

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

FINANCIAL STATEMENT AUDIT REPORT

OF

TOWN OF MORRISTOWN

SHELBY COUNTY, INDIANA

January 1, 2017 to December 31, 2018



FILED
11/07/2019

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Financial Statement and Accompanying Notes:	
Statement of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	7
Notes to Financial Statement	8-11
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	14-27
Schedule of Payables and Receivables	29
Schedule of Leases and Debt	30
Schedule of Capital Assets.....	31
Other Reports.....	32

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Carolyn Sue Keaton	01-01-16 to 12-31-19
President of the Town Council	David L. Benefiel Lawrence Tracy	01-01-17 to 12-31-18 01-01-19 to 12-31-19



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF MORRISTOWN, SHELBY COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the Town of Morristown (Town), which comprises the financial position and results of operations for the period of January 1, 2017 to 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. 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 Town'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 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 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 Town 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 Town for the period of January 1, 2017 to 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 Town for the period of January 1, 2017 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 statement. The Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement and, accordingly, we express no opinion on them.


Paul D. Joyce, CPA
State Examiner

October 17, 2019

FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

(This page intentionally left blank.)

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

Fund	Cash and Investments			Cash and Investments			Cash and Investments
	01-01-17	Receipts	Disbursements	12-31-17	Receipts	Disbursements	
General Fund	\$ 228,759	\$ 450,664	\$ 411,307	\$ 268,116	\$ 428,572	\$ 452,319	\$ 244,369
Motor Vehicle Highway	142,661	223,811	131,299	235,173	208,591	297,411	146,353
Local Road And Street	9,392	9,337	-	18,729	12,769	24,100	7,398
Economic Dev. Income	82,874	44,455	-	127,329	45,431	139,751	33,009
Local Law Enforcement Cont Ed	8,550	1,664	1,009	9,205	1,802	3,220	7,787
Parks And Recreation	5,435	50	2,207	3,278	175	359	3,094
Rainy Day Fund	49	-	-	49	-	-	49
One Time LOIT Distribution SEA 67	30,090	-	30,090	-	-	-	-
Levy Excess	208	-	-	208	5,507	-	5,715
Racino	223,097	214,112	165,461	271,748	196,625	187,854	280,519
Cum Cap Imp - Cig Tax	7,897	2,962	-	10,859	2,847	3,500	10,206
Cumulative Development	16,225	10,657	-	26,882	9,286	30,548	5,620
Redevelopment Acquisition (Bunge)	649,321	253,337	153,339	749,319	269,826	525,015	494,130
Redevelopment Project Account	641,858	489,508	472,438	658,928	533,642	294,500	898,070
Redevelopment Operating	70,078	20,187	2,308	87,957	20,227	10,165	98,019
CAGIT - Public Safety	43,432	46,426	65,218	24,640	47,225	1,000	70,865
Payroll Net Salary	-	232,667	232,667	-	269,703	269,703	-
Morristown Safety Account	-	59,221	59,121	100	-	-	100
Payroll - Colonial Life - Pre-Tax	-	-	-	-	623	623	-
Payroll - Colonial Life - Post-Tax	-	-	-	-	1,427	1,427	-
Donations - Police Specific Use	-	-	-	-	2,600	2,600	-
Payroll-Federal Withholding	-	40,400	40,400	-	40,923	40,923	-
Payroll State Withholding	-	9,586	9,586	-	12,621	12,621	-
Payro;; Fica Withholding	-	39,257	39,257	-	45,239	45,239	-
Payroll County Adl Gross	-	4,406	4,406	-	5,090	5,090	-
Payroll Medical Ins.	4,173	17,218	21,391	-	22,759	22,759	-
Payroll Medicare Withholding	-	9,181	9,181	-	10,580	10,580	-
Credit Card Account	462	54,714	54,901	275	58,668	58,793	150
Payroll Retirement	(98)	5,090	4,992	-	7,155	7,155	-
Payroll Aflac	(85)	393	308	-	347	347	-
Health Savings Account	(475)	8,995	8,520	-	14,350	14,350	-
2014 Sewage Works Refunding Bonds	96,000	189,771	190,143	95,628	184,400	187,743	92,285
2009 Debt Service BOND CD	500,000	-	-	500,000	-	-	500,000
2009 Bond Payment	65,800	451,738	450,238	67,300	-	955	66,345
2009 Bond Debt Service	-	16,076	3,225	12,851	-	-	12,851
2017 Sewage Bond & Interest Payment	-	164,200	-	164,200	425,200	380,347	209,053
Sewage Utility Operating	1,000,402	1,001,692	684,045	1,318,049	852,960	1,011,317	1,159,692
Sewage Utility Depreciation	19,355	-	-	19,355	-	-	19,355
Sewage Utility Debt Service Reserve	193,768	-	-	193,768	-	-	193,768
Solid Waste Pickup	7,661	32,688	31,510	8,839	39,020	37,724	10,135
2018 Water Works Revenue Bonds -SRF	-	-	-	-	465,428	465,428	-
Water Utility Operating	376,724	390,886	334,945	432,665	856,308	920,823	368,150
Water Utility Meter	15,684	2,706	2,911	15,479	2,750	2,160	16,069
Water Depreciation	46,361	-	-	46,361	-	-	46,361
Totals	\$ 4,485,658	\$ 4,498,055	\$ 3,616,423	\$ 5,367,290	\$ 5,100,676	\$ 5,468,449	\$ 4,999,517

