

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

FINANCIAL STATEMENT AUDIT REPORT

OF

TOWN OF ADVANCE

BOONE COUNTY, INDIANA

January 1, 2017 to December 31, 2018



**FILED**

12/04/2019



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Shari Johnson	11-09-15 to 12-31-22
President of the Town Council	William Johnson	01-01-17 to 12-31-19



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF ADVANCE, BOONE COUNTY, INDIANA

### **Report on the Financial Statement**

We have audited the accompanying financial statement of the Town of Advance (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

November 12, 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.

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TOWN OF ADVANCE  
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	12-31-18
Donation Fund	\$ 7,646	\$ 1,726	\$ 180	\$ 9,192	\$ -	\$ 1,300	\$ 7,892
Police Accident Report	142	-	-	142	-	-	142
Police Firearms Training	5,561	-	-	5,561	-	-	5,561
Vehicle Inspection	91	-	-	91	-	-	91
Police State Grant Fund	66	-	-	66	-	-	66
Police Grant Payroll	175	-	-	175	-	-	175
Payroll	8,389	107,556	108,332	7,613	160,217	160,370	7,460
L Rd & St Fund Investment	79	-	-	79	-	-	79
General	57,849	211,915	155,989	113,775	189,242	161,870	141,147
Motor Vehicle Highway	28,595	27,550	12,599	43,546	26,697	6,393	63,850
Local Road & Street	21,131	6,148	9,370	17,909	8,256	1,771	24,394
Law Enfor Cont Education	1,805	45	-	1,850	-	750	1,100
Park Fund	15,305	9,146	12,639	11,812	61,368	27,427	45,753
Rainy Day Fund	18,570	-	-	18,570	1,200	-	19,770
LIT- Local Income Tax/Do Not Use	-	-	-	-	-	-	-
Special LOIT Distribution 2016/LRDS	29,468	-	-	29,468	-	19,000	10,468
Excessive Levy	215	-	-	215	-	-	215
Cum Cap Imp	6,442	1,160	1,944	5,658	1,115	2,500	4,273
Cum Cap Dev	9,784	5,564	2,580	12,768	5,713	3,100	15,381
Local Road And Street Matching Grant Fund	-	-	-	-	35,979	35,979	-
LIT - Public Safety	-	47,917	45,734	2,183	50,817	49,280	3,720
Trash & Garbage Pickup	6,442	20,784	21,726	5,500	20,519	21,444	4,575
Electric Depreciation	3,000	-	-	3,000	-	-	3,000
Electric Meter Deposit	14,590	375	33	14,932	1,300	135	16,097
Electric Cash Reserve	33,595	-	-	33,595	-	-	33,595
Electric Customer Deposit Sav	(175)	-	-	(175)	-	-	(175)
Electric Depreciation Sav	2,274	-	-	2,274	-	-	2,274
Electric Cash Reserve Sav	14	-	-	14	-	-	14
Electric Operating	83,799	629,650	516,082	197,367	626,477	536,807	287,037
Sewer Works Revenue	632	173	-	805	525	-	1,330
Sewer Col System Depr Sav	5,318	-	-	5,318	-	-	5,318
Sewer Plant Replacement Sav	10,281	-	-	10,281	-	-	10,281
Sewer Utl Oper. & Maint.	(104,557)	145,157	119,430	(78,830)	116,081	114,415	(77,164)
Sewer Cash Reserve	28,777	-	-	28,777	-	-	28,777
Water Utl Depreciation	67,206	-	-	67,206	-	51,071	16,135
Water Utl Customer Deposit	4,438	125	14	4,549	400	35	4,914
Water Utl Operating	(122,677)	242,724	170,738	(50,691)	188,229	181,278	(43,740)
Water Cash Reserve	14,372	-	-	14,372	-	-	14,372
Totals	<u>\$ 258,642</u>	<u>\$ 1,457,715</u>	<u>\$ 1,177,390</u>	<u>\$ 538,967</u>	<u>\$ 1,494,135</u>	<u>\$ 1,374,925</u>	<u>\$ 658,177</u>

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

TOWN OF ADVANCE  
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 ADVANCE  
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 ADVANCE  
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 ADVANCE  
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.

