

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

TOWN OF NORTH SALEM

HENDRICKS COUNTY, INDIANA

January 1, 2015 to December 31, 2018



**FILED**  
07/25/2019



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Beth Russell	01-01-15 to 12-31-22
President of the Town Council	Michael Selch	01-01-15 to 12-31-16
	Rebecca Compton	01-01-17 to 12-31-18
	Rebecca A. Fancher	01-01-19 to 12-31-19



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF NORTH SALEM, HENDRICKS COUNTY, INDIANA

### **Report on the Financial Statements**

We have audited the accompanying financial statements of the Town of North Salem (Town), which comprise the financial position and results of operations for the period of January 1, 2015 to December 31, 2018, and the related notes to the financial statements as listed in the Table of Contents.

### ***Management's Responsibility for the Financial Statements***

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

### ***Auditor's Responsibility***

Our responsibility is to express an opinion on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the Town's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the Town's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles***

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

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

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

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statements referred to above do not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the Town for the period of January 1, 2015 to December 31, 2018.

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

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position and results of operations of the Town for the period of January 1, 2015 to December 31, 2018, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

***Other Matters***

*Other Information*

Our audit was conducted for the purpose of forming an opinion on the Town's financial statements. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis and Schedule of Leases and Debt, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statements. They have not been subjected to the auditing procedures applied by us in the audit of the financial statements and, accordingly, we express no opinion on them.

  
Paul D. Joyce, CPA  
State Examiner

June 10, 2019

## FINANCIAL STATEMENTS AND ACCOMPANYING NOTES

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

TOWN OF NORTH SALEM  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND  
CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended December 31, 2015 and 2016

Fund	Cash and Investments 01-01-15	Receipts	Disbursements	Cash and Investments 12-31-15	Receipts	Disbursements	Cash and Investments 12-31-16
General Fund	\$ (3,960)	\$ 192,281	\$ 164,635	\$ 23,686	\$ 188,575	\$ 162,018	\$ 50,243
Mvh	10,803	34,267	26,606	18,464	31,958	29,320	21,102
Lrs	8,277	6,344	4,281	10,340	6,354	7,938	8,756
Lece	1,138	394	847	685	946	211	1,420
Rainy Day Fund	-	-	-	-	15,000	-	15,000
Cedit Special Revenue	115,166	20,579	6,909	128,836	33,040	60,732	101,144
LOIT Special Distribution	-	-	-	-	29,361	-	29,361
FIRE PROTECTION FEE	-	6,551	6,551	-	6,794	-	6,794
Cumulative Capital Improvement	7,324	1,538	1,027	7,835	1,320	937	8,218
Town Of North Salem	100	-	-	100	-	-	100
Trash Fund	6,003	18,206	15,210	8,999	18,615	15,000	12,614
Payroll	6,578	211,506	216,529	1,555	220,132	215,514	6,173
Waste Water Utility Customer Deposit	5,716	325	75	5,966	375	150	6,191
Wastewater Utility-Operating	4,492	115,691	118,798	1,385	129,920	122,332	8,973
Wastewater Util-Bond And Interest	201	10	-	211	-	211	-
Wastewater Utility-Deprec/Improve	7,646	-	7,441	205	-	-	205
Water Utility-Operating	25,485	90,659	94,128	22,016	86,925	100,981	7,960
Water Utility-Bond And Interest	201	10	-	211	-	211	-
Water Utility-Depreciation/Improve	12,922	-	6,478	6,444	-	3,143	3,301
Water Utility-Customer Deposit	12,993	325	340	12,978	475	262	13,191
Totals	<u>\$ 221,085</u>	<u>\$ 698,686</u>	<u>\$ 669,855</u>	<u>\$ 249,916</u>	<u>\$ 769,790</u>	<u>\$ 718,960</u>	<u>\$ 300,746</u>

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

TOWN OF NORTH SALEM  
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND  
CASH AND INVESTMENT BALANCES - REGULATORY BASIS  
For the Years Ended December 31, 2017 and 2018