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

TOWN OF MORRISTOWN
NOTES TO FINANCIAL STATEMENT

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 statement presents the financial information for the Town.

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 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 MORRISTOWN
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

Utility fees. Amounts received from charges for current services.

Penalties. Amounts received from late payment fees.

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

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial 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 Town. It includes all expenditures for the reduction of the principal and interest of the Town's general obligation indebtedness.

TOWN OF MORRISTOWN
NOTES TO FINANCIAL STATEMENT
(Continued)

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

Utility operating expenses. Amounts disbursed for operating the utilities.

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

F. Interfund Transfers

The 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 MORRISTOWN
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 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 statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

(This page intentionally left blank.)

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

	General Fund	Motor Vehicle Highway	Local Road And Street	Economic Dev. Income	Local Law Enforcement Cont Ed	Parks And Recreation	Rainy Day Fund
Cash and investments - beginning	\$ 228,759	\$ 142,661	\$ 9,392	\$ 82,874	\$ 8,550	\$ 5,435	\$ 49
Receipts:							
Taxes	349,236	145,103	-	44,455	-	-	-
Licenses and permits	2,392	-	-	-	880	-	-
Intergovernmental receipts	52,724	78,709	9,337	-	-	-	-
Charges for services	14,580	-	-	-	20	50	-
Fines and forfeits	923	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	30,809	(1)	-	-	764	-	-
Total receipts	450,664	223,811	9,337	44,455	1,664	50	-
Disbursements:							
Personal services	172,451	81,806	-	-	-	-	-
Supplies	7,778	16,029	-	-	-	208	-
Other services and charges	185,263	23,043	-	-	1,009	1,413	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	7,367	55	-	-	-	586	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	38,448	10,366	-	-	-	-	-
Total disbursements	411,307	131,299	-	-	1,009	2,207	-
Excess (deficiency) of receipts over disbursements	39,357	92,512	9,337	44,455	655	(2,157)	-
Cash and investments - ending	\$ 268,116	\$ 235,173	\$ 18,729	\$ 127,329	\$ 9,205	\$ 3,278	\$ 49