**Note 6. Pension Plan**

*Public Employees' Retirement Fund*

*Plan Description*

The Indiana Public Employees' Retirement Fund Defined Benefit Plan (PERF DB) is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB 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.

The Public Employees' Hybrid 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.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the 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 PERF Hybrid or the My Choice.

TOWN OF ADVANCE  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Financial Report*

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

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

*Contributions*

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

**Note 7. Cash Balance Deficits**

The financial statement contains some funds with deficits in cash. This is a result of previous management of the Town expending funds in excess of available fund balances.

**Note 8. Restatements**

For the year ended December 31, 2017, certain changes have been made to some of the beginning balances of the financial statement to more appropriately reflect financial activity of the Town. The following schedule presents a summary of restated beginning balances:

Fund	Balance as of December 31, 2016	Prior Period Adjustment	Balance as of January 1, 2017
Payroll	\$ (322,698)	\$ 331,087	\$ 8,389
General	185,319	(127,470)	57,849
Electric Operating	147,366	(63,567)	83,799
Sewer Utl Oper. & Maint.	(32,049)	(72,508)	(104,557)
Water Utl Operating	(55,134)	(67,543)	(122,677)

**Note 9. Subsequent Event**

On August 12, 2019, the Town was awarded a forgivable SRF loan in the amount of \$645,000 in regards to the wastewater treatment plant project.

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

	Donation Fund	Police Accident Report	Police Firearms Training	Vehicle Inspection	Police State Grant Fund	Police Grant Payroll	Payroll	L Rd & St Fund Investment
Cash and investments - beginning	\$ 7,646	\$ 142	\$ 5,561	\$ 91	\$ 66	\$ 175	\$ 8,389	\$ 79
Receipts:								
Taxes	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	1,726	-	-	-	-	-	107,556	-
Total receipts	1,726	-	-	-	-	-	107,556	-
Disbursements:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	180	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	108,332	-
Total disbursements	180	-	-	-	-	-	108,332	-
Excess (deficiency) of receipts over disbursements	1,546	-	-	-	-	-	(776)	-
Cash and investments - ending	\$ 9,192	\$ 142	\$ 5,561	\$ 91	\$ 66	\$ 175	\$ 7,613	\$ 79

TOWN OF ADVANCE  
 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 & Street	Law Enfor Cont Education	Park Fund	Rainy Day Fund	LIT- Local Income Tax/Do Not Use	Special LOIT Distribution 2016/LRDS
Cash and investments - beginning	\$ 57,849	\$ 28,595	\$ 21,131	\$ 1,805	\$ 15,305	\$ 18,570	\$ -	\$ 29,468
Receipts:								
Taxes	175,709	7,877	-	-	6,225	-	-	-
Licenses and permits	195	-	-	-	-	-	-	-
Intergovernmental receipts	21,210	19,541	6,148	-	1,196	-	-	-
Charges for services	12,789	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	45	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	2,012	132	-	-	1,725	-	-	-
Total receipts	211,915	27,550	6,148	45	9,146	-	-	-
Disbursements:								
Personal services	44,306	-	-	-	1,600	-	-	-
Supplies	5,880	645	2,415	-	258	-	-	-
Other services and charges	69,713	11,444	3,030	-	8,342	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	35,650	510	3,925	-	2,317	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	440	-	-	-	122	-	-	-
Total disbursements	155,989	12,599	9,370	-	12,639	-	-	-
Excess (deficiency) of receipts over disbursements	55,926	14,951	(3,222)	45	(3,493)	-	-	-
Cash and investments - ending	\$ 113,775	\$ 43,546	\$ 17,909	\$ 1,850	\$ 11,812	\$ 18,570	\$ -	\$ 29,468

