

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

TOWN OF KENNARD

HENRY COUNTY, INDIANA

January 1, 2015 to December 31, 2018



FILED
11/19/2019

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
Schedule of Officials	2
Independent Auditor's Report	3-4
Financial Statements and Accompanying Notes:	
Statements of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	6-7
Notes to Financial Statements.....	8-12
Other Information - Unaudited:	
Combining Schedules of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis	14-25
Schedule of Leases and Debt	27
Other Reports.....	28

SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Karen Stanley Sharon Elliot Christina Beavers Jan Lockridge	08-01-12 to 11-30-15 12-01-15 to 09-30-16 10-01-16 to 11-30-17 12-01-17 to 12-31-19
President of the Town Council	Jason Groce	01-01-15 to 12-31-19



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF KENNARD, HENRY COUNTY, INDIANA

Report on the Financial Statements

We have audited the accompanying financial statements of the Town of Kennard (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

October 23, 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 KENNARD
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	\$ 53,738	\$ 65,921	\$ 64,849	\$ 54,810	\$ 143,325	\$ 68,769	\$ 129,366
Motor Vehicle Highway	82,056	22,269	6,077	98,248	21,133	15,780	103,601
Local Road And Street	15,624	2,097	-	17,721	2,074	1,591	18,204
Riverboat	17,090	4,619	8,573	13,136	4,619	4,653	13,102
Rainy Day	1,990	-	-	1,990	-	-	1,990
LOIT Special	-	-	-	-	878	-	878
Levy Excess	85	-	-	85	-	85	-
Cumulative Capl Imprv Cigarette Tax	9,448	1,183	-	10,631	1,200	-	11,831
Beautification Fund	470	-	-	470	-	-	470
Payroll	(11,163)	57,720	41,513	5,044	29,000	33,243	801
Trash	(726)	11,792	15,280	(4,214)	19,416	15,518	(316)
Maintenance & Supplies	6,846	19,700	8,238	18,308	24,025	5,608	36,725
Sewer Reserve	-	4,800	-	4,800	4,800	-	9,600
Wastewater Construction	1,000	-	1,000	-	-	-	-
Wastewater Construction Two	4,344	8	4,352	-	-	-	-
Wastewater Utility-Operating	176,944	124,861	163,490	138,315	197,856	130,332	205,839
Wastewater Util-Bond And Interest	41,125	48,634	45,313	44,446	44,892	44,881	44,457
Wastewater Utility-Deprec/Improve	19,882	6,000	-	25,882	6,000	-	31,882
Totals	<u>\$ 418,753</u>	<u>\$ 369,604</u>	<u>\$ 358,685</u>	<u>\$ 429,672</u>	<u>\$ 499,218</u>	<u>\$ 320,460</u>	<u>\$ 608,430</u>

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

TOWN OF KENNARD
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	\$ 129,366	\$ 75,491	\$ 108,205	\$ 96,652	\$ 86,560	\$ 66,151	\$ 117,061
Motor Vehicle Highway	103,601	23,443	24,715	102,329	23,691	23,379	102,641
Local Road And Street	18,204	3,595	-	21,799	3,588	1,425	23,962
Riverboat	13,102	3,247	5,587	10,762	2,790	12,000	1,552
Rainy Day	1,990	-	-	1,990	-	900	1,090
LOIT Special	878	-	351	527	-	506	21
Cumulative Capl Imprv Cigarette Tax	11,831	1,145	-	12,976	662	2,967	10,671
Beautification Fund	470	-	-	470	967	666	771
KVFD Non Reverting	-	-	-	-	1,614	877	737
KPD Non Reverting	-	-	-	-	1,715	725	990
Payroll	801	36,000	30,890	5,911	10,870	32,707	(15,926)
Trash	(316)	13,217	12,575	326	19,342	18,381	1,287
Maintenance & Supplies	36,725	26,000	479	62,246	24,000	17,012	69,234
Sewer Reserve	9,600	5,200	-	14,800	4,800	-	19,600
Wastewater Utility-Operating	205,839	148,861	222,106	132,594	136,448	141,215	127,827
Wastewater Util-Bond And Interest	44,457	48,633	-	93,090	44,892	44,988	92,994
Wastewater Utility-Deprec/Improve	31,882	6,515	-	38,397	6,000	-	44,397
Totals	<u>\$ 608,430</u>	<u>\$ 391,347</u>	<u>\$ 404,908</u>	<u>\$ 594,869</u>	<u>\$ 367,939</u>	<u>\$ 363,899</u>	<u>\$ 598,909</u>

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

TOWN OF KENNARD
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 KENNARD
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 KENNARD
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 KENNARD
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.

