

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

TOWN OF VERNON

JENNINGS COUNTY, INDIANA

January 1, 2014 to December 31, 2017



FILED
02/01/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Marietta Jean Rockey	03-01-12 to 03-01-19
Mayor	Dan Wright	03-01-12 to 03-01-19



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF VERNON, JENNINGS COUNTY, INDIANA

Report on the Financial Statements

We have audited the accompanying financial statements of the Town of Vernon (Town), which comprise the financial position and results of operations for the period of January 1, 2014 to December 31, 2017, and the related notes to the financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express an opinion on these financial statements 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 statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, 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 statements.

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 Town prepares its financial statements on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statements of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

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 statements referred to above do 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 Town for the period of January 1, 2014 to December 31, 2017.


Opinion on Regulatory Basis of Accounting

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Town for the period of January 1, 2014 to 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 Town's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, 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 statements. They have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.


Paul D. Joyce, CPA
State Examiner

December 13, 2018

FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

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

TOWN OF VERNON
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Years Ended December 31, 2014 and 2015

\$

Fund	Cash and Investments 01-01-14	Receipts	Disbursements	Cash and Investments 12-31-14	Receipts	Disbursements	Cash and Investments 12-31-15
General Fund	\$ 10,298	\$ 77,773	\$ 69,637	\$ 18,434	\$ 65,018	\$ 62,771	\$ 20,681
Riverboat Fund	10,649	5	-	10,654	3,774	-	14,428
Cedit Fund	3,116	14,561	13,427	4,250	13,274	11,405	6,119
LOIT	-	-	-	-	3,011	-	3,011
Motor Vehicles & Highways	15,089	14,879	18,848	11,120	12,757	18,644	5,233
Local Roads And Streets	7,153	1,702	2,496	6,359	1,708	4,674	3,393
Gift Fund	17,020	248	2,972	14,296	11,857	12,661	13,492
Cumulative Capital Improvement	6,766	841	1,171	6,436	799	4,334	2,901
Parks And Recreation	344	-	-	344	-	-	344
Wastewater Operating	18,065	119,937	120,872	17,130	119,468	112,158	24,440
Wastewater Bond & Interest	20,474	-	9,871	10,603	-	10,602	1
Wastewater Depreciation	161	-	-	161	-	161	-
Sewer Customer Deposit	6,330	690	210	6,810	780	824	6,766
Water Operating Fund	17,308	132,446	121,289	28,465	133,143	126,006	35,602
Bond And Interest Water Fund	5,000	36,668	29,668	12,000	29,300	30,068	11,232
Water Deposit Fund	9,260	550	160	9,650	580	5,359	4,871
Water Utility-Construction	1,592	-	-	1,592	-	-	1,592
Water Reserve Fund	34,114	17	-	34,131	167	-	34,298
Vernon Gym Fund	20,598	15,448	14,214	21,832	13,896	17,007	18,721
Totals	<u>\$ 203,337</u>	<u>\$ 415,765</u>	<u>\$ 404,835</u>	<u>\$ 214,267</u>	<u>\$ 409,532</u>	<u>\$ 416,674</u>	<u>\$ 207,125</u>

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

TOWN OF VERNON
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Years Ended December 31, 2016 and 2017