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

	Excessive Levy	Cum Cap Imp	Cum Cap Dev	Local Road And Street Matching Grant Fund	LIT - Public Safety	Trash & Garbage Pickup	Electric Depreciation	Electric Meter Deposit
Cash and investments - beginning	\$ 215	\$ 6,442	\$ 9,784	\$ -	\$ -	\$ 6,442	\$ 3,000	\$ 14,590
Receipts:								
Taxes	-	-	4,584	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	1,160	980	-	47,917	-	-	-
Charges for services	-	-	-	-	-	20,326	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	375
Penalties	-	-	-	-	-	458	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	1,160	5,564	-	47,917	20,784	-	375
Disbursements:								
Personal services	-	-	-	-	17,235	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	28,499	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	1,944	2,580	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	33
Other disbursements	-	-	-	-	-	21,726	-	-
Total disbursements	-	1,944	2,580	-	45,734	21,726	-	33
Excess (deficiency) of receipts over disbursements	-	(784)	2,984	-	2,183	(942)	-	342
Cash and investments - ending	\$ 215	\$ 5,658	\$ 12,768	\$ -	\$ 2,183	\$ 5,500	\$ 3,000	\$ 14,932

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

	Electric Cash Reserve	Electric Customer Deposit Sav	Electric Depreciation Sav	Electric Cash Reserve Sav	Electric Operating	Sewer Works Revenue	Sewer Col System Depr Sav	Sewer Plant Replacement Sav
Cash and investments - beginning	\$ 33,595	\$ (175)	\$ 2,274	\$ 14	\$ 83,799	\$ 632	\$ 5,318	\$ 10,281
Receipts:								
Taxes	-	-	-	-	21	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	615,414	-	-	-
Penalties	-	-	-	-	10,502	-	-	-
Other receipts	-	-	-	-	3,713	173	-	-
Total receipts	-	-	-	-	629,650	173	-	-
Disbursements:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	140	-	-	-
Utility operating expenses	-	-	-	-	508,812	-	-	-
Other disbursements	-	-	-	-	7,130	-	-	-
Total disbursements	-	-	-	-	516,082	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	113,568	173	-	-
Cash and investments - ending	\$ 33,595	\$ (175)	\$ 2,274	\$ 14	\$ 197,367	\$ 805	\$ 5,318	\$ 10,281

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

	Sewer Utl Oper. & Maint.	Sewer Cash Reserve	Water Utl Depreciation	Water Utl Customer Deposit	Water Utl Operating	Water Cash Reserve	Totals
Cash and investments - beginning	\$ (104,557)	\$ 28,777	\$ 67,206	\$ 4,438	\$ (122,677)	\$ 14,372	\$ 258,642
Receipts:							
Taxes	-	-	-	-	-	-	194,416
Licenses and permits	-	-	-	-	-	-	195
Intergovernmental receipts	-	-	-	-	-	-	98,152
Charges for services	-	-	-	-	-	-	33,115
Fines and forfeits	-	-	-	-	-	-	45
Utility fees	109,691	-	-	125	160,028	-	885,633
Penalties	2,436	-	-	-	3,417	-	16,813
Other receipts	33,030	-	-	-	79,279	-	229,346
Total receipts	145,157	-	-	125	242,724	-	1,457,715
Disbursements:							
Personal services	-	-	-	-	-	-	63,141
Supplies	-	-	-	-	-	-	9,198
Other services and charges	5,490	-	-	-	5,490	-	132,188
Debt service - principal and interest	-	-	-	-	29,060	-	29,060
Capital outlay	-	-	-	-	5,925	-	52,991
Utility operating expenses	71,765	-	-	14	76,811	-	657,435
Other disbursements	42,175	-	-	-	53,452	-	233,377
Total disbursements	119,430	-	-	14	170,738	-	1,177,390
Excess (deficiency) of receipts over disbursements	25,727	-	-	111	71,986	-	280,325
Cash and investments - ending	\$ (78,830)	\$ 28,777	\$ 67,206	\$ 4,549	\$ (50,691)	\$ 14,372	\$ 538,967

