14,395

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	BROADWAY FOUNTAIN	PARK DONATION	OPERATION PULLOVER GR	RIVERFRONT DEV GR (35.57)	MAD. CITY TREE (35.23)
Cash and investments - beginning	\$ 3,052	\$ 15,534	\$ 2,804	\$ 3,000	\$ 7,069
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	1,900	37,400
Charges for services	-	36,005	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	400	-	3,629	-	-
Total receipts	400	36,005	3,629	1,900	37,400
Disbursements:					
Personal services	-	-	-	-	-
Supplies	1	-	3,533	-	39,660
Other services and charges	846	46,614	-	3,050	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	847	46,614	3,533	3,050	39,660
Excess (deficiency) of receipts over disbursements	(447)	(10,609)	96	(1,150)	(2,260)
Cash and investments - ending	\$ 2,605	\$ 4,925	\$ 2,900	\$ 1,850	\$ 4,809

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	CITY EMPLOYEE DONATION	M.A.I.N. NRO	WALNUT ST. NRO	HARGAN MATTHEWS PARK FUND (35.66)	AVIATION-NRO (35.38)
Cash and investments - beginning	\$ 5,612	\$ 17	\$ 21,305	\$ -	\$ 68,940
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	306,821
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	6,859	-	13,300	6,975	-
Total receipts	6,859	-	13,300	6,975	306,821
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	256,748
Other services and charges	10,548	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	10,548	-	-	-	256,748
Excess (deficiency) of receipts over disbursements	(3,689)	-	13,300	6,975	50,073
Cash and investments - ending	\$ 1,923	\$ 17	\$ 34,605	\$ 6,975	\$ 119,013

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	SCBA FIRE DEPT(35.64)	AVIA ST. GRANT #3900101	BI-CENTENNIAL FUND(35.51)	COUNTY TAX FUND(35.48)	STAGE FUND NRO (35.59)
Cash and investments - beginning	\$ 189,521	\$ 1,376	\$ 96,013	\$ 308,645	\$ 3,482
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	109,733	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	39,000	-	6,488	880,537	800
Total receipts	39,000	109,733	6,488	880,537	800
Disbursements:					
Personal services	-	-	-	35,000	-
Supplies	-	-	-	24,708	-
Other services and charges	-	104,337	-	636,231	171
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	175,000	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	104,337	-	870,939	171
Excess (deficiency) of receipts over disbursements	39,000	5,396	6,488	9,598	629
Cash and investments - ending	\$ 228,521	\$ 6,772	\$ 102,501	\$ 318,243	\$ 4,111

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	SENIOR CTZN. FUND	FIRE DEPT FED GR.(35.17)	AVIATION EVENTS NONREVERTING FUND	LOIT SPECIAL DISTRIBUTION	MICROLOAN FUND (35.32)
Cash and investments - beginning	\$ 29,013	\$ 1,418	\$ 2,420	\$ 113,512	\$ 70,270
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	10,230	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	1,040	-	6,838
Total receipts	10,230	-	1,040	-	6,838
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	26,530	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	280	-	-
Total disbursements	26,530	-	280	-	-
Excess (deficiency) of receipts over disbursements	(16,300)	-	760	-	6,838
Cash and investments - ending	\$ 12,713	\$ 1,418	\$ 3,180	\$ 113,512	\$ 77,108

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	HERITAGE TRAILS (35.33)	COMM DEV AC GR (35.28)	FIRE CO.INVEST. (35.19)	REV LOAN INV (35.16)	UTILITY INS. CKS (35.42)	PAYROLL FUND
Cash and investments - beginning	\$ 201	\$ 283,368	\$ 854,893	\$ 495,071	\$ 500	\$ 163,418
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	375,894	51,084	15,818	-	7,552,222
Total receipts	-	375,894	51,084	15,818	-	7,552,222
Disbursements:						
Personal services	-	-	-	-	-	4,443,227
Supplies	-	-	-	-	-	-
Other services and charges	-	204,009	-	-	-	2,196,976
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	772,046
Total disbursements	-	204,009	-	-	-	7,412,249
Excess (deficiency) of receipts over disbursements	-	171,885	51,084	15,818	-	139,973
Cash and investments - ending	\$ 201	\$ 455,253	\$ 905,977	\$ 510,889	\$ 500	\$ 303,391