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16	Receipts	Disbursements	Cash and Investments 12-31-17
General Fund	\$ 20,681	\$ 70,839	\$ 61,777	\$ 29,743	\$ 77,772	\$ 87,812	\$ 19,703
Riverboat Fund	14,428	1,886	9,786	6,528	1,888	-	8,416
Rainy Day Fund	-	-	-	-	28,401	-	28,401
Cedit Fund	6,119	12,706	43	18,782	13,266	859	31,189
LOIT	3,011	8,746	-	11,757	11,571	3,000	20,328
Motor Vehicles & Highways	5,233	11,136	10,367	6,002	12,467	16,024	2,445
Local Roads And Streets	3,394	1,748	100	5,042	2,154	2,828	4,368
Gift Fund	13,492	222	2,667	11,047	1,418	6,037	6,428
Cumulative Capital Improvement	2,901	810	97	3,614	773	1,595	2,792
Parks And Recreation	344	-	-	344	-	-	344
Wastewater Operating	24,440	145,597	111,810	58,227	141,923	113,842	86,308
Sewer Customer Deposit	6,766	660	540	6,886	840	420	7,306
Water Operating Fund	35,602	132,544	117,340	50,806	125,149	121,599	54,356
Bond And Interest Water Fund	11,232	29,200	30,418	10,014	29,703	29,718	9,999
Water Deposit Fund	4,871	440	380	4,931	560	280	5,211
Water Utility-Construction	1,592	-	-	1,592	-	-	1,592
Water Reserve Fund	34,298	17	-	34,315	17	-	34,332
Vernon Gym Fund	18,721	12,981	15,345	16,357	11,988	12,085	16,260
Totals	<u>\$ 207,125</u>	<u>\$ 429,532</u>	<u>\$ 360,670</u>	<u>\$ 275,987</u>	<u>\$ 459,890</u>	<u>\$ 396,099</u>	<u>\$ 339,778</u>

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

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

The accompanying financial statements present the financial information for the Town.

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

Taxes. Amounts received from one or more of the following: property tax, 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 Town.

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.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
(Continued)

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.

Utility fees. Amounts received from charges for current services.

Penalties. Amounts received from late payment fees.

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

E. Disbursements

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

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

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

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

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

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.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Interfund Transfers

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

G. Fund Accounting

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

Note 2. Budgets

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

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Town in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by 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.

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.

TOWN OF VERNON
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Note 5. Risk Management

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

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

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OTHER INFORMATION - UNAUDITED

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

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

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

TOWN OF VERNON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014

	General Fund	Riverboat Fund	Cedit Fund	LOIT	Motor Vehicles & Highways	Local Roads And Streets	Gift Fund
Cash and investments - beginning	\$ 10,298	\$ 10,649	\$ 3,116	\$ -	\$ 15,089	\$ 7,153	\$ 17,020
Receipts:							
Taxes	34,848	-	-	-	-	-	-
Intergovernmental receipts	11,997	-	14,561	-	11,279	1,702	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	30,928	5	-	-	3,600	-	248
Total receipts	<u>77,773</u>	<u>5</u>	<u>14,561</u>	<u>-</u>	<u>14,879</u>	<u>1,702</u>	<u>248</u>
Disbursements:							
Personal services	31,788	-	-	-	5,800	-	-
Supplies	1,262	-	-	-	-	-	-
Other services and charges	16,461	-	-	-	6,887	-	2,965
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	19,334	-	13,427	-	6,161	2,496	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	792	-	-	-	-	-	7
Total disbursements	<u>69,637</u>	<u>-</u>	<u>13,427</u>	<u>-</u>	<u>18,848</u>	<u>2,496</u>	<u>2,972</u>
Excess (deficiency) of receipts over disbursements	<u>8,136</u>	<u>5</u>	<u>1,134</u>	<u>-</u>	<u>(3,969)</u>	<u>(794)</u>	<u>(2,724)</u>
Cash and investments - ending	<u>\$ 18,434</u>	<u>\$ 10,654</u>	<u>\$ 4,250</u>	<u>\$ -</u>	<u>\$ 11,120</u>	<u>\$ 6,359</u>	<u>\$ 14,296</u>

TOWN OF VERNON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014

	Cumulative Capital Improvement	Parks And Recreation	Wastewater Operating	Wastewater Bond & Interest	Wastewater Depreciation	Sewer Customer Deposit	Water Operating Fund
Cash and investments - beginning	\$ 6,766	\$ 344	\$ 18,065	\$ 20,474	\$ 161	\$ 6,330	\$ 17,308
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental receipts	841	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	119,937	-	-	690	132,383
Other receipts	-	-	-	-	-	-	63
Total receipts	841	-	119,937	-	-	690	132,446
Disbursements:							
Personal services	-	-	9,000	-	-	-	15,600
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	174
Debt service - principal and interest	-	-	-	9,871	-	-	-
Capital outlay	1,171	-	57,188	-	-	-	-
Utility operating expenses	-	-	54,684	-	-	210	60,927
Other disbursements	-	-	-	-	-	-	44,588
Total disbursements	1,171	-	120,872	9,871	-	210	121,289
Excess (deficiency) of receipts over disbursements	(330)	-	(935)	(9,871)	-	480	11,157
Cash and investments - ending	\$ 6,436	\$ 344	\$ 17,130	\$ 10,603	\$ 161	\$ 6,810	\$ 28,465

