

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

FINANCIAL STATEMENT AND
FEDERAL SINGLE AUDIT REPORT
OF

CITY OF LAPORTE
LAPORTE COUNTY, INDIANA

January 1, 2018 to December 31, 2018



FILED
07/18/2019

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	12-18
Other Information - Unaudited:	
Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	20-46
Schedule of Payables and Receivables	47
Schedule of Leases and Debt	48
Schedule of Capital Assets	49
Supplemental Audit of Federal Awards:	
Independent Auditor's Report on Compliance for the Major Federal Program and on Internal Control over Compliance	52-54
Schedule of Expenditures of Federal Awards and Accompanying Notes:	
Schedule of Expenditures of Federal Awards	56
Notes to Schedule of Expenditures of Federal Awards	57
Schedule of Findings and Questioned Costs	58-61
Auditee-Prepared Document:	
Corrective Action Plan	64-65
Other Reports	66

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Teresa L. Ludlow (deceased) (Vacant) Roger Galloway	01-01-16 to 09-30-18 10-01-18 to 11-26-18 11-27-18 to 12-31-19
Mayor	Mark A. Krentz	08-12-17 to 12-31-19
President of the Board of Public Works and Safety	Mark A. Krentz	01-01-18 to 12-31-19
President Pro Tempore of the Common Council	Roger Galloway (Vacant) Miles Fettinger	01-01-18 to 11-26-18 11-27-18 to 12-31-18 01-01-19 to 12-31-19



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 LAPORTE, LAPORTE COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the City of LaPorte (City), which comprises the financial position and results of operations for the year ended December 31, 2018, 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, 2018.

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, 2018, 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 June 17, 2019, 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

June 17, 2019



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 LAPORTE, LAPORTE 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 LaPorte (City), which comprises the financial position and results of operations for the year ended December 31, 2018, and the related notes to the financial statement, and have issued our report thereon dated June 17, 2019, 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 2018-001, 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 LaPorte'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

June 17, 2019

(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 LAPORTE
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2018

Fund	Cash and Investments		Cash and Investments	
	01-01-18	Receipts	Disbursements	12-31-18
GENERAL FUND	\$ 2,346,892	\$ 13,841,621	\$ 13,967,757	\$ 2,220,756
MVH	678,213	1,225,721	1,572,936	330,998
LOCAL ROAD & STREET	228,512	357,632	239,427	346,717
PARK NON-REVERTING	112,483	116,059	72,778	155,764
LANDFILL BOND DEBT SVC	94,088	413,542	507,630	-
TRANSIT	(127,095)	618,579	607,767	(116,283)
COMMUNITY BLOCK GRANT	(7,100)	612,778	597,269	8,409
LAW ENF CONT EDUCATION	95,806	24,387	24,890	95,303
UNSAFE BUILDING	28,273	-	133	28,140
PARK	513,996	1,493,708	1,568,152	439,552
TRASH	309,958	977,890	968,334	319,514
RAINY DAY FUND	152,062	31,500	-	183,562
CEDIT	1,134,854	1,493,100	1,530,546	1,097,408
LEVY EXCESS FUND	139,904	-	139,904	-
MAJOR MOVES CONSTRUCTION	1,954,226	412,333	317,888	2,048,671
CCI	110,715	51,554	117,836	44,433
CCD	1,270,872	685,340	1,379,786	576,426
PARK N/R CAPITAL	25,838	-	17,375	8,463
GENERAL IMPROVEMENT FUND	8,574	82,742	76,007	15,309
REDEVELOPMENT COMM/TIF 1	1,881,704	1,266,381	2,095,163	1,052,922
INDUSTRIAL DEVELOPMENT	47,490	3,640	-	51,130
ENBRIDGE CHESSIE TRAIL GRANT	55,130	317,166	500,962	(128,666)
INSURANCE	82,418	2,137,751	2,132,244	87,925
POLICE PENSION	110,239	758,314	710,471	158,082
FIRE PENSION	165,101	1,273,347	1,258,662	179,786
RIVERBOAT	868,073	87,801	200,000	755,874
L.A.R.E. GRANT 2018	-	11,228	11,228	-
L.A.R.E. GRANT 2017	-	3,100	3,100	-
LOCAL ROAD & BRIDGE MATCHING GRANT FUND	446,671	670,000	1,116,671	-
MUNICIPAL WHEEL TAX FUND	4,993	72,559	-	77,552
MUNICIPAL SURTAX FUND	66,187	452,116	-	518,303
RECREATION NON-REVERTING	111,681	256,499	249,592	118,588
CIVIC NON-REVERTING	243,175	101,914	120,597	224,492
GOLF NON-REVERTING	7,258	5,222	3,545	8,935
BEECHWOOD N/R CAPITAL	6,260	-	-	6,260
OPERATION PULLOVER GRANT	(1,896)	21,825	18,550	1,379
DUI TASKFORCE	(2,412)	23,815	21,838	(435)
HIDTA FUND	25	3,908	4,499	(566)
KIWANIS/ TELEDYNE	22,776	5,000	8,725	19,051
LP STRATEGIC PLANNING	12,391	6,842	-	19,233
FIRE- IDHS GRANT (FIRE RESCUE EQUIPMENT)	(3,825)	3,975	150	-
FIRE- CHILD SAFETY SEAT GRANT	245	623	818	50
DEA FUND	281	-	281	-
VEST FUND	145	9,117	9,262	-
DRUG FREE PARTNERSHIP	400	-	-	400
VERTICAL REAL ESTATE FUND	144,481	10,368	-	154,849
RENTAL REHAB LIEN PYMT	661	-	661	-
CENTRAL STATION INTERIOR	1,170	-	-	1,170
REDEVELOPMENT COMM/TIF II	5,816,349	1,183,668	1,110,613	5,889,404
REDEVELOPMENT- TIF III	923,604	333,559	260,000	997,163
DOWNTOWN BID DISTRICT	340,769	45,860	77,449	309,180
REDEVELOPMENT COMM- TIF IV	574,270	90,082	93,471	570,881
PAVEMENT MANAGEMENT GRANT	(28,491)	32,451	15,265	(11,305)
FEDERAL AID SIDEWALK PROGRAM GRANT	35,827	-	39,238	(3,411)
WAYFINDING GRANT	(46,774)	46,774	-	-
RESTRICTED DONATIONS	349,223	1,932,033	422,708	1,858,548
MAYOR'S VETERANS COMM	8,359	1,450	1,292	8,517
GOOD SAMARITAN FUND	863	2,254	2,600	517
EMPLOYEE BENEFIT FUND	3,262,752	2,243,665	1,951,464	3,554,953
TEACHER'S CREDIT UNION- HSA	-	2,600	2,600	-
WATER DEPRECIATION	6,110	133,729	82,803	57,036
WATER METER DEPOSITS	527,749	37,298	2,433	562,614
TRANSPORTE TRIANGLE ROUTE	(7,555)	7,555	-	-
IFA POWERHOUSE GRANT	1,123	-	1,123	-
G.O. BONDS OF 2012	85,480	225,534	165,503	145,511
2017 RDC G.O. BOND PROCEEDS	1,261,392	-	1,244,551	16,841
2017 RDC G.O. BOND - SINKING FUND	9,440	-	9,440	-
BOND-DEBT SERVICE	3,052	-	-	3,052
FIRE LEASE REFUNDING BONDS	131,244	231,132	248,000	114,376