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	TRANSFER STA. OPERATING	SEWAGE OPERATING	SEWER UTILITIES CAPITAL IMPROVEMENT	SEWAGE BOND & INT (144170)	SEWAGE DEBT RESERVE (144171)
Cash and investments - beginning	\$ 69,855	\$ 1,276,597	\$ 613,860	\$ 395,167	\$ 874,173
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	903,485	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	3,827,794	-	-	-
Other receipts	6,018	109,569	240,000	952,142	25,637
Total receipts	909,503	3,937,363	240,000	952,142	25,637
Disbursements:					
Personal services	542,237	1,205,995	-	-	-
Supplies	32,342	-	-	-	-
Other services and charges	321,339	-	-	-	-
Debt service - principal and interest	-	1,073,074	-	945,984	-
Capital outlay	-	240,000	-	-	-
Utility operating expenses	-	1,288,994	549,375	-	-
Other disbursements	-	954,705	-	-	-
Total disbursements	895,918	4,762,768	549,375	945,984	-
Excess (deficiency) of receipts over disbursements	13,585	(825,405)	(309,375)	6,158	25,637
Cash and investments - ending	\$ 83,440	\$ 451,192	\$ 304,485	\$ 401,325	\$ 899,810

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	J.CO.SEWAGE OPERATING	WATER OPERATING	WATER METER DEP CKING	WATER METER INVESTMENT	99 WATER BOND & INT (798527)
Cash and investments - beginning	\$ 200,355	\$ 354,062	\$ 66,246	\$ 35,424	\$ 269,827
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	507,202	1,802,216	-	-	-
Other receipts	-	39,594	36,800	-	440,344
Total receipts	507,202	1,841,810	36,800	-	440,344
Disbursements:					
Personal services	105,117	441,628	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	81,120	-	-	-
Debt service - principal and interest	-	-	-	-	438,918
Capital outlay	-	-	-	-	-
Utility operating expenses	420,658	1,099,280	38,080	-	-
Other disbursements	-	307,347	-	-	-
Total disbursements	525,775	1,929,375	38,080	-	438,918
Excess (deficiency) of receipts over disbursements	(18,573)	(87,565)	(1,280)	-	1,426
Cash and investments - ending	\$ 181,782	\$ 266,497	\$ 64,966	\$ 35,424	\$ 271,253

CITY OF MADISON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2017

	99 WATER BOND RESERVE (798528)	SEWAGE STATE REVOLVING LOAN FUNDS	2017 WW SRF SERIES A	2017 WW SRF LOCAL CONTRIBUTION	Totals
Cash and investments - beginning	\$ 442,842	\$ 844,355	\$ -	\$ -	\$ 17,692,683
Receipts:					
Taxes	-	-	-	-	7,315,305
Licenses and permits	-	-	-	-	42,475
Intergovernmental receipts	-	-	-	-	1,107,036
Charges for services	-	-	-	-	2,232,671
Fines and forfeits	-	-	-	-	5,170
Utility fees	-	-	-	-	6,137,212
Other receipts	2,878	4,385	60,397	122,493	12,014,178
Total receipts	2,878	4,385	60,397	122,493	28,854,047
Disbursements:					
Personal services	-	-	-	-	11,234,519
Supplies	-	-	-	-	1,073,656
Other services and charges	-	-	-	-	7,117,070
Debt service - principal and interest	-	-	-	-	2,457,976
Capital outlay	-	237,413	60,397	-	2,268,454
Utility operating expenses	-	-	-	-	3,396,387
Other disbursements	-	-	-	-	2,058,473
Total disbursements	-	237,413	60,397	-	29,606,535
Excess (deficiency) of receipts over disbursements	2,878	(233,028)	-	122,493	(752,488)
Cash and investments - ending	\$ 445,720	\$ 611,327	\$ -	\$ 122,493	\$ 16,940,195