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

	One Time LOIT Distribution SEA 67	Levy Excess	Racino	Cum Cap Imp - Ciq Tax	Cumulative Development	Redevelopment Acquisition (Bunge)	Redevelopment Project Account
Cash and investments - beginning	\$ 30,090	\$ 208	\$ 223,097	\$ 7,897	\$ 16,225	\$ 649,321	\$ 641,858
Receipts:							
Taxes	-	-	-	-	9,151	251,779	488,322
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	214,112	2,962	1,506	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,558	1,186
Total receipts	-	-	214,112	2,962	10,657	253,337	489,508
Disbursements:							
Personal services	-	-	12,000	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	30,090	-	22,842	-	-	-	9,000
Debt service - principal and interest	-	-	130,604	-	-	-	-
Capital outlay	-	-	-	-	-	153,339	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	15	-	-	-	463,438
Total disbursements	30,090	-	165,461	-	-	153,339	472,438
Excess (deficiency) of receipts over disbursements	(30,090)	-	48,651	2,962	10,657	99,998	17,070
Cash and investments - ending	\$ -	\$ 208	\$ 271,748	\$ 10,859	\$ 26,882	\$ 749,319	\$ 658,928

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

	Redevelopment Operating	CAGIT - Public Safety	Payroll Net Salary	Morristown Safety Account	Payroll - Colonial Life - Pre-Tax	Payroll - Colonial Life - Post-Tax	Donations - Police Specific Use
Cash and investments - beginning	\$ 70,078	\$ 43,432	\$ -	\$ -	\$ -	\$ -	\$ -
Receipts:							
Taxes	20,018	46,426	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	169	-	232,667	59,221	-	-	-
Total receipts	<u>20,187</u>	<u>46,426</u>	<u>232,667</u>	<u>59,221</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	2,308	9,432	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	55,786	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	232,667	59,121	-	-	-
Total disbursements	<u>2,308</u>	<u>65,218</u>	<u>232,667</u>	<u>59,121</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>17,879</u>	<u>(18,792)</u>	<u>-</u>	<u>100</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 87,957</u>	<u>\$ 24,640</u>	<u>\$ -</u>	<u>\$ 100</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Payroll-Federal Withholding	Payroll State Withholding	Payro;; Fica Withholding	Payroll County Adl Gross	Payroll Medical Ins.	Payroll Medicare Withholding	Credit Card Account
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ 4,173	\$ -	\$ 462
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	40,400	9,586	39,257	4,406	17,218	9,181	54,714
Total receipts	40,400	9,586	39,257	4,406	17,218	9,181	54,714
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	40,400	9,586	39,257	4,406	21,391	9,181	54,901
Total disbursements	40,400	9,586	39,257	4,406	21,391	9,181	54,901
Excess (deficiency) of receipts over disbursements	-	-	-	-	(4,173)	-	(187)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 275

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

	Payroll Retirement	Payroll Aflac	Health Savings Account	2014 Sewage Works Refunding Bonds	2009 Debt Service BOND CD	2009 Bond Payment
Cash and investments - beginning	\$ (98)	\$ (85)	\$ (475)	\$ 96,000	\$ 500,000	\$ 65,800
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	5,090	393	8,995	189,771	-	451,738
Total receipts	5,090	393	8,995	189,771	-	451,738
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	190,143	-	450,238
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	4,992	308	8,520	-	-	-
Total disbursements	4,992	308	8,520	190,143	-	450,238
Excess (deficiency) of receipts over disbursements	98	85	475	(372)	-	1,500
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 95,628	\$ 500,000	\$ 67,300

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

	2009 Bond Debt Service	2017 Sewage Bond & Interest Payment	Sewage Utility Operating	Sewage Utility Depreciation	Sewage Utility Debt Service Reserve	Solid Waste Pickup
Cash and investments - beginning	\$ -	\$ -	\$ 1,000,402	\$ 19,355	\$ 193,768	\$ 7,661
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	985,475	-	-	32,242
Penalties	-	-	12,380	-	-	446
Other receipts	16,076	164,200	3,837	-	-	-
Total receipts	16,076	164,200	1,001,692	-	-	32,688
Disbursements:						
Personal services	-	-	86,979	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	23,686	-	-	-
Debt service - principal and interest	3,225	-	-	-	-	-
Capital outlay	-	-	3,057	-	-	-
Utility operating expenses	-	-	229,552	-	-	31,510
Other disbursements	-	-	340,771	-	-	-
Total disbursements	3,225	-	684,045	-	-	31,510
Excess (deficiency) of receipts over disbursements	12,851	164,200	317,647	-	-	1,178
Cash and investments - ending	\$ 12,851	\$ 164,200	\$ 1,318,049	\$ 19,355	\$ 193,768	\$ 8,839