CITY OF LAPORTE
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2018

Fund	Cash and Investments 01-01-18	Receipts	Disbursements	Cash and Investments 12-31-18
2017 RDC G.O. BONDS - DEBT SERVICE	-	41,584	40,559	1,025
CMAQ	(6,084)	40,503	36,388	(1,969)
MAURICE FOX TRUST	243,003	13,815	26,719	230,099
ELEANOR FOX TRUST	104,509	1,892	689	105,712
FOX MEMORIAL TRUST	39,246	235	39,481	-
PAYROLL- LP SUP #3 (GRAPER)	-	1,753	1,753	-
PR- DIRECT DEPOSIT	-	5,994,685	5,994,685	-
PAYROLL NET SALARIES	-	1,115,183	1,115,183	-
PAYROLL- FEDERAL	-	921,231	921,231	-
PAYROLL- FICA	-	628,391	628,391	-
PAYROLL- MEDICARE	-	279,383	279,383	-
PAYROLL- STATE W/H	-	311,962	311,962	-
PAYROLL- COUNTY W/H	-	92,315	92,315	-
PAYROLL- PERF	-	14,020	14,020	-
PAYROLL- OLD NATIONAL BANK - HSA	-	3,150	3,150	-
PR AFLAC- POST TAX	-	1,361	1,361	-
AFLAC- PRE-TAX	-	9,100	9,100	-
LAPORTE COUNTY TREASURER- DELINQ PROP TAXES	-	212	212	-
AMERICAN FIDELITY POST-TAX	-	42,600	42,600	-
AMERICAN FIDELITY HSA	-	64,789	64,789	-
AMERICAN FIDELITY PRE-TAX 125	-	11,377	11,377	-
PAYROLL- HARTFORD LOAN	-	16,668	16,668	-
BOSTON MUTUAL LIFE	-	27,526	27,526	-
PAYROLL- HARTFORD 457	-	146,678	146,678	-
CENTIER BANK	-	10,953	10,953	-
PAYROLL- GOOD SAMARITAN	-	2,254	2,254	-
CITY OF LP INSURANCE	-	178,054	178,054	-
LPSB-HEALTH SAVINGS	-	80,344	80,344	-
FOP #54	-	4,725	4,725	-
IN CHILD SUPPORT FEE	-	440	440	-
FOP LABOR COUNCIL	-	4,994	4,994	-
PAYROLL- POLICE & FIREMEN'S INS. ASSOC	-	3,078	3,078	-
GUARDIAN- LIFE	-	2,705	2,705	-
LP FIREFIGHTERS LOCAL 363	-	21,432	21,432	-
LP FIREFIGHTERS PAC DUES	-	2,948	2,948	-
PAYROLL- LP CIRCUIT COURT	-	1,300	1,300	-
LP MUN.EMPLOYEE CRT UNION	-	385,919	385,919	-
LP SUPERIOR COURT #4	-	1,087	1,087	-
LAPORTE SUPERIOR COURT #3	-	1,250	1,250	-
CHILD SUPPORT	-	51,712	51,712	-
LP SUPERIOR COURT #3	-	850	850	-
CONTINENTAL AMERICAN INS	-	1,616	1,616	-
MONUMENTAL LIFE INSURANCE	-	1,450	1,450	-
UNITED WAY	-	25	25	-
FLEXIBLE SPENDING ACCOUNT	5,058	-	5,058	-
YMCA	-	22,715	22,715	-
SEWAGE- UNDERGROUND STORAGE TANK INSURANCE	185,192	101,363	-	286,555
UTILITIES- CREDIT CARDS	3,030	479,129	447,011	35,148
UTILITIES ACH FUND	8,551	1,613,393	1,477,543	144,401
PAYROLL EXTRA	1,940	426	426	1,940
WW SRF BOND & INTEREST	-	51	51	-
WW SRF DEBT SERVICE	-	460	460	-
SEWAGE FUND	891,853	4,890,867	4,832,370	950,350
SEWAGE DEPRECIATION	14,152	361,150	251,527	123,775
SEWAGE BOND RETIREMENT	417,831	1,245,337	1,051,196	611,972
2015 SEWAGE CONSTRUCTION BONDS	1,269,563	6,668	95	1,276,136
SEWAGE BOND DEBT SERVICE	1,026,052	6,121	-	1,032,173
SEWAGE CONSTRUCTION FUND- SCHNEIDER PROJECT	-	5,293,530	5,293,530	-
WATER DEBT SERVICE	-	58,158	31,260	26,898
WATER CONSTRUCTION FUND- SCHNEIDER PROJECT	-	2,756,269	2,744,668	11,601
WATER FUND	1,301,478	3,729,260	3,511,374	1,519,364
WATER SRF BOND & INTEREST	115,570	252,938	250,546	117,962
WATER SRF DEBT SERVICE	256,435	3,644	-	260,079
Totals	<u>\$ 32,474,058</u>	<u>\$ 67,849,669</u>	<u>\$ 68,407,173</u>	<u>\$ 31,916,554</u>

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

CITY OF LAPORTE
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.

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,

CITY OF LAPORTE
NOTES TO FINANCIAL STATEMENT
(Continued)

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.

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.

CITY OF LAPORTE
NOTES TO FINANCIAL STATEMENT
(Continued)

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 December 31 of the year preceding the budget year or January 15 of the budget year if the City is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

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

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

New employees hired have a one-time election to join either the Public Employees' Hybrid Plan (PERF Hybrid) or the My Choice: Retirement Savings Plan for Public Employees (My Choice), which is a multiple-employer defined contribution plan. PERF Hybrid consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

CITY OF LAPORTE
NOTES TO FINANCIAL STATEMENT
(Continued)

Financial Report

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

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

Contributions

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

B. 1925 Police Officers' Pension Plan

Plan Description

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

Funding Policy

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

On Behalf Payments

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

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.

CITY OF LAPORTE
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy

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

On Behalf Payments

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

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

Plan Description

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

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. This is a result of the funds being set up for reimbursable grants. The reimbursements for expenditures made by the City were not received by December 31, 2018.