CITY OF MADISON
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2017

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Wastewater	\$ 30,159	\$ 458,352
Water	63,453	173,453
Governmental activities	<u>177,500</u>	<u>184,352</u>
Totals	<u>\$ 271,112</u>	<u>\$ 816,157</u>

CITY OF MADISON
SCHEDULE OF LEASES AND DEBT
December 31, 2017

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
German American Bank	Police Vehicles	\$ 10,364	9/23/2016	9/23/2019
German American Bank	Police Vehicles	10,364	9/23/2016	9/23/2019
Great America Financial Services	Police Vehicles	9,618	2/27/2017	9/30/2020
Great America Financial Services	Police Copier	2,160	8/23/2017	8/23/2020
Great America Financial Services	City Hall Copier	3,358	8/23/2017	8/23/2020
PNC Equipment Finance	Golf Carts	24,955	3/24/2016	1/24/2021
PNC Finance-11939	General Improvements	54,577	1/1/2009	7/17/2018
PNC Finance-12153	General Improvements	<u>41,097</u>	5/6/2006	7/15/2018
Total governmental activities		<u>156,493</u>		
Total of annual lease payments		<u>\$ 156,493</u>		

Description of Debt		Ending Principal Balance	Principal and Interest Due Within One Year
Type	Purpose		
Governmental activities:			
Notes and loans payable	Main Source-Golf Course Equipment #15000825	<u>\$ 106,962</u>	<u>\$ 33,170</u>
Wastewater:			
Notes and loans payable	2010 State Revolving Forgivable Loan(SRF)	1,000,000	-
Notes and loans payable	2015 Series B-1 Sewage Bonds	261,255	117,548
Notes and loans payable	2015 Series B-2 SRF Bonds	2,194,784	44,788
Notes and loans payable	2015 Series C SRF Bonds	13,446,392	783,434
Notes and loans payable	2017 State Revolving Loan Series A (Note 1)	<u>60,397</u>	<u>-</u>
Total Wastewater		<u>16,962,828</u>	<u>945,770</u>
Water:			
Notes and loans payable	1999 State Revolving Loan (SRF) DW199111 01	1,086,000	382,494
Notes and loans payable	2009 State Revolving Loan (SRF)	<u>493,500</u>	<u>56,148</u>
Total Water		<u>1,579,500</u>	<u>438,642</u>
Totals		<u>\$ 18,649,290</u>	<u>\$ 1,417,582</u>

Note 1: The 2017 State Revolving Loan Series A has an established maximum draw of \$871,200. As of December 31, 2017, the Wastewater Utility had drawn down \$60,397 and may still draw an additional \$810,803. The final principal balance will not be determined until the planned construction projects are completed. In 2017 the Wastewater Utility also entered into a State Revolving Loan Series B agreement with a maximum draw amount of \$10,528,800. As of December 31, 2017 no funds had been drawn down on the loan. The final principal balance will not be determined until the planned construction projects are completed.

CITY OF MADISON
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2017

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	\$ 2,813,041
Infrastructure	7,794,215
Buildings	4,415,455
Improvements other than buildings	6,316,516
Machinery, equipment, and vehicles	<u>8,608,194</u>
Total governmental activities	<u>29,947,421</u>
Wastewater:	
Land	70,500
Infrastructure	265,860
Buildings	10,368,654
Improvements other than buildings	3,138,592
Machinery, equipment, and vehicles	<u>11,207,706</u>
Total Wastewater	<u>25,051,312</u>
Water:	
Land	9,148,236
Infrastructure	331,870
Buildings	1,900,522
Improvements other than buildings	969,014
Machinery, equipment, and vehicles	<u>2,869,012</u>
Total Water	<u>15,218,654</u>
Total capital assets	<u>\$ 70,217,387</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/>.