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

	2018 Water Works Revenue Bonds -SRF	Water Utility Operating	Water Utility Meter	Water Depreciation	Totals
Cash and investments - beginning	\$ -	\$ 376,724	\$ 15,684	\$ 46,361	\$ 4,485,658
Receipts:					
Taxes	-	-	-	-	1,354,490
Licenses and permits	-	-	-	-	3,272
Intergovernmental receipts	-	-	-	-	359,350
Charges for services	-	-	-	-	14,650
Fines and forfeits	-	-	-	-	923
Utility fees	-	369,442	-	-	1,387,159
Penalties	-	4,143	-	-	16,969
Other receipts	-	17,301	2,706	-	1,361,242
Total receipts	-	390,886	2,706	-	4,498,055
Disbursements:					
Personal services	-	86,548	-	-	439,784
Supplies	-	-	-	-	24,015
Other services and charges	-	14,238	-	-	322,324
Debt service - principal and interest	-	-	-	-	774,210
Capital outlay	-	17,771	-	-	237,961
Utility operating expenses	-	198,846	-	-	459,908
Other disbursements	-	17,542	2,911	-	1,358,221
Total disbursements	-	334,945	2,911	-	3,616,423
Excess (deficiency) of receipts over disbursements	-	55,941	(205)	-	881,632
Cash and investments - ending	\$ -	\$ 432,665	\$ 15,479	\$ 46,361	\$ 5,367,290

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

	General Fund	Motor Vehicle Highway	Local Road And Street	Economic Dev. Income	Local Law Enforcement Cont Ed	Parks And Recreation	Rainy Day Fund
Cash and investments - beginning	\$ 268,116	\$ 235,173	\$ 18,729	\$ 127,329	\$ 9,205	\$ 3,278	\$ 49
Receipts:							
Taxes	354,846	120,346	-	45,431	-	-	-
Licenses and permits	1,850	-	-	-	1,010	-	-
Intergovernmental receipts	59,709	86,535	12,769	-	-	-	-
Charges for services	8,780	-	-	-	36	175	-
Fines and forfeits	1,502	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	1,885	1,710	-	-	756	-	-
Total receipts	428,572	208,591	12,769	45,431	1,802	175	-
Disbursements:							
Personal services	173,967	107,508	-	-	-	-	-
Supplies	15,458	20,979	-	-	780	70	-
Other services and charges	197,875	142,921	-	-	2,440	289	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	37,665	26,003	24,100	139,751	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	27,354	-	-	-	-	-	-
Total disbursements	452,319	297,411	24,100	139,751	3,220	359	-
Excess (deficiency) of receipts over disbursements	(23,747)	(88,820)	(11,331)	(94,320)	(1,418)	(184)	-
Cash and investments - ending	\$ 244,369	\$ 146,353	\$ 7,398	\$ 33,009	\$ 7,787	\$ 3,094	\$ 49