Note 6. Pension Plan

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 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the Town 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 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the Town 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.

TOWN OF KENNARD
NOTES TO FINANCIAL STATEMENTS
(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.

Note 7. Cash Balance Deficits

The financial statements contain some funds with deficits in cash. This is primarily the result of payroll transfers not being made timely, and disbursements exceeding receipts due to the under-estimation of current requirements.

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

	General	Motor Vehicle Highway	Local Road And Street	Riverboat	Rainy Day	LOIT Special	Levy Excess
Cash and investments - beginning	\$ 53,738	\$ 82,056	\$ 15,624	\$ 17,090	\$ 1,990	\$ -	\$ 85
Receipts:							
Taxes	38,323	-	-	-	-	-	-
Licenses and permits	1,079	-	-	-	-	-	-
Intergovernmental receipts	13,939	22,269	2,097	2,790	-	-	-
Charges for services	8,426	-	-	-	-	-	-
Fines and forfeits	36	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	4,118	-	-	1,829	-	-	-
Total receipts	<u>65,921</u>	<u>22,269</u>	<u>2,097</u>	<u>4,619</u>	<u>-</u>	<u>-</u>	<u>-</u>
Disbursements:							
Personal services	18,500	-	-	-	-	-	-
Supplies	2,402	-	-	-	-	-	-
Other services and charges	39,021	4,663	-	6,573	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	4,909	1,414	-	2,000	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	17	-	-	-	-	-	-
Total disbursements	<u>64,849</u>	<u>6,077</u>	<u>-</u>	<u>8,573</u>	<u>-</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,072</u>	<u>16,192</u>	<u>2,097</u>	<u>(3,954)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 54,810</u>	<u>\$ 98,248</u>	<u>\$ 17,721</u>	<u>\$ 13,136</u>	<u>\$ 1,990</u>	<u>\$ -</u>	<u>\$ 85</u>

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

	Cumulative Capl Imprv Cigarette Tax	Beautification Fund	Payroll	Trash	Maintenance & Supplies	Sewer Reserve
Cash and investments - beginning	\$ 9,448	\$ 470	\$ (11,163)	\$ (726)	\$ 6,846	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	1,183	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	11,792	-	-
Other receipts	-	-	57,720	-	19,700	4,800
Total receipts	<u>1,183</u>	<u>-</u>	<u>57,720</u>	<u>11,792</u>	<u>19,700</u>	<u>4,800</u>
Disbursements:						
Personal services	-	-	27,101	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	8,238	-
Other disbursements	-	-	14,412	15,280	-	-
Total disbursements	<u>-</u>	<u>-</u>	<u>41,513</u>	<u>15,280</u>	<u>8,238</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>1,183</u>	<u>-</u>	<u>16,207</u>	<u>(3,488)</u>	<u>11,462</u>	<u>4,800</u>
Cash and investments - ending	<u>\$ 10,631</u>	<u>\$ 470</u>	<u>\$ 5,044</u>	<u>\$ (4,214)</u>	<u>\$ 18,308</u>	<u>\$ 4,800</u>