Fund	Cash and Investments 01-01-17	Receipts	Disbursements	Cash and Investments 12-31-17	Receipts	Disbursements	Cash and Investments 12-31-18
General Fund	\$ 50,243	\$ 200,786	\$ 171,518	\$ 79,511	\$ 215,085	\$ 177,732	\$ 116,864
Mvh	21,102	33,718	31,488	23,332	39,125	38,014	24,443
Lrs	8,756	8,641	6,765	10,632	11,286	12,763	9,155
Lece	1,420	1,894	1,313	2,001	834	477	2,358
Rainy Day Fund	15,000	-	10,000	5,000	-	-	5,000
Cedit Special Revenue	101,144	22,144	17,752	105,536	24,535	36,012	94,059
LOIT Special Distribution	29,361	46,704	76,065	-	-	-	-
FIRE PROTECTION FEE	6,794	6,985	13,300	479	7,056	6,650	885
Cumulative Capital Improvement	8,218	1,260	794	8,684	1,211	4,874	5,021
2018 Insurance Claim	-	-	-	-	14,194	14,194	-
2018 Community Crossing Grant	-	-	-	-	75,093	75,093	-
Town Of North Salem	100	-	-	100	-	-	100
Trash Fund	12,614	18,855	15,569	15,900	19,034	15,866	19,068
Payroll	6,173	234,918	234,779	6,312	246,295	247,385	5,222
Waste Water Utility Customer Deposit	6,191	350	141	6,400	400	158	6,642
Wastewater Utility-Operating	8,973	121,218	119,396	10,795	121,936	127,226	5,505
Wastewater Util-Bond And Interest	-	-	-	-	-	-	-
Wastewater Utility-Deprec/Improve	205	-	-	205	-	-	205
Water Utility-Operating	7,960	101,692	102,815	6,837	95,201	99,158	2,880
Water Utility-Bond And Interest	-	-	-	-	-	-	-
Water Utility-Depreciation/Improve	3,301	-	-	3,301	10	-	3,311
Water Utility-Customer Deposit	13,191	375	441	13,125	425	325	13,225
Totals	<u>\$ 300,746</u>	<u>\$ 799,540</u>	<u>\$ 802,136</u>	<u>\$ 298,150</u>	<u>\$ 871,720</u>	<u>\$ 855,927</u>	<u>\$ 313,943</u>

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

TOWN OF NORTH SALEM  
NOTES TO FINANCIAL STATEMENTS

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

**A. Reporting Entity**

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

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

**B. Basis of Accounting**

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

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

**C. Cash and Investments**

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

**D. Receipts**

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

*Taxes.* Amounts received from one or more of the following: property tax, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeeper's tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the Town.

*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.

TOWN OF NORTH SALEM  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

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

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

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

**E. Disbursements**

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

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

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

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

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

TOWN OF NORTH SALEM  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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

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

**F. Interfund Transfers**

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

**G. Fund Accounting**

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

**Note 2. Budgets**

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

**Note 3. Property Taxes**

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the Town in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the Town 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.

TOWN OF NORTH SALEM  
NOTES TO FINANCIAL STATEMENTS  
(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 Town to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

**Note 5. *Risk Management***

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

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

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#### OTHER INFORMATION - UNAUDITED

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

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

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

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

	General Fund	Mvh	Lrs	Lece	Rainy Day Fund	Cedit Special Revenue	LOIT Special Distribution
Cash and investments - beginning	\$ (3,960)	\$ 10,803	\$ 8,277	\$ 1,138	\$ -	\$ 115,166	\$ -
Receipts:							
Taxes	101,871	-	-	-	-	-	-
Licenses and permits	-	-	-	350	-	-	-
Intergovernmental receipts	79,433	33,730	6,344	-	-	20,579	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	44	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	10,977	537	-	-	-	-	-
Total receipts	192,281	34,267	6,344	394	-	20,579	-
Disbursements:							
Personal services	105,728	18,369	-	-	-	-	-
Supplies	10,438	2,642	2,256	-	-	-	-
Other services and charges	48,469	5,595	2,025	847	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	6,909	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	164,635	26,606	4,281	847	-	6,909	-
Excess (deficiency) of receipts over disbursements	27,646	7,661	2,063	(453)	-	13,670	-
Cash and investments - ending	\$ 23,686	\$ 18,464	\$ 10,340	\$ 685	\$ -	\$ 128,836	\$ -