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

	One Time LOIT Distribution SEA 67	Levy Excess	Racino	Cum Cap Imp - Cig Tax	Cumulative Development	Redevelopment Acquisition (Bunge)	Redevelopment Project Account
Cash and investments - beginning	\$ -	\$ 208	\$ 271,748	\$ 10,859	\$ 26,882	\$ 749,319	\$ 658,928
Receipts:							
Taxes	-	5,507	-	-	8,528	268,321	532,021
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	196,625	2,847	758	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,505	1,621
Total receipts	-	5,507	196,625	2,847	9,286	269,826	533,642
Disbursements:							
Personal services	-	-	14,000	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	20,474	-	-	-	9,900
Debt service - principal and interest	-	-	123,004	-	-	-	-
Capital outlay	-	-	30,376	3,500	30,548	525,015	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	284,600
Total disbursements	-	-	187,854	3,500	30,548	525,015	294,500
Excess (deficiency) of receipts over disbursements	-	5,507	8,771	(653)	(21,262)	(255,189)	239,142
Cash and investments - ending	\$ -	\$ 5,715	\$ 280,519	\$ 10,206	\$ 5,620	\$ 494,130	\$ 898,070

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

	Redevelopment Operating	CAGIT - Public Safety	Payroll Net Salary	Morristown Safety Account	Payroll - Colonial Life - Pre-Tax	Payroll - Colonial Life - Post-Tax	Donations - Police Specific Use
Cash and investments - beginning	\$ 87,957	\$ 24,640	\$ -	\$ 100	\$ -	\$ -	\$ -
Receipts:							
Taxes	20,000	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	47,225	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	227	-	269,703	-	623	1,427	2,600
Total receipts	20,227	47,225	269,703	-	623	1,427	2,600
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	1,000	-	-	-	-	-
Other services and charges	10,165	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	2,600
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	269,703	-	623	1,427	-
Total disbursements	10,165	1,000	269,703	-	623	1,427	2,600
Excess (deficiency) of receipts over disbursements	10,062	46,225	-	-	-	-	-
Cash and investments - ending	\$ 98,019	\$ 70,865	\$ -	\$ 100	\$ -	\$ -	\$ -

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

	Payroll-Federal Withholding	Payroll State Withholding	Payro;; Fica Withholding	Payroll County Adl Gross	Payroll Medical Ins.	Payroll Medicare Withholding	Credit Card Account
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 275
Receipts:							
Taxes	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	40,923	12,621	45,239	5,090	22,759	10,580	58,668
Total receipts	40,923	12,621	45,239	5,090	22,759	10,580	58,668
Disbursements:							
Personal services	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	40,923	12,621	45,239	5,090	22,759	10,580	58,793
Total disbursements	40,923	12,621	45,239	5,090	22,759	10,580	58,793
Excess (deficiency) of receipts over disbursements	-	-	-	-	-	-	(125)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 150

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

	Payroll Retirement	Payroll Aflac	Health Savings Account	2014 Sewage Works Refunding Bonds	2009 Debt Service BOND CD	2009 Bond Payment
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 95,628	\$ 500,000	\$ 67,300
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	7,155	347	14,350	184,400	-	-
Total receipts	7,155	347	14,350	184,400	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	187,743	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	955
Other disbursements	7,155	347	14,350	-	-	-
Total disbursements	7,155	347	14,350	187,743	-	955
Excess (deficiency) of receipts over disbursements	-	-	-	(3,343)	-	(955)
Cash and investments - ending	\$ -	\$ -	\$ -	\$ 92,285	\$ 500,000	\$ 66,345

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

	2009 Bond Debt Service	2017 Sewage Bond & Interest Payment	Sewage Utility Operating	Sewage Utility Depreciation	Sewage Utility Debt Service Reserve	Solid Waste Pickup
Cash and investments - beginning	\$ 12,851	\$ 164,200	\$ 1,318,049	\$ 19,355	\$ 193,768	\$ 8,839
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	840,087	-	-	38,265
Penalties	-	-	9,006	-	-	755
Other receipts	-	425,200	3,867	-	-	-
Total receipts	-	425,200	852,960	-	-	39,020
Disbursements:						
Personal services	-	-	107,031	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	18,291	-	-	-
Debt service - principal and interest	-	380,347	-	-	-	-
Capital outlay	-	-	209,394	-	-	-
Utility operating expenses	-	-	351,601	-	-	37,724
Other disbursements	-	-	325,000	-	-	-
Total disbursements	-	380,347	1,011,317	-	-	37,724
Excess (deficiency) of receipts over disbursements	-	44,853	(158,357)	-	-	1,296
Cash and investments - ending	\$ 12,851	\$ 209,053	\$ 1,159,692	\$ 19,355	\$ 193,768	\$ 10,135