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

	Wastewater Construction	Wastewater Construction Two	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Totals
Cash and investments - beginning	\$ 1,000	\$ 4,344	\$ 176,944	\$ 41,125	\$ 19,882	\$ 418,753
Receipts:						
Taxes	-	-	11,227	-	-	49,550
Licenses and permits	-	-	-	-	-	1,079
Intergovernmental receipts	-	-	-	-	-	42,278
Charges for services	-	-	-	-	-	8,426
Fines and forfeits	-	-	-	-	-	36
Utility fees	-	-	116,608	-	-	128,400
Other receipts	-	8	(2,974)	48,634	6,000	139,835
Total receipts	-	8	124,861	48,634	6,000	369,604
Disbursements:						
Personal services	-	-	48,587	-	-	94,188
Supplies	-	-	-	-	-	2,402
Other services and charges	-	-	3,643	-	-	53,900
Debt service - principal and interest	-	-	-	45,313	-	45,313
Capital outlay	-	-	-	-	-	8,323
Utility operating expenses	-	3,955	32,126	-	-	44,319
Other disbursements	1,000	397	79,134	-	-	110,240
Total disbursements	1,000	4,352	163,490	45,313	-	358,685
Excess (deficiency) of receipts over disbursements	(1,000)	(4,344)	(38,629)	3,321	6,000	10,919
Cash and investments - ending	\$ -	\$ -	\$ 138,315	\$ 44,446	\$ 25,882	\$ 429,672

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

	General	Motor Vehicle Highway	Local Road And Street	Riverboat	Rainy Day	LOIT Special	Levy Excess
Cash and investments - beginning	\$ 54,810	\$ 98,248	\$ 17,721	\$ 13,136	\$ 1,990	\$ -	\$ 85
Receipts:							
Taxes	31,965	-	-	-	-	-	-
Licenses and permits	1,499	-	-	-	-	-	-
Intergovernmental receipts	18,804	21,133	2,074	2,790	-	-	-
Charges for services	11,820	-	-	-	-	-	-
Fines and forfeits	60	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Other receipts	79,177	-	-	1,829	-	878	-
Total receipts	<u>143,325</u>	<u>21,133</u>	<u>2,074</u>	<u>4,619</u>	<u>-</u>	<u>878</u>	<u>-</u>
Disbursements:							
Personal services	19,400	-	-	-	-	-	-
Supplies	1,968	-	-	-	-	-	-
Other services and charges	46,263	15,780	1,591	3,653	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	1,138	-	-	1,000	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	85
Total disbursements	<u>68,769</u>	<u>15,780</u>	<u>1,591</u>	<u>4,653</u>	<u>-</u>	<u>-</u>	<u>85</u>
Excess (deficiency) of receipts over disbursements	<u>74,556</u>	<u>5,353</u>	<u>483</u>	<u>(34)</u>	<u>-</u>	<u>878</u>	<u>(85)</u>
Cash and investments - ending	<u>\$ 129,366</u>	<u>\$ 103,601</u>	<u>\$ 18,204</u>	<u>\$ 13,102</u>	<u>\$ 1,990</u>	<u>\$ 878</u>	<u>\$ -</u>

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

	Cumulative Capl Imprv Cigarette Tax	Beautification Fund	Payroll	Trash	Maintenance & Supplies	Sewer Reserve
Cash and investments - beginning	\$ 10,631	\$ 470	\$ 5,044	\$ (4,214)	\$ 18,308	\$ 4,800
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	1,200	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	19,416	-	-
Other receipts	-	-	29,000	-	24,025	4,800
Total receipts	1,200	-	29,000	19,416	24,025	4,800
Disbursements:						
Personal services	-	-	21,412	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	5,608	-
Other disbursements	-	-	11,831	15,518	-	-
Total disbursements	-	-	33,243	15,518	5,608	-
Excess (deficiency) of receipts over disbursements	1,200	-	(4,243)	3,898	18,417	4,800
Cash and investments - ending	\$ 11,831	\$ 470	\$ 801	\$ (316)	\$ 36,725	\$ 9,600

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

	Wastewater Construction	Wastewater Construction Two	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 138,315	\$ 44,446	\$ 25,882	\$ 429,672
Receipts:						
Taxes	-	-	-	-	-	31,965
Licenses and permits	-	-	-	-	-	1,499
Intergovernmental receipts	-	-	-	-	-	46,001
Charges for services	-	-	-	-	-	11,820
Fines and forfeits	-	-	-	-	-	60
Utility fees	-	-	158,944	-	-	178,360
Other receipts	-	-	539	44,892	6,000	191,140
Total receipts	-	-	159,483	44,892	6,000	460,845
Disbursements:						
Personal services	-	-	13,000	-	-	53,812
Supplies	-	-	-	-	-	1,968
Other services and charges	-	-	4,340	-	-	71,627
Debt service - principal and interest	-	-	-	44,881	-	44,881
Capital outlay	-	-	-	-	-	2,138
Utility operating expenses	-	-	33,300	-	-	38,908
Other disbursements	-	-	79,692	-	-	107,126
Total disbursements	-	-	130,332	44,881	-	320,460
Excess (deficiency) of receipts over disbursements	-	-	29,151	11	6,000	140,385
Cash and investments - ending	\$ -	\$ -	\$ 167,466	\$ 44,457	\$ 31,882	\$ 570,057