TOWN OF VERNON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2014

	Bond And Interest Water Fund	Water Deposit Fund	Water Utility-Construction	Water Reserve Fund	Vernon Gym Fund	Totals
Cash and investments - beginning	\$ 5,000	\$ 9,260	\$ 1,592	\$ 34,114	\$ 20,598	\$ 203,337
Receipts:						
Taxes	-	-	-	-	-	34,848
Intergovernmental receipts	-	-	-	-	-	40,380
Charges for services	-	-	-	-	15,448	15,448
Utility fees	-	550	-	-	-	253,560
Other receipts	36,668	-	-	17	-	71,529
Total receipts	36,668	550	-	17	15,448	415,765
Disbursements:						
Personal services	-	-	-	-	2,400	64,588
Supplies	-	-	-	-	-	1,262
Other services and charges	-	-	-	-	11,814	38,301
Debt service - principal and interest	29,668	-	-	-	-	39,539
Capital outlay	-	-	-	-	-	99,777
Utility operating expenses	-	160	-	-	-	115,981
Other disbursements	-	-	-	-	-	45,387
Total disbursements	29,668	160	-	-	14,214	404,835
Excess (deficiency) of receipts over disbursements	7,000	390	-	17	1,234	10,930
Cash and investments - ending	\$ 12,000	\$ 9,650	\$ 1,592	\$ 34,131	\$ 21,832	\$ 214,267

TOWN OF VERNON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015

	General Fund	Riverboat Fund	Cedit Fund	LOIT	Motor Vehicles & Highways	Local Roads And Streets	Gift Fund
Cash and investments - beginning	\$ 18,434	\$ 10,654	\$ 4,250	\$ -	\$ 11,120	\$ 6,359	\$ 14,296
Receipts:							
Taxes	26,236	-	-	-	-	-	-
Intergovernmental receipts	12,135	3,768	13,271	3,011	11,257	1,708	-
Charges for services	-	-	-	-	1,500	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	26,647	6	3	-	-	-	11,857
Total receipts	<u>65,018</u>	<u>3,774</u>	<u>13,274</u>	<u>3,011</u>	<u>12,757</u>	<u>1,708</u>	<u>11,857</u>
Disbursements:							
Personal services	40,839	-	-	-	1,800	-	-
Supplies	1,266	-	-	-	-	-	-
Other services and charges	11,974	-	11,405	-	6,491	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	7,900	-	-	-	10,353	4,674	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	792	-	-	-	-	-	12,661
Total disbursements	<u>62,771</u>	<u>-</u>	<u>11,405</u>	<u>-</u>	<u>18,644</u>	<u>4,674</u>	<u>12,661</u>
Excess (deficiency) of receipts over disbursements	<u>2,247</u>	<u>3,774</u>	<u>1,869</u>	<u>3,011</u>	<u>(5,887)</u>	<u>(2,966)</u>	<u>(804)</u>
Cash and investments - ending	<u>\$ 20,681</u>	<u>\$ 14,428</u>	<u>\$ 6,119</u>	<u>\$ 3,011</u>	<u>\$ 5,233</u>	<u>\$ 3,393</u>	<u>\$ 13,492</u>