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

	Donation Fund	Police Accident Report	Police Firearms Training	Vehicle Inspection	Police State Grant Fund	Police Grant Payroll	Payroll	L Rd & St Fund Investment
Cash and investments - beginning	\$ 9,192	\$ 142	\$ 5,561	\$ 91	\$ 66	\$ 175	\$ 7,613	\$ 79
Receipts:								
Taxes	-	-	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-	160,217	-
Total receipts	-	-	-	-	-	-	160,217	-
Disbursements:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	1,300	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-	160,370	-
Total disbursements	1,300	-	-	-	-	-	160,370	-
Excess (deficiency) of receipts over disbursements	(1,300)	-	-	-	-	-	(153)	-
Cash and investments - ending	\$ 7,892	\$ 142	\$ 5,561	\$ 91	\$ 66	\$ 175	\$ 7,460	\$ 79

TOWN OF ADVANCE  
 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 & Street	Law Enfor Cont Education	Park Fund	Rainy Day Fund	LIT- Local Income Tax/Do Not Use	Special LOIT Distribution 2016/LRDS
Cash and investments - beginning	\$ 113,775	\$ 43,546	\$ 17,909	\$ 1,850	\$ 11,812	\$ 18,570	\$ -	\$ 29,468
Receipts:								
Taxes	164,112	3,491	-	-	36,322	-	-	-
Licenses and permits	225	-	-	-	-	-	-	-
Intergovernmental receipts	17,279	22,906	8,256	-	6,886	-	-	-
Charges for services	1,867	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-
Other receipts	5,759	300	-	-	18,160	1,200	-	-
Total receipts	189,242	26,697	8,256	-	61,368	1,200	-	-
Disbursements:								
Personal services	70,518	-	-	-	1,600	-	-	-
Supplies	5,707	1,154	-	750	45	-	-	-
Other services and charges	66,918	4,270	1,679	-	7,852	-	-	4,000
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	16,934	969	92	-	17,808	-	-	15,000
Utility operating expenses	-	-	-	-	-	-	-	-
Other disbursements	1,793	-	-	-	122	-	-	-
Total disbursements	161,870	6,393	1,771	750	27,427	-	-	19,000
Excess (deficiency) of receipts over disbursements	27,372	20,304	6,485	(750)	33,941	1,200	-	(19,000)
Cash and investments - ending	\$ 141,147	\$ 63,850	\$ 24,394	\$ 1,100	\$ 45,753	\$ 19,770	\$ -	\$ 10,468

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

	Excessive Levy	Cum Cap Imp	Cum Cap Dev	Local Road And Street Matching Grant Fund	LIT - Public Safety	Trash & Garbage Pickup	Electric Depreciation	Electric Meter Deposit
Cash and investments - beginning	\$ 215	\$ 5,658	\$ 12,768	\$ -	\$ 2,183	\$ 5,500	\$ 3,000	\$ 14,932
Receipts:								
Taxes	-	-	4,797	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	1,115	916	35,979	50,817	-	-	-
Charges for services	-	-	-	-	-	20,086	-	-
Utility fees	-	-	-	-	-	-	-	1,300
Penalties	-	-	-	-	-	433	-	-
Other receipts	-	-	-	-	-	-	-	-
Total receipts	-	1,115	5,713	35,979	50,817	20,519	-	1,300
Disbursements:								
Personal services	-	-	-	-	24,010	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	35,979	25,270	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	2,500	3,100	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	105
Other disbursements	-	-	-	-	-	21,444	-	30
Total disbursements	-	2,500	3,100	35,979	49,280	21,444	-	135
Excess (deficiency) of receipts over disbursements	-	(1,385)	2,613	-	1,537	(925)	-	1,165
Cash and investments - ending	\$ 215	\$ 4,273	\$ 15,381	\$ -	\$ 3,720	\$ 4,575	\$ 3,000	\$ 16,097