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

	FIRE PROTECTION FEE	Cumulative Capital Improvement	Town Of North Salem	Trash Fund	Payroll	Waste Water Utility Customer Deposit	Wastewater Utility-Operating
Cash and investments - beginning	\$ -	\$ 7,324	\$ 100	\$ 6,003	\$ 6,578	\$ 5,716	\$ 4,492
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	1,538	-	-	-	-	-
Charges for services	6,551	-	-	18,206	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	115,691
Other receipts	-	-	-	-	211,506	325	-
Total receipts	6,551	1,538	-	18,206	211,506	325	115,691
Disbursements:							
Personal services	-	-	-	-	216,529	-	33,339
Supplies	-	-	-	-	-	-	-
Other services and charges	6,551	1,027	-	15,210	-	-	1,826
Debt service - principal and interest	-	-	-	-	-	-	21,428
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	58,903
Other disbursements	-	-	-	-	-	75	3,302
Total disbursements	6,551	1,027	-	15,210	216,529	75	118,798
Excess (deficiency) of receipts over disbursements	-	511	-	2,996	(5,023)	250	(3,107)
Cash and investments - ending	\$ -	\$ 7,835	\$ 100	\$ 8,999	\$ 1,555	\$ 5,966	\$ 1,385

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

	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Water Utility-Operating	Water Utility-Bond And Interest	Water Utility-Depreciation/Improve	Water Utility-Customer Deposit	Totals
Cash and investments - beginning	\$ 201	\$ 7,646	\$ 25,485	\$ 201	\$ 12,922	\$ 12,993	\$ 221,085
Receipts:							
Taxes	-	-	-	-	-	-	101,871
Licenses and permits	-	-	-	-	-	-	350
Intergovernmental receipts	-	-	-	-	-	-	141,624
Charges for services	-	-	-	-	-	-	24,757
Fines and forfeits	-	-	-	-	-	-	44
Utility fees	-	-	90,659	-	-	-	206,350
Other receipts	10	-	-	10	-	325	223,690
Total receipts	10	-	90,659	10	-	325	698,686
Disbursements:							
Personal services	-	-	42,860	-	-	-	416,825
Supplies	-	-	-	-	-	-	15,336
Other services and charges	-	-	6,543	-	-	-	88,093
Debt service - principal and interest	-	-	13,800	-	-	-	35,228
Capital outlay	-	7,441	-	-	6,478	-	20,828
Utility operating expenses	-	-	20,495	-	-	-	79,398
Other disbursements	-	-	10,430	-	-	340	14,147
Total disbursements	-	7,441	94,128	-	6,478	340	669,855
Excess (deficiency) of receipts over disbursements	10	(7,441)	(3,469)	10	(6,478)	(15)	28,831
Cash and investments - ending	\$ 211	\$ 205	\$ 22,016	\$ 211	\$ 6,444	\$ 12,978	\$ 249,916

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

	General Fund	Mvh	Lrs	Lece	Rainy Day Fund	Cedit Special Revenue	LOIT Special Distribution
Cash and investments - beginning	\$ 23,686	\$ 18,464	\$ 10,340	\$ 685	\$ -	\$ 128,836	\$ -
Receipts:							
Taxes	102,784	-	-	-	-	-	29,361
Licenses and permits	-	-	-	505	-	-	-
Intergovernmental receipts	81,569	31,958	6,354	-	-	33,040	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	441	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	4,222	-	-	-	15,000	-	-
Total receipts	<u>188,575</u>	<u>31,958</u>	<u>6,354</u>	<u>946</u>	<u>15,000</u>	<u>33,040</u>	<u>29,361</u>
Disbursements:							
Personal services	105,895	20,644	-	-	-	-	-
Supplies	10,216	3,189	5,022	-	-	-	-
Other services and charges	45,907	5,487	2,916	211	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	60,732	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	-
Total disbursements	<u>162,018</u>	<u>29,320</u>	<u>7,938</u>	<u>211</u>	<u>-</u>	<u>60,732</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>26,557</u>	<u>2,638</u>	<u>(1,584)</u>	<u>735</u>	<u>15,000</u>	<u>(27,692)</u>	<u>29,361</u>
Cash and investments - ending	<u>\$ 50,243</u>	<u>\$ 21,102</u>	<u>\$ 8,756</u>	<u>\$ 1,420</u>	<u>\$ 15,000</u>	<u>\$ 101,144</u>	<u>\$ 29,361</u>