Note 8. Holding Corporation

The City has entered into a capital lease with the LaPorte Fire Station Building Corporation (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the City. The lessor has been determined to be a related-party of the City. Lease payments during the year 2018 totaled \$248,000.

CITY OF LAPORTE
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Other Postemployment Benefit

Health insurance is offered to Police Officers and Firefighters for life per statute. Premiums are paid by retirees.

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 LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	GENERAL FUND	MVH	LOCAL ROAD & STREET	PARK NON-REVERTING	LANDFILL BOND DEBT SVC
Cash and investments - beginning	\$ 2,346,892	\$ 678,213	\$ 228,512	\$ 112,483	\$ 94,088
Receipts:					
Taxes	7,242,305	-	-	-	277,524
Licenses and permits	419,402	-	-	-	-
Intergovernmental receipts	1,361,728	1,028,930	357,632	-	23,543
Charges for services	13,720	189,772	-	56,442	-
Fines and forfeits	37,472	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	4,766,994	7,019	-	59,617	112,475
Total receipts	13,841,621	1,225,721	357,632	116,059	413,542
Disbursements:					
Personal services	8,113,518	775,411	18,693	-	-
Supplies	246,022	106,550	-	-	-
Other services and charges	1,265,351	135,450	220,734	72,778	300
Debt service - principal and interest	-	-	-	-	507,330
Capital outlay	392,667	554,865	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	3,950,199	660	-	-	-
Total disbursements	13,967,757	1,572,936	239,427	72,778	507,630
Excess (deficiency) of receipts over disbursements	(126,136)	(347,215)	118,205	43,281	(94,088)
Cash and investments - ending	\$ 2,220,756	\$ 330,998	\$ 346,717	\$ 155,764	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	TRANSIT	COMMUNITY BLOCK GRANT	LAW ENF CONT EDUCATION	UNSAFE BUILDING	PARK
Cash and investments - beginning	\$ (127,095)	\$ (7,100)	\$ 95,806	\$ 28,273	\$ 513,996
Receipts:					
Taxes	-	-	-	-	1,009,802
Licenses and permits	-	-	7,790	-	-
Intergovernmental receipts	305,752	612,778	-	-	103,514
Charges for services	130,696	-	11,246	-	336,504
Fines and forfeits	-	-	2,600	-	60
Utility fees	-	-	-	-	-
Other receipts	182,131	-	2,751	-	43,828
Total receipts	618,579	612,778	24,387	-	1,493,708
Disbursements:					
Personal services	531,547	79,005	-	-	1,153,448
Supplies	34,764	736	-	-	157,540
Other services and charges	41,456	275,178	24,890	133	202,004
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	242,350	-	-	55,000
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	160
Total disbursements	607,767	597,269	24,890	133	1,568,152
Excess (deficiency) of receipts over disbursements	10,812	15,509	(503)	(133)	(74,444)
Cash and investments - ending	\$ (116,283)	\$ 8,409	\$ 95,303	\$ 28,140	\$ 439,552

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	TRASH	RAINY DAY FUND	CEDIT	LEVY EXCESS FUND	MAJOR MOVES CONSTRUCTION
Cash and investments - beginning	\$ 309,958	\$ 152,062	\$ 1,134,854	\$ 139,904	\$ 1,954,226
Receipts:					
Taxes	-	-	1,478,942	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	396,075
Charges for services	977,874	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	16	31,500	14,158	-	16,258
Total receipts	<u>977,890</u>	<u>31,500</u>	<u>1,493,100</u>	<u>-</u>	<u>412,333</u>
Disbursements:					
Personal services	-	-	1,058,795	-	-
Supplies	-	-	740	-	-
Other services and charges	968,334	-	355,559	-	23,081
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	65,452	-	54,981
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	50,000	139,904	239,826
Total disbursements	<u>968,334</u>	<u>-</u>	<u>1,530,546</u>	<u>139,904</u>	<u>317,888</u>
Excess (deficiency) of receipts over disbursements	<u>9,556</u>	<u>31,500</u>	<u>(37,446)</u>	<u>(139,904)</u>	<u>94,445</u>
Cash and investments - ending	<u>\$ 319,514</u>	<u>\$ 183,562</u>	<u>\$ 1,097,408</u>	<u>\$ -</u>	<u>\$ 2,048,671</u>

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	CCI	CCD	PARK N/R CAPITAL	GENERAL IMPROVEMENT FUND	REDEVELOPMENT COMM/TIF 1
Cash and investments - beginning	\$ 110,715	\$ 1,270,872	\$ 25,838	\$ 8,574	\$ 1,881,704
Receipts:					
Taxes	-	232,051	-	-	1,257,133
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	51,551	23,712	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	3	429,577	-	82,742	9,248
Total receipts	<u>51,554</u>	<u>685,340</u>	<u>-</u>	<u>82,742</u>	<u>1,266,381</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	247,940
Debt service - principal and interest	-	-	-	-	803,000
Capital outlay	117,836	952,514	17,375	76,007	931,748
Utility operating expenses	-	-	-	-	-
Other disbursements	-	427,272	-	-	112,475
Total disbursements	<u>117,836</u>	<u>1,379,786</u>	<u>17,375</u>	<u>76,007</u>	<u>2,095,163</u>
Excess (deficiency) of receipts over disbursements	<u>(66,282)</u>	<u>(694,446)</u>	<u>(17,375)</u>	<u>6,735</u>	<u>(828,782)</u>
Cash and investments - ending	<u>\$ 44,433</u>	<u>\$ 576,426</u>	<u>\$ 8,463</u>	<u>\$ 15,309</u>	<u>\$ 1,052,922</u>

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	INDUSTRIAL DEVELOPMENT	ENBRIDGE CHESSIE TRAIL GRANT	INSURANCE	POLICE PENSION	FIRE PENSION
Cash and investments - beginning	\$ 47,490	\$ 55,130	\$ 82,418	\$ 110,239	\$ 165,101
Receipts:					
Taxes	-	-	-	26,119	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	65,243	-	582,195	998,347
Charges for services	3,640	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	251,923	2,137,751	150,000	275,000
Total receipts	3,640	317,166	2,137,751	758,314	1,273,347
Disbursements:					
Personal services	-	-	-	555,361	978,440
Supplies	-	-	-	-	-
Other services and charges	-	249,039	2,132,244	5,110	5,222
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	251,923	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	150,000	275,000
Total disbursements	-	500,962	2,132,244	710,471	1,258,662
Excess (deficiency) of receipts over disbursements	3,640	(183,796)	5,507	47,843	14,685
Cash and investments - ending	\$ 51,130	\$ (128,666)	\$ 87,925	\$ 158,082	\$ 179,786