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

	Electric Cash Reserve	Electric Customer Deposit Sav	Electric Depreciation Sav	Electric Cash Reserve Sav	Electric Operating	Sewer Works Revenue	Sewer Col System Depr Sav	Sewer Plant Replacement Sav
Cash and investments - beginning	\$ 33,595	\$ (175)	\$ 2,274	\$ 14	\$ 197,367	\$ 805	\$ 5,318	\$ 10,281
Receipts:								
Taxes	-	-	-	-	14	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	611,426	-	-	-
Penalties	-	-	-	-	11,720	-	-	-
Other receipts	-	-	-	-	3,317	525	-	-
Total receipts	-	-	-	-	626,477	525	-	-
Disbursements:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	528,727	-	-	-
Other disbursements	-	-	-	-	8,080	-	-	-
Total disbursements	-	-	-	-	536,807	-	-	-
Excess (deficiency) of receipts over disbursements	-	-	-	-	89,670	525	-	-
Cash and investments - ending	\$ 33,595	\$ (175)	\$ 2,274	\$ 14	\$ 287,037	\$ 1,330	\$ 5,318	\$ 10,281

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

	Sewer Utl Oper. & Maint.	Sewer Cash Reserve	Water Utl Depreciation	Water Utl Customer Deposit	Water Utl Operating	Water Cash Reserve	Totals
Cash and investments - beginning	\$ (78,830)	\$ 28,777	\$ 67,206	\$ 4,549	\$ (50,691)	\$ 14,372	\$ 538,967
Receipts:							
Taxes	-	-	-	-	-	-	208,736
Licenses and permits	-	-	-	-	-	-	225
Intergovernmental receipts	-	-	-	-	-	-	144,154
Charges for services	-	-	-	-	-	-	21,953
Utility fees	109,660	-	-	400	164,777	-	887,563
Penalties	2,496	-	-	-	4,017	-	18,666
Other receipts	3,925	-	-	-	19,435	-	212,838
Total receipts	116,081	-	-	400	188,229	-	1,494,135
Disbursements:							
Personal services	-	-	-	-	-	-	96,128
Supplies	-	-	-	-	-	-	7,656
Other services and charges	4,000	-	-	-	17,516	-	168,784
Debt service - principal and interest	-	-	-	-	28,700	-	28,700
Capital outlay	-	-	-	-	1,436	-	57,839
Utility operating expenses	73,257	-	51,071	35	79,759	-	732,954
Other disbursements	37,158	-	-	-	53,867	-	282,864
Total disbursements	114,415	-	51,071	35	181,278	-	1,374,925
Excess (deficiency) of receipts over disbursements	1,666	-	(51,071)	365	6,951	-	119,210
Cash and investments - ending	\$ (77,164)	\$ 28,777	\$ 16,135	\$ 4,914	\$ (43,740)	\$ 14,372	\$ 658,177

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

Government or Enterprise	Accounts Payable	Accounts Receivable
Trash	\$ 1,740	\$ 287
Electric	69,326	9,302
Wastewater	10,257	1,782
Water	5,054	2,873
Governmental activities	933	306
Totals	\$ 87,310	\$ 14,550

TOWN OF ADVANCE  
 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:			
Revenue bonds	Water Tower Bond	\$ 454,000	\$ 36,341
Totals		<u>\$ 454,000</u>	<u>\$ 36,341</u>

TOWN OF ADVANCE  
SCHEDULE OF CAPITAL ASSETS  
December 31, 2018

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

	Ending Balance
Governmental activities:	
Land	\$ 150,000
Infrastructure	150,000
Buildings	950,000
Improvements other than buildings	30,000
Machinery, equipment, and vehicles	<u>277,664</u>
Total governmental activities	<u>1,557,664</u>
Electric:	
Land	20,000
Infrastructure	400,000
Buildings	39,000
Improvements other than buildings	<u>25,000</u>
Total Electric	<u>484,000</u>
Wastewater:	
Land	20,000
Infrastructure	400,000
Buildings	1,923,000
Improvements other than buildings	20,000
Machinery, equipment, and vehicles	<u>107,705</u>
Total Wastewater	<u>2,470,705</u>
Water:	
Land	20,000
Infrastructure	1,030,225
Buildings	381,000
Improvements other than buildings	10,000
Machinery, equipment, and vehicles	<u>131,664</u>
Total Water	<u>1,572,889</u>
Total capital assets	<u>\$ 6,085,258</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/>.