

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

FINANCIAL STATEMENTS AUDIT REPORT

OF

TOWN OF NEW PALESTINE

HANCOCK COUNTY, INDIANA

January 1, 2016 to December 31, 2018



FILED
12/26/2019

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Becky Hilligoss	01-01-16 to 12-31-19
President of the Town Council	Larry Jonas	01-01-16 to 12-31-16
	Jan Jarson	01-01-17 to 12-31-17
	Clint Bledsoe	01-01-18 to 12-31-18
	Brandee Bastin	01-01-19 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 NEW PALESTINE, HANCOCK COUNTY, INDIANA

Report on the Financial Statements

We have audited the accompanying financial statements of the Town of New Palestine (Town), which comprise the financial position and results of operations for the period of January 1, 2016 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, 2016 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, 2016 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, 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 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

November 21, 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 NEW PALESTINE
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Years Ended December 31, 2016 and 2017

Fund	Cash and Investments 01-01-16	Receipts	Disbursements	Cash and Investments 12-31-16	Receipts	Disbursements	Cash and Investments 12-31-17
General	\$ 624,351	\$ 795,729	\$ 710,494	\$ 709,586	\$ 855,374	\$ 774,016	\$ 790,944
Motor Vehicle Highway	300,139	181,573	192,268	289,444	162,251	199,497	252,198
Local Roads And Streets	78,244	20,346	24,883	73,707	32,597	7,036	99,268
Law Enforcement Continuing Ed	4,671	4,220	1,160	7,731	1,794	3,540	5,985
Rainy Day	56,115	111,707	112	167,710	-	-	167,710
Economic Dev Income Tax	70,137	36,723	26,831	80,029	41,689	6,700	115,018
LOIT Special Distribution	-	114,548	-	114,548	-	-	114,548
Cum Capital Development	84,001	41,612	44,029	81,584	44,179	9,953	115,810
Police - Contributions	500	-	-	500	-	-	500
Cum Capital Improvement	45,100	5,238	5,001	45,337	4,998	-	50,335
Local Option Income	83,043	78,374	68,695	92,722	83,505	88,163	88,064
Grant /Contribution from Private	-	8,000	8,000	-	-	-	-
Rental Non Reverting Fund	-	750	750	-	1,050	1,050	-
Payroll	-	680,531	680,531	-	847,787	847,787	-
Sewer Stormwater	-	34,169	9,762	24,407	74,213	43,994	54,626
Wastewater Construction	-	-	-	-	578,769	578,769	-
Wastewater Debt Reserve	148,672	1,208	-	149,880	1,108	30,271	120,717
Wastewater -Operating	88,320	707,676	677,486	118,510	751,926	799,225	71,211
Wastewater Improvement	596,088	123,150	150,404	568,834	257,739	493,056	333,517
Wastewater Bond & Interest	4,361	52,368	52,330	4,399	196,391	200,790	-
Totals	<u>\$ 2,183,742</u>	<u>\$ 2,997,922</u>	<u>\$ 2,652,736</u>	<u>\$ 2,528,928</u>	<u>\$ 3,935,370</u>	<u>\$ 4,083,847</u>	<u>\$ 2,380,451</u>

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

TOWN OF NEW PALESTINE
STATEMENT OF RECEIPTS, DISBURSEMENTS, AND
CASH AND INVESTMENT BALANCES - REGULATORY BASIS
For the Year Ended December 31, 2018