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	RIVERBOAT	L.A.R.E. GRANT 2018	L.A.R.E. GRANT 2017	LOCAL ROAD & BRIDGE MATCHING GRANT FUND	MUNICIPAL WHEEL TAX FUND
Cash and investments - beginning	\$ 868,073	\$ -	\$ -	\$ 446,671	\$ 4,993
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	79,497	11,228	2,480	670,000	72,559
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	8,304	-	620	-	-
Total receipts	87,801	11,228	3,100	670,000	72,559
Disbursements:					
Personal services	200,000	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	11,228	3,100	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	1,116,671	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	200,000	11,228	3,100	1,116,671	-
Excess (deficiency) of receipts over disbursements	(112,199)	-	-	(446,671)	72,559
Cash and investments - ending	\$ 755,874	\$ -	\$ -	\$ -	\$ 77,552

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	MUNICIPAL SURTAX FUND	RECREATION NON-REVERTING	CIVIC NON-REVERTING	GOLF NON-REVERTING	BEECHWOOD N/R CAPITAL
Cash and investments - beginning	\$ 66,187	\$ 111,681	\$ 243,175	\$ 7,258	\$ 6,260
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	452,116	-	-	-	-
Charges for services	-	255,469	101,914	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	1,030	-	5,222	-
Total receipts	452,116	256,499	101,914	5,222	-
Disbursements:					
Personal services	-	64,022	11,331	-	-
Supplies	-	-	-	-	-
Other services and charges	-	185,570	107,366	3,545	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	1,900	-	-
Total disbursements	-	249,592	120,597	3,545	-
Excess (deficiency) of receipts over disbursements	452,116	6,907	(18,683)	1,677	-
Cash and investments - ending	\$ 518,303	\$ 118,588	\$ 224,492	\$ 8,935	\$ 6,260

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	OPERATION PULLOVER GRANT	DUI TASKFORCE	HIDTA FUND	KIWANIS/ TELEDYNE	LP STRATEGIC PLANNING
Cash and investments - beginning	\$ (1,896)	\$ (2,412)	\$ 25	\$ 22,776	\$ 12,391
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	21,825	23,815	3,908	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	-	5,000	6,842
Total receipts	21,825	23,815	3,908	5,000	6,842
Disbursements:					
Personal services	18,550	21,838	4,499	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	8,725	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	18,550	21,838	4,499	8,725	-
Excess (deficiency) of receipts over disbursements	3,275	1,977	(591)	(3,725)	6,842
Cash and investments - ending	\$ 1,379	\$ (435)	\$ (566)	\$ 19,051	\$ 19,233

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	FIRE- IDHS GRANT (FIRE RESCUE EQUIPMENT)	FIRE- CHILD SAFETY SEAT GRANT	DEA FUND	VEST FUND	DRUG FREE PARTNERSHIP
Cash and investments - beginning	\$ (3,825)	\$ 245	\$ 281	\$ 145	\$ 400
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	3,950	-	-	4,573	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	25	623	-	4,544	-
Total receipts	3,975	623	-	9,117	-
Disbursements:					
Personal services	-	-	-	4,545	-
Supplies	-	818	-	-	-
Other services and charges	-	-	281	144	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	150	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	4,573	-
Total disbursements	150	818	281	9,262	-
Excess (deficiency) of receipts over disbursements	3,825	(195)	(281)	(145)	-
Cash and investments - ending	\$ -	\$ 50	\$ -	\$ -	\$ 400

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	VERTICAL REAL ESTATE FUND	RENTAL REHAB LIEN PYMT	CENTRAL STATION INTERIOR	REDEVELOPMENT COMM/TIF II	REDEVELOPMENT- TIF III
Cash and investments - beginning	\$ 144,481	\$ 661	\$ 1,170	\$ 5,816,349	\$ 923,604
Receipts:					
Taxes	-	-	-	1,171,015	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	10,368	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	-	12,653	333,559
Total receipts	10,368	-	-	1,183,668	333,559
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	178,365	-
Debt service - principal and interest	-	-	-	233,000	260,000
Capital outlay	-	-	-	699,248	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	661	-	-	-
Total disbursements	-	661	-	1,110,613	260,000
Excess (deficiency) of receipts over disbursements	10,368	(661)	-	73,055	73,559
Cash and investments - ending	\$ 154,849	\$ -	\$ 1,170	\$ 5,889,404	\$ 997,163

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	DOWNTOWN BID DISTRICT	REDEVELOPMENT COMM- TIF IV	PAVEMENT MANAGEMENT GRANT	FEDERAL AID SIDEWALK PROGRAM GRANT	WAYFINDING GRANT
Cash and investments - beginning	\$ 340,769	\$ 574,270	\$ (28,491)	\$ 35,827	\$ (46,774)
Receipts:					
Taxes	-	90,082	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	32,451	-	46,774
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	45,860	-	-	-	-
Total receipts	45,860	90,082	32,451	-	46,774
Disbursements:					
Personal services	600	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	76,816	5,187	15,265	39,238	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	88,284	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	33	-	-	-	-
Total disbursements	77,449	93,471	15,265	39,238	-
Excess (deficiency) of receipts over disbursements	(31,589)	(3,389)	17,186	(39,238)	46,774
Cash and investments - ending	\$ 309,180	\$ 570,881	\$ (11,305)	\$ (3,411)	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	RESTRICTED DONATIONS	MAYOR'S VETERANS COMM	GOOD SAMARITAN FUND	EMPLOYEE BENEFIT FUND	TEACHER'S CREDIT UNION- HSA
Cash and investments - beginning	\$ 349,223	\$ 8,359	\$ 863	\$ 3,262,752	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	1,932,033	1,450	2,254	2,243,665	2,600
Total receipts	1,932,033	1,450	2,254	2,243,665	2,600
Disbursements:					
Personal services	19,962	-	-	-	-
Supplies	3,742	-	-	-	-
Other services and charges	3,601	-	-	1,931,266	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	121,242	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	274,161	1,292	2,600	20,198	2,600
Total disbursements	422,708	1,292	2,600	1,951,464	2,600
Excess (deficiency) of receipts over disbursements	1,509,325	158	(346)	292,201	-
Cash and investments - ending	\$ 1,858,548	\$ 8,517	\$ 517	\$ 3,554,953	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	WATER DEPRECIATION	WATER METER DEPOSITS	TRANSPORTE TRIANGLE ROUTE	IFA POWERHOUSE GRANT	G.O. BONDS OF 2012
Cash and investments - beginning	\$ 6,110	\$ 527,749	\$ (7,555)	\$ 1,123	\$ 85,480
Receipts:					
Taxes	-	-	-	-	209,348
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	16,186
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	47,129	-	-	-	-
Other receipts	86,600	37,298	7,555	-	-
Total receipts	133,729	37,298	7,555	-	225,534
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	750
Debt service - principal and interest	-	-	-	-	164,753
Capital outlay	82,803	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	2,433	-	1,123	-
Total disbursements	82,803	2,433	-	1,123	165,503
Excess (deficiency) of receipts over disbursements	50,926	34,865	7,555	(1,123)	60,031
Cash and investments - ending	\$ 57,036	\$ 562,614	\$ -	\$ -	\$ 145,511