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

	General	Motor Vehicle Highway	Local Road And Street	Riverboat	Rainy Day	LOIT Special
Cash and investments - beginning	\$ 129,366	\$ 103,601	\$ 18,204	\$ 13,102	\$ 1,990	\$ 878
Receipts:						
Taxes	43,775	-	-	-	-	-
Licenses and permits	1,119	-	-	-	-	-
Intergovernmental receipts	5,620	23,443	3,595	3,247	-	-
Charges for services	9,225	-	-	-	-	-
Fines and forfeits	5,054	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	10,698	-	-	-	-	-
Total receipts	75,491	23,443	3,595	3,247	-	-
Disbursements:						
Personal services	30,889	-	-	-	-	-
Supplies	-	-	-	676	-	351
Other services and charges	-	24,715	-	4,425	-	-
Capital outlay	-	-	-	486	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	77,316	-	-	-	-	-
Total disbursements	108,205	24,715	-	5,587	-	351
Excess (deficiency) of receipts over disbursements	(32,714)	(1,272)	3,595	(2,340)	-	(351)
Cash and investments - ending	\$ 96,652	\$ 102,329	\$ 21,799	\$ 10,762	\$ 1,990	\$ 527

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

	Cumulative Capl Imprv Cigarette Tax	Beautification Fund	KVFD Non Reverting	KPD Non Reverting	Payroll	Trash
Cash and investments - beginning	\$ 11,831	\$ 470	\$ -	\$ -	\$ 801	\$ (316)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	1,145	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	10,744
Other receipts	-	-	-	-	36,000	2,473
Total receipts	<u>1,145</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>36,000</u>	<u>13,217</u>
Disbursements:						
Personal services	-	-	-	-	22,045	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	12,575
Other disbursements	-	-	-	-	8,845	-
Total disbursements	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>30,890</u>	<u>12,575</u>
Excess (deficiency) of receipts over disbursements	<u>1,145</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>5,110</u>	<u>642</u>
Cash and investments - ending	<u>\$ 12,976</u>	<u>\$ 470</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 5,911</u>	<u>\$ 326</u>

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

	Maintenance & Supplies	Sewer Reserve	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Totals
Cash and investments - beginning	\$ 36,725	\$ 9,600	\$ 205,839	\$ 44,457	\$ 31,882	\$ 608,430
Receipts:						
Taxes	-	-	-	-	-	43,775
Licenses and permits	-	-	-	-	-	1,119
Intergovernmental receipts	-	-	-	-	-	37,050
Charges for services	-	-	-	-	-	9,225
Fines and forfeits	-	-	-	-	-	5,054
Utility fees	-	-	148,861	-	-	159,605
Other receipts	26,000	5,200	-	48,633	6,515	135,519
Total receipts	26,000	5,200	148,861	48,633	6,515	391,347
Disbursements:						
Personal services	-	-	-	-	-	52,934
Supplies	-	-	-	-	-	1,027
Other services and charges	-	-	-	-	-	29,140
Capital outlay	-	-	-	-	-	486
Utility operating expenses	479	-	133,285	-	-	146,339
Other disbursements	-	-	88,821	-	-	174,982
Total disbursements	479	-	222,106	-	-	404,908
Excess (deficiency) of receipts over disbursements	25,521	5,200	(73,245)	48,633	6,515	(13,561)
Cash and investments - ending	\$ 62,246	\$ 14,800	\$ 132,594	\$ 93,090	\$ 38,397	\$ 594,869