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

	FIRE PROTECTION FEE	Cumulative Capital Improvement	Town Of North Salem	Trash Fund	Payroll	Waste Water Utility Customer Deposit	Wastewater Utility-Operating
Cash and investments - beginning	\$ -	\$ 7,835	\$ 100	\$ 8,999	\$ 1,555	\$ 5,966	\$ 1,385
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	1,320	-	-	-	-	-
Charges for services	6,794	-	-	18,615	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	118,411
Other receipts	-	-	-	-	220,132	375	11,509
Total receipts	6,794	1,320	-	18,615	220,132	375	129,920
Disbursements:							
Personal services	-	-	-	-	215,514	-	31,045
Supplies	-	-	-	-	-	-	-
Other services and charges	-	937	-	15,000	-	-	3,953
Debt service - principal and interest	-	-	-	-	-	-	21,428
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	56,874
Other disbursements	-	-	-	-	-	150	9,032
Total disbursements	-	937	-	15,000	215,514	150	122,332
Excess (deficiency) of receipts over disbursements	6,794	383	-	3,615	4,618	225	7,588
Cash and investments - ending	\$ 6,794	\$ 8,218	\$ 100	\$ 12,614	\$ 6,173	\$ 6,191	\$ 8,973

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

	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Water Utility-Operating	Water Utility-Bond And Interest	Water Utility-Depreciation/Improve	Water Utility-Customer Deposit	Totals
Cash and investments - beginning	\$ 211	\$ 205	\$ 22,016	\$ 211	\$ 6,444	\$ 12,978	\$ 249,916
Receipts:							
Taxes	-	-	-	-	-	-	132,145
Licenses and permits	-	-	-	-	-	-	505
Intergovernmental receipts	-	-	-	-	-	-	154,241
Charges for services	-	-	-	-	-	-	25,409
Fines and forfeits	-	-	-	-	-	-	441
Utility fees	-	-	86,925	-	-	-	205,336
Other receipts	-	-	-	-	-	475	251,713
Total receipts	-	-	86,925	-	-	475	769,790
Disbursements:							
Personal services	-	-	45,756	-	-	-	418,854
Supplies	-	-	-	-	-	-	18,427
Other services and charges	-	-	3,953	-	-	-	78,364
Debt service - principal and interest	-	-	13,800	-	-	-	35,228
Capital outlay	-	-	-	-	3,143	-	63,875
Utility operating expenses	-	-	20,823	-	-	-	77,697
Other disbursements	211	-	16,649	211	-	262	26,515
Total disbursements	211	-	100,981	211	3,143	262	718,960
Excess (deficiency) of receipts over disbursements	(211)	-	(14,056)	(211)	(3,143)	213	50,830
Cash and investments - ending	\$ -	\$ 205	\$ 7,960	\$ -	\$ 3,301	\$ 13,191	\$ 300,746

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

	General Fund	Mvh	Lrs	Lece	Rainy Day Fund	Cedit Special Revenue	LOIT Special Distribution	FIRE PROTECTION FEE
Cash and investments - beginning	\$ 50,243	\$ 21,102	\$ 8,756	\$ 1,420	\$ 15,000	\$ 101,144	\$ 29,361	\$ 6,794
Receipts:								
Taxes	178,539	-	-	-	-	22,144	-	-
Licenses and permits	-	-	-	280	-	-	-	-
Intergovernmental receipts	20,567	33,718	8,641	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	6,985
Fines and forfeits	-	-	-	1,614	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	1,680	-	-	-	-	-	46,704	-
Total receipts	200,786	33,718	8,641	1,894	-	22,144	46,704	6,985
Disbursements:								
Personal services	104,899	20,307	-	-	-	-	-	-
Supplies	9,997	9,981	4,715	-	-	-	-	-
Other services and charges	56,622	1,200	2,050	1,313	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	17,752	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	10,000	-	76,065	13,300
Total disbursements	171,518	31,488	6,765	1,313	10,000	17,752	76,065	13,300
Excess (deficiency) of receipts over disbursements	29,268	2,230	1,876	581	(10,000)	4,392	(29,361)	(6,315)
Cash and investments - ending	\$ 79,511	\$ 23,332	\$ 10,632	\$ 2,001	\$ 5,000	\$ 105,536	\$ -	\$ 479