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	2017 RDC G.O. BOND PROCEEDS	2017 RDC G.O. BOND - SINKING FUND	BOND-DEBT SERVICE	FIRE LEASE REFUNDING BONDS	2017 RDC G.O. BONDS - DEBT SERVICE
Cash and investments - beginning	\$ 1,261,392	\$ 9,440	\$ 3,052	\$ 131,244	\$ -
Receipts:					
Taxes	-	-	-	214,534	38,332
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	16,598	3,252
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	-	-	-	231,132	41,584
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	500
Debt service - principal and interest	-	9,440	-	248,000	40,059
Capital outlay	1,244,551	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	1,244,551	9,440	-	248,000	40,559
Excess (deficiency) of receipts over disbursements	(1,244,551)	(9,440)	-	(16,868)	1,025
Cash and investments - ending	\$ 16,841	\$ -	\$ 3,052	\$ 114,376	\$ 1,025

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	CMAQ	MAURICE FOX TRUST	ELEANOR FOX TRUST	FOX MEMORIAL TRUST	PAYROLL- LP SUP #3 (GRAPER)
Cash and investments - beginning	\$ (6,084)	\$ 243,003	\$ 104,509	\$ 39,246	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	40,503	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	13,815	1,892	235	1,753
Total receipts	40,503	13,815	1,892	235	1,753
Disbursements:					
Personal services	-	-	-	-	-
Supplies	36,388	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	26,719	689	39,481	1,753
Total disbursements	36,388	26,719	689	39,481	1,753
Excess (deficiency) of receipts over disbursements	4,115	(12,904)	1,203	(39,246)	-
Cash and investments - ending	\$ (1,969)	\$ 230,099	\$ 105,712	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	PR- DIRECT DEPOSIT	PAYROLL NET SALARIES	PAYROLL- FEDERAL	PAYROLL- FICA	PAYROLL- MEDICARE
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	5,994,685	1,115,183	921,231	628,391	279,383
Total receipts	<u>5,994,685</u>	<u>1,115,183</u>	<u>921,231</u>	<u>628,391</u>	<u>279,383</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	5,994,685	1,115,183	921,231	628,391	279,383
Total disbursements	<u>5,994,685</u>	<u>1,115,183</u>	<u>921,231</u>	<u>628,391</u>	<u>279,383</u>
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	PAYROLL- STATE W/H	PAYROLL- COUNTY W/H	PAYROLL- PERF	PAYROLL- OLD NATIONAL BANK - HSA	PR AFLAC- POST TAX
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	311,962	92,315	14,020	3,150	1,361
Total receipts	311,962	92,315	14,020	3,150	1,361
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	311,962	92,315	14,020	3,150	1,361
Total disbursements	311,962	92,315	14,020	3,150	1,361
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	AFLAC- PRE-TAX	LAPORTE COUNTY TREASURER- DELINQ PROP TAXES	AMERICAN FIDELITY POST-TAX	AMERICAN FIDELITY HSA	AMERICAN FIDELITY PRE-TAX 125
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	9,100	212	42,600	64,789	11,377
Total receipts	9,100	212	42,600	64,789	11,377
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	9,100	212	42,600	64,789	11,377
Total disbursements	9,100	212	42,600	64,789	11,377
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	PAYROLL- HARTFORD LOAN	BOSTON MUTUAL LIFE	PAYROLL- HARTFORD 457	CENTIER BANK	PAYROLL- GOOD SAMARITAN
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	16,668	27,526	146,678	10,953	2,254
Total receipts	16,668	27,526	146,678	10,953	2,254
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	16,668	27,526	146,678	10,953	2,254
Total disbursements	16,668	27,526	146,678	10,953	2,254
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	CITY OF LP INSURANCE	LPSB-HEALTH SAVINGS	FOP #54	IN CHILD SUPPORT FEE	FOP LABOR COUNCIL
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	178,054	80,344	4,725	440	4,994
Total receipts	178,054	80,344	4,725	440	4,994
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	178,054	80,344	4,725	440	4,994
Total disbursements	178,054	80,344	4,725	440	4,994
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	PAYROLL- POLICE & FIREMEN'S INS. ASSOC	GUARDIAN- LIFE	LP FIREFIGHTERS LOCAL 363	LP FIREFIGHTERS PAC DUES	PAYROLL- LP CIRCUIT COURT
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	3,078	2,705	21,432	2,948	1,300
Total receipts	3,078	2,705	21,432	2,948	1,300
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	3,078	2,705	21,432	2,948	1,300
Total disbursements	3,078	2,705	21,432	2,948	1,300
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	LP MUN.EMPLOYEE CRT UNION	LP SUPERIOR COURT #4	LAPORTE SUPERIOR COURT #3	CHILD SUPPORT	LP SUPERIOR COURT #3
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	385,919	1,087	1,250	51,712	850
Total receipts	385,919	1,087	1,250	51,712	850
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	385,919	1,087	1,250	51,712	850
Total disbursements	385,919	1,087	1,250	51,712	850
Excess (deficiency) of receipts over disbursements	-	-	-	-	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	CONTINENTAL AMERICAN INS	MONUMENTAL LIFE INSURANCE	UNITED WAY	FLEXIBLE SPENDING ACCOUNT	YMCA
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 5,058	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	1,616	1,450	25	-	22,715
Total receipts	1,616	1,450	25	-	22,715
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	1,616	1,450	25	5,058	22,715
Total disbursements	1,616	1,450	25	5,058	22,715
Excess (deficiency) of receipts over disbursements	-	-	-	(5,058)	-
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	SEWAGE- UNDERGROUND STORAGE TANK INSURANCE	UTILITIES- CREDIT CARDS	UTILITIES ACH FUND	PAYROLL EXTRA	WW SRF BOND & INTEREST
Cash and investments - beginning	\$ 185,192	\$ 3,030	\$ 8,551	\$ 1,940	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	101,363	479,129	1,613,393	426	51
Total receipts	101,363	479,129	1,613,393	426	51
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	447,011	1,477,543	426	51
Total disbursements	-	447,011	1,477,543	426	51
Excess (deficiency) of receipts over disbursements	101,363	32,118	135,850	-	-
Cash and investments - ending	\$ 286,555	\$ 35,148	\$ 144,401	\$ 1,940	\$ -