TOWN OF VERNON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015

	Cumulative Capital Improvement	Parks And Recreation	Wastewater Operating	Wastewater Bond & Interest	Wastewater Depreciation	Sewer Customer Deposit	Water Operating Fund
Cash and investments - beginning	\$ 6,436	\$ 344	\$ 17,130	\$ 10,603	\$ 161	\$ 6,810	\$ 28,465
Receipts:							
Taxes	-	-	-	-	-	-	-
Intergovernmental receipts	799	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	116,896	-	-	780	127,693
Penalties	-	-	-	-	-	-	270
Other receipts	-	-	2,572	-	-	-	5,180
Total receipts	799	-	119,468	-	-	780	133,143
Disbursements:							
Personal services	-	-	9,000	-	-	-	15,600
Supplies	-	-	-	-	-	-	-
Other services and charges	1,334	-	2,140	-	-	-	2,314
Debt service - principal and interest	-	-	-	9,284	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	101,018	-	-	300	70,945
Other disbursements	3,000	-	-	1,318	161	524	37,147
Total disbursements	4,334	-	112,158	10,602	161	824	126,006
Excess (deficiency) of receipts over disbursements	(3,535)	-	7,310	(10,602)	(161)	(44)	7,137
Cash and investments - ending	\$ 2,901	\$ 344	\$ 24,440	\$ 1	\$ -	\$ 6,766	\$ 35,602

TOWN OF VERNON
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2015

	Bond And Interest Water Fund	Water Deposit Fund	Water Utility-Construction	Water Reserve Fund	Vernon Gym Fund	Totals
Cash and investments - beginning	\$ 12,000	\$ 9,650	\$ 1,592	\$ 34,131	\$ 21,832	\$ 214,267
Receipts:						
Taxes	-	-	-	-	-	26,236
Intergovernmental receipts	-	-	-	-	-	45,949
Charges for services	-	-	-	-	13,896	15,396
Utility fees	-	580	-	-	-	245,949
Penalties	-	-	-	-	-	270
Other receipts	29,300	-	-	167	-	75,732
Total receipts	29,300	580	-	167	13,896	409,532
Disbursements:						
Personal services	-	-	-	-	2,400	69,639
Supplies	-	-	-	-	-	1,266
Other services and charges	-	-	-	-	14,607	50,265
Debt service - principal and interest	30,068	-	-	-	-	39,352
Capital outlay	-	-	-	-	-	22,927
Utility operating expenses	-	-	-	-	-	172,263
Other disbursements	-	5,359	-	-	-	60,962
Total disbursements	30,068	5,359	-	-	17,007	416,674
Excess (deficiency) of receipts over disbursements	(768)	(4,779)	-	167	(3,111)	(7,142)
Cash and investments - ending	\$ 11,232	\$ 4,871	\$ 1,592	\$ 34,298	\$ 18,721	\$ 207,125

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

	General Fund	Riverboat Fund	Rainy Day Fund	Cedit Fund	LOIT	Motor Vehicles & Highways	Local Roads And Streets
Cash and investments - beginning	\$ 20,681	\$ 14,428	\$ -	\$ 6,119	\$ 3,011	\$ 5,233	\$ 3,394
Receipts:							
Taxes	26,814	-	-	-	-	-	-
Intergovernmental receipts	14,266	1,879	-	12,686	8,746	11,136	1,688
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	29,759	7	-	20	-	-	60
Total receipts	<u>70,839</u>	<u>1,886</u>	<u>-</u>	<u>12,706</u>	<u>8,746</u>	<u>11,136</u>	<u>1,748</u>
Disbursements:							
Personal services	41,424	-	-	-	-	2,600	-
Supplies	1,027	-	-	43	-	-	100
Other services and charges	16,520	9,786	-	-	-	6,398	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	2,806	-	-	-	-	1,369	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>61,777</u>	<u>9,786</u>	<u>-</u>	<u>43</u>	<u>-</u>	<u>10,367</u>	<u>100</u>
Excess (deficiency) of receipts over disbursements	<u>9,062</u>	<u>(7,900)</u>	<u>-</u>	<u>12,663</u>	<u>8,746</u>	<u>769</u>	<u>1,648</u>
Cash and investments - ending	<u>\$ 29,743</u>	<u>\$ 6,528</u>	<u>\$ -</u>	<u>\$ 18,782</u>	<u>\$ 11,757</u>	<u>\$ 6,002</u>	<u>\$ 5,042</u>