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

	Cumulative Capital Improvement	2018 Insurance Claim	2018 Community Crossing Grant	Town Of North Salem	Trash Fund	Payroll	Waste Water Utility Customer Deposit	Wastewater Utility-Operating
Cash and investments - beginning	\$ 8,218	\$ -	\$ -	\$ 100	\$ 12,614	\$ 6,173	\$ 6,191	\$ 8,973
Receipts:								
Taxes	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	1,260	-	-	-	-	-	-	-
Charges for services	-	-	-	-	18,855	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	121,218
Other receipts	-	-	-	-	-	234,918	350	-
Total receipts	1,260	-	-	-	18,855	234,918	350	121,218
Disbursements:								
Personal services	-	-	-	-	-	234,779	-	29,711
Supplies	-	-	-	-	-	-	-	-
Other services and charges	794	-	-	-	15,569	-	-	4,623
Debt service - principal and interest	-	-	-	-	-	-	-	21,428
Capital outlay	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	54,732
Other disbursements	-	-	-	-	-	-	141	8,902
Total disbursements	794	-	-	-	15,569	234,779	141	119,396
Excess (deficiency) of receipts over disbursements	466	-	-	-	3,286	139	209	1,822
Cash and investments - ending	\$ 8,684	\$ -	\$ -	\$ 100	\$ 15,900	\$ 6,312	\$ 6,400	\$ 10,795

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

	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Water Utility-Operating	Water Utility-Bond And Interest	Water Utility-Depreciation/Improve	Water Utility-Customer Deposit	Totals
Cash and investments - beginning	\$ -	\$ 205	\$ 7,960	\$ -	\$ 3,301	\$ 13,191	\$ 300,746
Receipts:							
Taxes	-	-	-	-	-	-	200,683
Licenses and permits	-	-	-	-	-	-	280
Intergovernmental receipts	-	-	-	-	-	-	64,186
Charges for services	-	-	-	-	-	-	25,840
Fines and forfeits	-	-	-	-	-	-	1,614
Utility fees	-	-	101,307	-	-	-	222,525
Other receipts	-	-	385	-	-	375	284,412
Total receipts	-	-	101,692	-	-	375	799,540
Disbursements:							
Personal services	-	-	44,325	-	-	-	434,021
Supplies	-	-	-	-	-	-	24,693
Other services and charges	-	-	4,623	-	-	-	86,794
Debt service - principal and interest	-	-	13,800	-	-	-	35,228
Capital outlay	-	-	-	-	-	-	17,752
Utility operating expenses	-	-	19,421	-	-	-	74,153
Other disbursements	-	-	20,646	-	-	441	129,495
Total disbursements	-	-	102,815	-	-	441	802,136
Excess (deficiency) of receipts over disbursements	-	-	(1,123)	-	-	(66)	(2,596)
Cash and investments - ending	\$ -	\$ 205	\$ 6,837	\$ -	\$ 3,301	\$ 13,125	\$ 298,150

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

	General Fund	Mvh	Lrs	Lece	Rainy Day Fund	Cedit Special Revenue	LOIT Special Distribution	FIRE PROTECTION FEE
Cash and investments - beginning	\$ 79,511	\$ 23,332	\$ 10,632	\$ 2,001	\$ 5,000	\$ 105,536	\$ -	\$ 479
Receipts:								
Taxes	188,988	-	-	-	-	24,535	-	-
Licenses and permits	-	-	-	470	-	-	-	-
Intergovernmental receipts	22,061	39,125	11,286	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	7,056
Fines and forfeits	-	-	-	364	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Other receipts	4,036	-	-	-	-	-	-	-
Total receipts	<u>215,085</u>	<u>39,125</u>	<u>11,286</u>	<u>834</u>	<u>-</u>	<u>24,535</u>	<u>-</u>	<u>7,056</u>
Disbursements:								
Personal services	106,603	19,782	4,950	-	-	-	-	-
Supplies	9,598	12,557	6,635	-	-	977	-	-
Other services and charges	61,531	5,675	1,178	477	-	1,282	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	30,753	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	3,000	-	6,650
Total disbursements	<u>177,732</u>	<u>38,014</u>	<u>12,763</u>	<u>477</u>	<u>-</u>	<u>36,012</u>	<u>-</u>	<u>6,650</u>
Excess (deficiency) of receipts over disbursements	<u>37,353</u>	<u>1,111</u>	<u>(1,477)</u>	<u>357</u>	<u>-</u>	<u>(11,477)</u>	<u>-</u>	<u>406</u>
Cash and investments - ending	<u>\$ 116,864</u>	<u>\$ 24,443</u>	<u>\$ 9,155</u>	<u>\$ 2,358</u>	<u>\$ 5,000</u>	<u>\$ 94,059</u>	<u>\$ -</u>	<u>\$ 885</u>