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	WW SRF DEBT SERVICE	SEWAGE FUND	SEWAGE DEPRECIATION	SEWAGE BOND RETIREMENT	2015 SEWAGE CONSTRUCTION BONDS
Cash and investments - beginning	\$ -	\$ 891,853	\$ 14,152	\$ 417,831	\$ 1,269,563
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	4,273,373	5,500	-	-
Other receipts	460	617,494	355,650	1,245,337	6,668
Total receipts	460	4,890,867	361,150	1,245,337	6,668
Disbursements:					
Personal services	-	1,122,846	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	77,764	-	-	-
Debt service - principal and interest	-	-	-	1,047,357	-
Capital outlay	-	511	250,677	-	95
Utility operating expenses	-	1,803,328	-	-	-
Other disbursements	460	1,827,921	850	3,839	-
Total disbursements	460	4,832,370	251,527	1,051,196	95
Excess (deficiency) of receipts over disbursements	-	58,497	109,623	194,141	6,573
Cash and investments - ending	\$ -	\$ 950,350	\$ 123,775	\$ 611,972	\$ 1,276,136

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	SEWAGE BOND DEBT SERVICE	SEWAGE CONSTRUCTION FUND- SCHNEIDER PROJECT	WATER DEBT SERVICE	WATER CONSTRUCTION FUND- SCHNEIDER PROJECT
Cash and investments - beginning	\$ 1,026,052	\$ -	\$ -	\$ -
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Utility fees	-	-	-	-
Other receipts	6,121	5,293,530	58,158	2,756,269
Total receipts	6,121	5,293,530	58,158	2,756,269
Disbursements:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Debt service - principal and interest	-	-	31,260	-
Capital outlay	-	5,225,852	-	2,690,793
Utility operating expenses	-	63,500	-	53,875
Other disbursements	-	4,178	-	-
Total disbursements	-	5,293,530	31,260	2,744,668
Excess (deficiency) of receipts over disbursements	6,121	-	26,898	11,601
Cash and investments - ending	\$ 1,032,173	\$ -	\$ 26,898	\$ 11,601

CITY OF LAPORTE
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS, AND
 CASH AND INVESTMENT BALANCES - REGULATORY BASIS
 For the Year Ended December 31, 2018

	WATER FUND	WATER SRF BOND & INTEREST	WATER SRF DEBT SERVICE	Totals
Cash and investments - beginning	\$ 1,301,478	\$ 115,570	\$ 256,435	\$ 32,474,058
Receipts:				
Taxes	-	-	-	13,247,187
Licenses and permits	-	-	-	427,192
Intergovernmental receipts	-	-	-	7,412,715
Charges for services	-	-	-	2,087,645
Fines and forfeits	-	-	-	40,132
Utility fees	3,672,150	-	-	7,998,152
Other receipts	57,110	252,938	3,644	36,636,646
Total receipts	<u>3,729,260</u>	<u>252,938</u>	<u>3,644</u>	<u>67,849,669</u>
Disbursements:				
Personal services	1,095,376	-	-	15,827,787
Supplies	-	-	-	587,300
Other services and charges	91,238	-	-	8,964,752
Debt service - principal and interest	-	250,546	-	3,594,745
Capital outlay	468	-	-	15,234,063
Utility operating expenses	1,611,466	-	-	3,532,169
Other disbursements	712,826	-	-	20,666,357
Total disbursements	<u>3,511,374</u>	<u>250,546</u>	<u>-</u>	<u>68,407,173</u>
Excess (deficiency) of receipts over disbursements	<u>217,886</u>	<u>2,392</u>	<u>3,644</u>	<u>(557,504)</u>
Cash and investments - ending	<u>\$ 1,519,364</u>	<u>\$ 117,962</u>	<u>\$ 260,079</u>	<u>\$ 31,916,554</u>

CITY OF LAPORTE
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2018

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Wastewater	\$ 414,521	\$ 350,032
Water	345,843	259,100
Governmental activities	<u>886,618</u>	<u>363,912</u>
Totals	<u>\$ 1,646,982</u>	<u>\$ 973,044</u>

CITY OF LAPORTE
SCHEDULE OF LEASES AND DEBT
December 31, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
LaPorte Fire Station Building Corporation	Fire Station/Equipment	\$ 248,000	01/15/2016	01/15/2026
Redevelopment Lease Rental Refunding Bonds of 2012	Downtown TIF	354,500	02/07/2012	02/01/2022
Redevelopment Lease Rental Revenue Bonds - Series 2015A	Thomas Rose Industrial Park	229,000	05/07/2015	02/01/2036
Redevelopment Lease Rental Revenue Bonds - Series 2015B	Downtown TIF	<u>445,500</u>	05/07/2015	02/01/2036
Total of annual lease payments		<u>\$ 1,277,000</u>		

Type	Description of Debt	Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:				
General obligation bonds	2017 RDC G.O. Bonds		\$ 2,000,000	\$ 104,250
General obligation bonds	G.O. Bonds of 2012		4,555,000	239,490
Revenue bonds	Redevelopment - Eastgate TIF III		543,000	260,000
Revenue bonds	Redevelopment District Bonds of 2007 - Landfill		<u>250,000</u>	<u>250,000</u>
Total governmental activities			<u>7,348,000</u>	<u>853,740</u>
Wastewater:				
Revenue bonds	Sewage Works Refunding Revenue Bonds 2015		8,975,000	475,836
Revenue bonds	Sewage Works Refunding Revenue Bonds Series 2017		<u>2,085,000</u>	<u>721,700</u>
Total Wastewater			<u>11,060,000</u>	<u>1,197,536</u>
Water:				
Revenue bonds	Waterworks Revenue Bonds of 2011 - SRF		<u>2,740,000</u>	<u>247,831</u>
Totals			<u>\$ 21,148,000</u>	<u>\$ 2,299,107</u>

CITY OF LAPORTE
SCHEDULE OF CAPITAL ASSETS
December 31, 2018

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	\$ 2,434,020
Infrastructure	7,171,494
Buildings	10,004,113
Improvements other than buildings	4,025,913
Machinery, equipment, and vehicles	8,220,752
Construction in progress	<u>4,186,034</u>
Total governmental activities	<u>36,042,326</u>
Wastewater:	
Land	194,718
Infrastructure	23,803,669
Buildings	25,793,989
Improvements other than buildings	486,013
Machinery, equipment, and vehicles	786,558
Construction in progress	<u>4,839,168</u>
Total Wastewater	<u>55,904,115</u>
Water:	
Land	320,078
Infrastructure	34,214,288
Buildings	3,716,427
Improvements other than buildings	82,555
Machinery, equipment, and vehicles	791,150
Construction in progress	<u>17,100</u>
Total Water	<u>39,141,598</u>
Total capital assets	<u>\$ 131,088,039</u>

(This page intentionally left blank.)