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

	General	Motor Vehicle Highway	Local Road And Street	Riverboat	Rainy Day	LOIT Special
Cash and investments - beginning	\$ 96,652	\$ 102,329	\$ 21,799	\$ 10,762	\$ 1,990	\$ 527
Receipts:						
Taxes	56,826	-	-	-	-	-
Licenses and permits	1,174	-	-	-	-	-
Intergovernmental receipts	9,088	23,691	3,588	2,790	-	-
Charges for services	11,806	-	-	-	-	-
Fines and forfeits	5,529	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	2,137	-	-	-	-	-
Total receipts	86,560	23,691	3,588	2,790	-	-
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	7,833	-	-	-	-	-
Other services and charges	48,595	14,879	-	-	900	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	9,223	8,500	1,425	12,000	-	506
Utility operating expenses	-	-	-	-	-	-
Other disbursements	500	-	-	-	-	-
Total disbursements	66,151	23,379	1,425	12,000	900	506
Excess (deficiency) of receipts over disbursements	20,409	312	2,163	(9,210)	(900)	(506)
Cash and investments - ending	\$ 117,061	\$ 102,641	\$ 23,962	\$ 1,552	\$ 1,090	\$ 21

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

	Cumulative Capl Imprv Cigarette Tax	Beautification Fund	KVFD Non Reverting	KPD Non Reverting	Payroll	Trash
Cash and investments - beginning	\$ 12,976	\$ 470	\$ -	\$ -	\$ 5,911	\$ 326
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	662	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	1,469	-	-
Utility fees	-	-	-	-	-	17,342
Other receipts	-	967	1,614	246	10,870	2,000
Total receipts	662	967	1,614	1,715	10,870	19,342
Disbursements:						
Personal services	-	-	-	-	25,717	-
Supplies	-	-	-	-	-	-
Other services and charges	1,467	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	1,500	-	877	725	-	-
Utility operating expenses	-	-	-	-	-	18,381
Other disbursements	-	666	-	-	6,990	-
Total disbursements	2,967	666	877	725	32,707	18,381
Excess (deficiency) of receipts over disbursements	(2,305)	301	737	990	(21,837)	961
Cash and investments - ending	\$ 10,671	\$ 771	\$ 737	\$ 990	\$ (15,926)	\$ 1,287

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

	Maintenance & Supplies	Sewer Reserve	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Totals
Cash and investments - beginning	\$ 62,246	\$ 14,800	\$ 132,594	\$ 93,090	\$ 38,397	\$ 594,869
Receipts:						
Taxes	-	-	-	-	-	56,826
Licenses and permits	-	-	-	-	-	1,174
Intergovernmental receipts	-	-	-	-	-	39,819
Charges for services	-	-	-	-	-	11,806
Fines and forfeits	-	-	-	-	-	6,998
Utility fees	-	-	136,448	-	-	153,790
Other receipts	24,000	4,800	-	44,892	6,000	97,526
Total receipts	24,000	4,800	136,448	44,892	6,000	367,939
Disbursements:						
Personal services	-	-	14,011	-	-	39,728
Supplies	-	-	-	-	-	7,833
Other services and charges	-	-	-	-	-	65,841
Debt service - principal and interest	-	-	-	44,988	-	44,988
Capital outlay	17,012	-	-	-	-	51,768
Utility operating expenses	-	-	45,512	-	-	63,893
Other disbursements	-	-	81,692	-	-	89,848
Total disbursements	17,012	-	141,215	44,988	-	363,899
Excess (deficiency) of receipts over disbursements	6,988	4,800	(4,767)	(96)	6,000	4,040
Cash and investments - ending	\$ 69,234	\$ 19,600	\$ 127,827	\$ 92,994	\$ 44,397	\$ 598,909

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

Description of Debt		Ending	Principal and
Type	Purpose	Principal	Interest Due
		Balance	Within One
			Year
Wastewater:			
Revenue bonds	Sewage Works Revenue Bond 2013a	\$ 616,000	\$ 29,250
Revenue bonds	Sewage Works Revenue Bond 2013c	92,000	3,725
Revenue bonds	Sewage Works Revenue Bond 2013c-2	<u>296,000</u>	<u>11,550</u>
Total Wastewater		<u>1,004,000</u>	<u>44,525</u>
Totals		<u>\$ 1,004,000</u>	<u>\$ 44,525</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/>.