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

	Cumulative Capital Improvement	2018 Insurance Claim	2018 Community Crossing Grant	Town Of North Salem	Trash Fund	Payroll	Waste Water Utility Customer Deposit	Wastewater Utility-Operating
Cash and investments - beginning	\$ 8,684	\$ -	\$ -	\$ 100	\$ 15,900	\$ 6,312	\$ 6,400	\$ 10,795
Receipts:								
Taxes	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	1,211	-	-	-	-	-	-	-
Charges for services	-	-	-	-	19,034	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	121,936
Other receipts	-	14,194	75,093	-	-	246,295	400	-
Total receipts	1,211	14,194	75,093	-	19,034	246,295	400	121,936
Disbursements:								
Personal services	-	-	-	-	-	247,385	-	31,643
Supplies	-	-	-	-	-	-	-	-
Other services and charges	4,874	-	-	-	15,866	-	-	4,881
Debt service - principal and interest	-	-	-	-	-	-	-	21,428
Capital outlay	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	59,469
Other disbursements	-	14,194	75,093	-	-	-	158	9,805
Total disbursements	4,874	14,194	75,093	-	15,866	247,385	158	127,226
Excess (deficiency) of receipts over disbursements	(3,663)	-	-	-	3,168	(1,090)	242	(5,290)
Cash and investments - ending	\$ 5,021	\$ -	\$ -	\$ 100	\$ 19,068	\$ 5,222	\$ 6,642	\$ 5,505

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

	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Water Utility-Operating	Water Utility-Bond And Interest	Water Utility-Depreciation/Improve	Water Utility-Customer Deposit	Totals
Cash and investments - beginning	\$ -	\$ 205	\$ 6,837	\$ -	\$ 3,301	\$ 13,125	\$ 298,150
Receipts:							
Taxes	-	-	-	-	-	-	213,523
Licenses and permits	-	-	-	-	-	-	470
Intergovernmental receipts	-	-	-	-	-	-	73,683
Charges for services	-	-	-	-	-	-	26,090
Fines and forfeits	-	-	-	-	-	-	364
Utility fees	-	-	95,201	-	-	-	217,137
Other receipts	-	-	-	-	10	425	340,453
Total receipts	-	-	95,201	-	10	425	871,720
Disbursements:							
Personal services	-	-	38,534	-	-	-	448,897
Supplies	-	-	-	-	-	-	29,767
Other services and charges	-	-	4,881	-	-	-	100,645
Debt service - principal and interest	-	-	13,800	-	-	-	35,228
Capital outlay	-	-	-	-	-	-	30,753
Utility operating expenses	-	-	22,004	-	-	-	81,473
Other disbursements	-	-	19,939	-	-	325	129,164
Total disbursements	-	-	99,158	-	-	325	855,927
Excess (deficiency) of receipts over disbursements	-	-	(3,957)	-	10	100	15,793
Cash and investments - ending	\$ -	\$ 205	\$ 2,880	\$ -	\$ 3,311	\$ 13,225	\$ 313,943

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TOWN OF NORTH SALEM  
 SCHEDULE OF LEASES AND DEBT  
 December 31, 2018

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Wastewater:			
Notes and loans payable	To Pay Off Revenue Bonds	\$ 70,174	\$ 31,784
Water:			
Notes and loans payable	To Pay Off Revenue Bonds	3,444	3,444
Totals		\$ 73,618	\$ 35,228

#### OTHER REPORTS

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