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 LAPORTE, LAPORTE COUNTY, INDIANA

Report on Compliance for the Major Federal Program

We have audited the City of LaPorte'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, 2018. 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.

Basis for Qualified Opinion on CDBG - Entitlement Grants Cluster

As described in item 2018-002 in the accompanying Schedule of Findings and Questioned Costs, the City did not comply with requirements regarding Reporting that are applicable to its CDBG - Entitlement Grants Cluster. Compliance with such requirements is necessary, in our opinion, for the City to comply with requirements applicable to that program.

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

Qualified Opinion on CDBG - Entitlement Grants Cluster

In our opinion, except for the noncompliance described in the *Basis for Qualified Opinion on CDBG - Entitlement Grants Cluster* paragraph, 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 the CDBG - Entitlement Grants Cluster for the year ended December 31, 2018.

Other Matters

The City's response to the noncompliance 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 compliance and, accordingly, we express no opinion on the response.

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 and, therefore, material weaknesses or significant deficiencies may exist that were not identified. We identified certain deficiencies in internal control over compliance, as described in the accompanying Schedule of Findings and Questioned Costs as item 2018-002, that we consider to be a material weakness.

The City's response to the internal control over compliance 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 compliance and, accordingly, we express no opinion on the response.

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

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

Paul D. Joyce
Paul D. Joyce, CPA
State Examiner

June 17, 2019

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 LAPORTE
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
For the Year Ended December 31, 2018

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>					
CDBG - Entitlement Grants Cluster					
Community Development Block Grants/Entitlement Grants	Direct				
Community Development Block Grant		14.218	B-14-MC-18-0021	\$ -	\$ 162,061
Community Development Block Grant		14.218	B-15-MC-18-0021	-	41,256
Community Development Block Grant		14.218	B-16-MC-18-0021	-	297,374
Community Development Block Grant		14.218	B-17-MC-18-0021	46,261	107,221
Community Development Block Grant		14.218	B-18-MC-18-0021	-	4,866
Total - CDBG - Entitlement Grants Cluster				<u>46,261</u>	<u>612,778</u>
Total - Department of Housing and Urban Development				<u>46,261</u>	<u>612,778</u>
<u>Department of Justice</u>					
Bulletproof Vest Partnership Program Vest Fund	Direct	16.607	2016BUBX16082363	-	4,573
Total - Department of Justice				-	<u>4,573</u>
<u>Department of Transportation</u>					
Highway Planning and Construction Cluster					
Highway Planning and Construction	Indiana Department of Transportation				
Federal Aid Paving Program Grant.		20.205	A249-17-L170001	-	19,322
Wayfinding Grant		20.205	A249-17-L170005	-	46,774
Bio-Diesel/E-85 (Park)		20.205	EDS#A249-13-320150A	-	316
Bio-Diesel/E-85 (General)		20.205	EDS#A249-13-320150A	-	4,989
Enbridge Chessie Trail		20.205	EDS#A249-15-320108A	-	380,147
Pavement Management Grant		20.205	EDS#A249-16-L150172	-	13,129
CMAQ		20.205	EDS#A249-17-L160131	-	40,503
Enbridge Chessie Trail		20.205	EDS#A249-17-L170010	-	25,494
Total - Highway Planning and Construction				-	<u>530,674</u>
Total - Highway Planning and Construction Cluster				-	<u>530,674</u>
Federal Transit Cluster					
Federal Transit Formula Grants	Northwestern Indiana Regional Planning Commission				
Transit		20.507	IN-2016-030	-	147,452
Transit		20.507	IN-2017-028	-	89,075
Total - Federal Transit Formula Grants				-	<u>236,527</u>
Total - Federal Transit Cluster				-	<u>236,527</u>
Highway Safety Cluster					
Alcohol Impaired Driving Countermeasures Incentive Grants I Operation Pullover	Indiana Criminal Justice Institute	20.601	EDS#D3-18-11897	-	21,825
Total - Highway Safety Cluster				-	<u>21,825</u>
Total - Department of Transportation				-	<u>789,026</u>
Total federal awards expended				<u>\$ 46,261</u>	<u>\$ 1,406,377</u>

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

CITY OF LAPORTE
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, 2018. 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 LAPORTE
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?	yes
Significant deficiency identified?	none reported
Any audit finding disclosed that are required to be reported in accordance with section 2 CFR 200.516(a)?	yes

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>
CDBG - Entitlement Grants Cluster	Qualified

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 2018-001

Subject: Financial Transactions and Reporting
Audit Finding: Material Weakness

Condition

There were deficiencies in the internal control system of the City related to financial transactions and reporting. There was a lack of adequate segregation of duties, as the City had not separated incompatible activities related to receipts.

One employee recorded receipts without evidence of oversight or review to ensure the accuracy and classification of the receipts to the proper fund and account.

Context

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

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

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 controls that segregated key functions related to receipts.

Effect

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

Recommendation

We recommended that the City establish a system of internal controls related to receipts.

Views of Responsible Officials

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

Section III - Federal Award Findings and Questioned Costs

FINDING 2018-002

Subject: CDBG - Entitlement Grants Cluster - Reporting

Federal Agency: Department of Housing and Urban Development

Federal Program: Community Development Block Grants/Entitlement Grants

CFDA Number: 14.218

Federal Award Numbers and Years (or Other Identifying Numbers): B-14-MC-18-0021, B-15-MC-18-0021, B-16-MC-18-0021, B-17-MC-18-0021, B-18-MC-18-0021

Compliance Requirement: Reporting

Audit Findings: Material Weakness, Modified Opinion

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

Condition

An effective internal control system was not in place at the City in order to ensure compliance with requirements related to the grant agreement and the Reporting compliance requirement.

The City had not designed or implemented adequate policies and procedures to ensure that the annual report HUD 60002, Section 3 Summary Report, Economic Opportunities for Low-and Very Low-Income Persons (Annual Report) was accurately prepared and submitted. There was no oversight, review, or monitoring process. The Annual Report due during the audit period was not submitted.

The City had not properly implemented controls to ensure the accuracy of the SF-425, Federal Financial Reports. The cash disbursements were incorrectly reported on the third quarter SF-425, Federal Financial Report by \$48,523 when compared to the City's ledger.

Context

The lack of controls and noncompliance were systemic issues throughout the audit period.