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

	Gift Fund	Cumulative Capital Improvement	Parks And Recreation	Wastewater Operating	Sewer Customer Deposit	Water Operating Fund
Cash and investments - beginning	\$ 13,492	\$ 2,901	\$ 344	\$ 24,440	\$ 6,766	\$ 35,602
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	810	-	-	-	-
Charges for services	-	-	-	-	-	-
Utility fees	-	-	-	145,493	660	131,419
Other receipts	222	-	-	104	-	1,125
Total receipts	222	810	-	145,597	660	132,544
Disbursements:						
Personal services	-	-	-	9,000	-	15,600
Supplies	-	97	-	-	-	-
Other services and charges	2,667	-	-	4,812	-	4,986
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	14,271
Utility operating expenses	-	-	-	97,998	540	45,450
Other disbursements	-	-	-	-	-	37,033
Total disbursements	2,667	97	-	111,810	540	117,340
Excess (deficiency) of receipts over disbursements	(2,445)	713	-	33,787	120	15,204
Cash and investments - ending	\$ 11,047	\$ 3,614	\$ 344	\$ 58,227	\$ 6,886	\$ 50,806

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

	Bond And Interest Water Fund	Water Deposit Fund	Water Utility-Construction	Water Reserve Fund	Vernon Gym Fund	Totals
Cash and investments - beginning	\$ 11,232	\$ 4,871	\$ 1,592	\$ 34,298	\$ 18,721	\$ 207,125
Receipts:						
Taxes	-	-	-	-	-	26,814
Intergovernmental receipts	-	-	-	-	-	51,211
Charges for services	-	-	-	-	12,981	12,981
Utility fees	-	440	-	-	-	278,012
Other receipts	29,200	-	-	17	-	60,514
Total receipts	29,200	440	-	17	12,981	429,532
Disbursements:						
Personal services	-	-	-	-	2,400	71,024
Supplies	-	-	-	-	-	1,267
Other services and charges	-	-	-	-	12,945	58,114
Debt service - principal and interest	30,418	-	-	-	-	30,418
Capital outlay	-	-	-	-	-	18,446
Utility operating expenses	-	-	-	-	-	143,988
Other disbursements	-	380	-	-	-	37,413
Total disbursements	30,418	380	-	-	15,345	360,670
Excess (deficiency) of receipts over disbursements	(1,218)	60	-	17	(2,364)	68,862
Cash and investments - ending	\$ 10,014	\$ 4,931	\$ 1,592	\$ 34,315	\$ 16,357	\$ 275,987

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

	General Fund	Riverboat Fund	Rainy Day Fund	Cedit Fund	LOIT	Motor Vehicles & Highways	Local Roads And Streets
Cash and investments - beginning	\$ 29,743	\$ 6,528	\$ -	\$ 18,782	\$ 11,757	\$ 6,002	\$ 5,042
Receipts:							
Taxes	42,051	-	-	4,411	-	-	-
Intergovernmental receipts	1,531	1,884	-	-	10,607	12,042	2,154
Charges for services	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	34,190	4	28,401	8,855	964	425	-
Total receipts	<u>77,772</u>	<u>1,888</u>	<u>28,401</u>	<u>13,266</u>	<u>11,571</u>	<u>12,467</u>	<u>2,154</u>
Disbursements:							
Personal services	40,392	-	-	-	-	2,600	-
Supplies	1,092	-	-	-	-	-	-
Other services and charges	12,094	-	-	-	3,000	8,630	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	3,448	-	-	859	-	-	919
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	30,786	-	-	-	-	4,794	1,909
Total disbursements	<u>87,812</u>	<u>-</u>	<u>-</u>	<u>859</u>	<u>3,000</u>	<u>16,024</u>	<u>2,828</u>
Excess (deficiency) of receipts over disbursements	<u>(10,040)</u>	<u>1,888</u>	<u>28,401</u>	<u>12,407</u>	<u>8,571</u>	<u>(3,557)</u>	<u>(674)</u>
Cash and investments - ending	<u>\$ 19,703</u>	<u>\$ 8,416</u>	<u>\$ 28,401</u>	<u>\$ 31,189</u>	<u>\$ 20,328</u>	<u>\$ 2,445</u>	<u>\$ 4,368</u>