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

	2018 Water Works Revenue Bonds -SRF	Water Utility Operating	Water Utility Meter	Water Depreciation	Totals
Cash and investments - beginning	\$ -	\$ 432,665	\$ 15,479	\$ 46,361	\$ 5,367,290
Receipts:					
Taxes	-	-	-	-	1,355,000
Licenses and permits	-	-	-	-	2,860
Intergovernmental receipts	-	-	-	-	406,468
Charges for services	-	-	-	-	8,991
Fines and forfeits	-	-	-	-	1,502
Utility fees	-	381,846	-	-	1,260,198
Penalties	-	3,765	-	-	13,526
Other receipts	465,428	470,697	2,750	-	2,052,131
Total receipts	465,428	856,308	2,750	-	5,100,676
Disbursements:					
Personal services	-	106,927	-	-	509,433
Supplies	-	-	-	-	38,287
Other services and charges	-	18,289	-	-	420,644
Debt service - principal and interest	-	-	-	-	691,094
Capital outlay	465,428	599,422	-	-	2,093,802
Utility operating expenses	-	193,993	2,160	-	586,433
Other disbursements	-	2,192	-	-	1,128,756
Total disbursements	465,428	920,823	2,160	-	5,468,449
Excess (deficiency) of receipts over disbursements	-	(64,515)	590	-	(367,773)
Cash and investments - ending	\$ -	\$ 368,150	\$ 16,069	\$ 46,361	\$ 4,999,517

(This page intentionally left blank.)

TOWN OF MORRISTOWN
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2018

Government or Enterprise	Accounts Payable	Accounts Receivable
Wastewater	\$ 7,263	\$ 69,343
Water	8,392	64,086
Governmental activities	7,487	38,996
Totals	\$ 23,142	\$ 172,425

TOWN OF MORRISTOWN
 SCHEDULE OF LEASES AND DEBT
 December 31, 2018

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Governmental activities:			
Notes and loans payable	Fire Station	\$ 161,742	\$ 91,244
Notes and loans payable	Fire Truck	<u>47,682</u>	<u>25,468</u>
Total governmental activities		<u>209,424</u>	<u>116,712</u>
Wastewater:			
Revenue bonds	Refunding Revenue Bonds 2014	1,855,000	190,342
Revenue bonds	2017 Refunding Revenue Bonds 2017	<u>4,745,000</u>	<u>378,724</u>
Total Wastewater		<u>6,600,000</u>	<u>569,066</u>
Water:			
Revenue bonds	2018 WaterWorks Revenue Bonds	<u>3,910,000</u>	<u>43,662</u>
Totals		<u>\$ 10,719,424</u>	<u>\$ 729,440</u>

TOWN OF MORRISTOWN
 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
	<u> </u>
Governmental activities:	
Land	\$ 139,923
Infrastructure	544,618
Buildings	1,442,807
Improvements other than buildings	168,784
Machinery, equipment, and vehicles	879,064
Construction in progress	<u>42,600</u>
Total governmental activities	<u>3,217,796</u>
Wastewater:	
Land	294,101
Infrastructure	1,070,174
Buildings	193,310
Improvements other than buildings	2,162
Machinery, equipment, and vehicles	<u>8,203,992</u>
Total Wastewater	<u>9,763,739</u>
Water:	
Land	108,629
Infrastructure	851,186
Buildings	839,478
Improvements other than buildings	20,380
Machinery, equipment, and vehicles	2,050,699
Construction in progress	<u>467,918</u>
Total Water	<u>4,338,290</u>
Total capital assets	<u>\$ 17,319,825</u>

OTHER REPORTS

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