Criteria

2 CFR 200.303 states in part:

"The non-Federal entity must:

(a) Establish and maintain effective internal control over the Federal award that provides reasonable assurance that the non-Federal entity is managing the Federal award in compliance with Federal statutes, regulations, and the terms and conditions of the Federal award. These internal controls should be in compliance with guidance in 'Standards for Internal Control in the Federal Government' issued by the Comptroller General of the United States or the 'Internal Control Integrated Framework', issued by the Committee of Sponsoring Organizations of the Treadway Commission (COSO). . . ."

2 CFR 200.327 states:

"Unless otherwise approved by OMB, the Federal awarding agency may solicit only the standard, OMB-approved governmentwide data elements for collection of financial information (at time of publication the Federal Financial Report or such future collections as may be approved by OMB and listed on the OMB Web site). This information must be collected with the frequency required by the terms and conditions of the Federal award, but no less frequently than annually nor more frequently than quarterly except in unusual circumstances, for example where more frequent reporting is necessary for the effective monitoring of the Federal award or could significantly affect program outcomes, and preferably in coordination with performance reporting."

2 CFR 200.328 states in part:

"(a) *Monitoring by the non-Federal entity.* The non-Federal entity is responsible for oversight of the operations of the Federal award supported activities. The non-Federal entity must monitor its activities under Federal awards to assure compliance with applicable Federal requirements and performance expectations are being achieved. Monitoring by the non-Federal entity must cover each program, function or activity. See also § 200.331 Requirements for pass-through *entities*. . . ."

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

- (1) The non-Federal entity must submit performance reports at the interval required by the Federal awarding agency or pass-through entity to best inform improvements in program outcomes and productivity. Intervals must be no less frequent than annually nor more frequent than quarterly except in unusual circumstances, for example where more frequent reporting is necessary for the effective monitoring of the Federal award or could significantly affect program outcomes. Annual reports must be due 90 calendar days after the reporting period; quarterly or semiannual reports must be due 30 calendar days after the reporting period. Alternatively, the Federal awarding agency or pass-through entity may require annual reports before the anniversary dates of multiple year Federal awards. The final performance report will be due 90 calendar days after the period of performance end date. If a justified request is submitted by a non-Federal entity, the Federal agency may extend the due date for any performance report. . . ."

CFR 200.302(b) states in part:

"The financial management system of each non-Federal entity must provide for the following:
. . .

- (2) Accurate, current, and complete disclosure of the financial results of each Federal award or program in accordance with the reporting requirements set forth in §§ 200.327 Financial reporting . . .
- (3) Records that identify adequately the source and application of funds for federally funded activities. These records must contain information pertaining to Federal awards, authorizations, obligations, unobligated balances, assets, expenditures, income and interest and be supported by source documentation. . . ."

Cause

The City's management had not developed an effective system of internal controls that would have ensured compliance with the grant agreement and the reporting requirements.

Effect

The failure to establish an effective internal control system enabled material noncompliance to go undetected. Noncompliance with the grant agreement and the compliance requirement could have resulted in the loss of federal funds to the City.

Questioned Costs

There were no questioned costs identified.

Recommendation

We recommended that the City's management establish controls to ensure compliance and comply with the grant agreement and the Reporting compliance requirement.

Views of Responsible Officials

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

(This page intentionally left blank.)

AUDITEE-PREPARED DOCUMENT

The subsequent document was provided by management of the City. The document is presented as intended by the City.



Office of the Clerk-Treasurer, 801 Michigan Avenue, La Porte, Indiana 46350
Telephone 219-362-9512 FAX 219-362-8955 E-mail: rgalloway@cityoflaporte.in.gov Website: <http://cityoflaporte.com>

CORRECTIVE ACTION PLAN

FINDING 2018-001 (Auditor Assigned Reference Number)

Contact Person Responsible for Corrective Action: Roger A. Galloway, Clerk-Treasurer
Contact Phone Number: (219) 362-9512

Views of Responsible Official: We concur with the finding.

Description of Corrective Action Plan:

The City has implemented an addition to their Internal Controls regarding the receipting of revenues in the City's Financial Software by adding an additional layer to the process. After receipts are entered into the Financial Software by the Accounts Payable/Receivable Coordinator and prior to printing the actual receipts, he/she will verify that all information is correct and initial the Revenue Transaction List. Once this is done, either the Payroll Administrator, Deputy Clerk-Treasurer or Clerk-Treasurer will check the Revenue Transaction List to the receipts and initial the report that everything is correct. Once the receipts/revenues are verified, the receipts will be generated which in turn posts to the Financial Software Program.

Anticipated Completion Date: Immediately


(Signature)

Clerk-Treasurer
(Title)

June 17, 2019
(Date)

A great place to live, work and do business!

City of LaPorte

INDIANA



OFFICE OF COMMUNITY DEVELOPMENT AND PLANNING
801 MICHIGAN AVENUE
LA PORTE, INDIANA 46350
PH. (219) 362-8260 FAX (219) 325-0656

CORRECTIVE ACTION PLAN

FINDING 2018-002

Contact Person Responsible for Corrective Action: Mary Ann Richards, CDBG Program Manager
Contact Phone Number: (219) 362-8260

Views of Responsible Official: We concur with the finding.

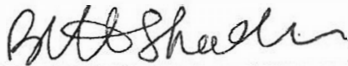
Description of Corrective Action Plan: The City of La Porte Community Development Block Grant re-activated the account with SPEARS during the week of June 10, 2019 in order to file Form 60002. Several phone calls and emails were made in order to correct software issues existing on the part of SPEARS. A Form 60002 for Program Year 2017 was entered into SPEARS on June 14, 2019. The City of LaPorte Community Development Block Grant program will submit subsequent Forms 60002 in December of each year when a CAPER is submitted.

According to documentation available in the Section 3 file kept in the CDBG Program Manager's office, Form 60002 were submitted for Program Years 2012, 2013, 2014, 2015, 2016.

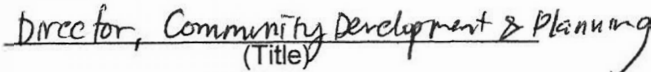
The Community Development Block Grant Program shall implement controls to ensure the accuracy of SF-425, Federal Financial Reports. The CDBG Program Manager shall prepare the SF-425 using the Monthly Appropriation Reports and Monthly Revenue History Detail. When complete, the Clerk/Treasurer's Office shall review the SF-425 before submission to the Mayor for an authorizing signature.

All approved Standard Form 425s and supporting documentation will be provided to the Indiana Field Office of the U.S. Department of Housing and Urban Development within 30 days after the close of the quarter as required.

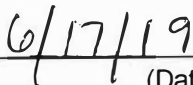
Anticipated Completion Date: Immediately



(Signature)



(Title)



(Date)

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/>.