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

	Gift Fund	Cumulative Capital Improvement	Parks And Recreation	Wastewater Operating	Sewer Customer Deposit	Water Operating Fund
Cash and investments - beginning	\$ 11,047	\$ 3,614	\$ 344	\$ 58,227	\$ 6,886	\$ 50,806
Receipts:						
Taxes	-	-	-	-	-	-
Intergovernmental receipts	-	773	-	-	-	-
Charges for services	-	-	-	-	-	-
Utility fees	-	-	-	141,774	780	125,019
Other receipts	1,418	-	-	149	60	130
Total receipts	1,418	773	-	141,923	840	125,149
Disbursements:						
Personal services	-	-	-	9,000	-	15,600
Supplies	-	161	-	-	-	-
Other services and charges	-	-	-	2,793	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	6,037	736	-	46,427	-	16,369
Utility operating expenses	-	-	-	55,562	420	52,394
Other disbursements	-	698	-	60	-	37,236
Total disbursements	6,037	1,595	-	113,842	420	121,599
Excess (deficiency) of receipts over disbursements	(4,619)	(822)	-	28,081	420	3,550
Cash and investments - ending	\$ 6,428	\$ 2,792	\$ 344	\$ 86,308	\$ 7,306	\$ 54,356

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

	Bond And Interest Water Fund	Water Deposit Fund	Water Utility-Construction	Water Reserve Fund	Vernon Gym Fund	Totals
Cash and investments - beginning	\$ 10,014	\$ 4,931	\$ 1,592	\$ 34,315	\$ 16,357	\$ 275,987
Receipts:						
Taxes	-	-	-	-	-	46,462
Intergovernmental receipts	-	-	-	-	-	28,991
Charges for services	-	-	-	-	11,988	11,988
Utility fees	-	520	-	-	-	268,093
Other receipts	29,703	40	-	17	-	104,356
Total receipts	29,703	560	-	17	11,988	459,890
Disbursements:						
Personal services	-	-	-	-	2,400	69,992
Supplies	-	-	-	-	2,270	3,523
Other services and charges	-	-	-	-	7,415	33,932
Debt service - principal and interest	29,718	-	-	-	-	29,718
Capital outlay	-	-	-	-	-	74,795
Utility operating expenses	-	280	-	-	-	108,656
Other disbursements	-	-	-	-	-	75,483
Total disbursements	29,718	280	-	-	12,085	396,099
Excess (deficiency) of receipts over disbursements	(15)	280	-	17	(97)	63,791
Cash and investments - ending	\$ 9,999	\$ 5,211	\$ 1,592	\$ 34,332	\$ 16,260	\$ 339,778

TOWN OF VERNON
 SCHEDULE OF LEASES AND DEBT
 December 31, 2017

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Wastewater:			
General obligation bonds	wastewater improvement bonds	\$ -	\$ -
Water:			
General obligation bonds	water improvements	300,350	30,018
Totals		\$ 300,350	\$ 30,018

TOWN OF VERNON
 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	\$ 30,000
Buildings	75,000
Machinery, equipment, and vehicles	<u>19,500</u>
Total governmental activities	<u>124,500</u>
Wastewater:	
Land	17,500
Infrastructure	<u>2,250,775</u>
Total Wastewater	<u>2,268,275</u>
Water:	
Land	15,000
Infrastructure	<u>2,295,690</u>
Total Water	<u>2,310,690</u>
Vernon Gym:	
Land	20,000
Buildings	<u>145,000</u>
Total Vernon Gym	<u>165,000</u>
Total capital assets	<u><u>\$ 4,868,465</u></u>

OTHER REPORTS

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