Fund	Cash and Investments 01-01-18	Receipts	Disbursements	Cash and Investments 12-31-18
General	\$ 790,944	\$ 1,039,246	\$ 847,158	\$ 983,032
Motor Vehicle Highway	252,198	180,735	220,228	212,705
Local Roads And Streets	99,268	55,093	37,870	116,491
Law Enforcement Continuing Ed	5,985	2,197	4,000	4,182
Rainy Day	167,710	80,416	11,532	236,594
Economic Dev Income Tax	115,018	51,000	36,000	130,018
LOIT Special Distribution	114,548	-	-	114,548
Cum Capital Development	115,810	49,114	72,650	92,274
Police - Contributions	500	6,174	-	6,674
Cum Capital Improvement	50,335	8,554	12,500	46,389
Local Option Income	88,064	93,728	111,730	70,062
Rental Non Reverting Fund	-	1,100	1,050	50
Local Road & Bridge Matching Grant Non Reverting	-	296,825	296,825	-
Law Enforcement Investigation Aid	-	5,111	3,094	2,017
Payroll	-	904,983	904,983	-
Sewer Stormwater	54,626	74,951	91,519	38,058
Wastewater Construction	-	2,404,029	2,404,029	-
Wastewater Bond & Interest 2017 Bond	-	76,212	16,949	59,263
Wastewater Debt Reserve 2017 Bond	-	45,070	-	45,070
Wastewater Debt Reserve	120,717	205	120,922	-
Wastewater -Operating	71,211	1,094,647	896,051	269,807
Wastewater Improvement	333,517	328,973	148,456	514,034
Totals	<u>\$ 2,380,451</u>	<u>\$ 6,798,363</u>	<u>\$ 6,237,546</u>	<u>\$ 2,941,268</u>

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

TOWN OF NEW PALESTINE
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 NEW PALESTINE
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.

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 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 NEW PALESTINE
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 NEW PALESTINE
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 Plans

A. 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 NEW PALESTINE
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.

B. Additional Pension Plan

The Town also contributes to an additional pension plan unique to the Town. Information regarding this plan may be obtained from the Town.

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

	General	Motor Vehicle Highway	Local Roads And Streets	Law Enforcement Continuing Ed	Rainy Day	Economic Dev Income Tax	LOIT Special Distribution
Cash and investments - beginning	\$ 624,351	\$ 300,139	\$ 78,244	\$ 4,671	\$ 56,115	\$ 70,137	\$ -
Receipts:							
Taxes	385,924	55,684	-	-	-	-	114,548
Licenses and permits	35,770	1,052	-	3,450	-	-	-
Intergovernmental receipts	319,059	124,362	20,346	-	103,183	36,723	-
Charges for services	12,008	-	-	100	-	-	-
Fines and forfeits	959	-	-	375	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	42,009	475	-	295	8,524	-	-
Total receipts	795,729	181,573	20,346	4,220	111,707	36,723	114,548
Disbursements:							
Personal services	426,948	88,658	-	-	-	-	-
Supplies	38,219	33,779	-	-	-	-	-
Other services and charges	139,966	13,843	676	1,160	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	13,469	49,355	24,207	-	112	26,831	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	91,892	6,633	-	-	-	-	-
Total disbursements	710,494	192,268	24,883	1,160	112	26,831	-
Excess (deficiency) of receipts over disbursements	85,235	(10,695)	(4,537)	3,060	111,595	9,892	114,548
Cash and investments - ending	\$ 709,586	\$ 289,444	\$ 73,707	\$ 7,731	\$ 167,710	\$ 80,029	\$ 114,548

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

	Cum Capital Development	Police - Contributions	Cum Capital Improvement	Local Option Income	Grant /Contribution from Private	Rental Non Reverting Fund	Payroll
Cash and investments - beginning	\$ 84,001	\$ 500	\$ 45,100	\$ 83,043	\$ -	\$ -	\$ -
Receipts:							
Taxes	37,627	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	3,985	-	5,238	78,374	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	-	8,000	750	680,531
Total receipts	<u>41,612</u>	<u>-</u>	<u>5,238</u>	<u>78,374</u>	<u>8,000</u>	<u>750</u>	<u>680,531</u>
Disbursements:							
Personal services	-	-	-	46,845	-	-	472,678
Supplies	-	-	-	2,700	-	-	-
Other services and charges	-	-	-	3,346	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	44,029	-	5,001	12,696	8,000	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	3,108	-	750	207,853
Total disbursements	<u>44,029</u>	<u>-</u>	<u>5,001</u>	<u>68,695</u>	<u>8,000</u>	<u>750</u>	<u>680,531</u>
Excess (deficiency) of receipts over disbursements	<u>(2,417)</u>	<u>-</u>	<u>237</u>	<u>9,679</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 81,584</u>	<u>\$ 500</u>	<u>\$ 45,337</u>	<u>\$ 92,722</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Sewer Stormwater	Wastewater Construction	Wastewater Debt Reserve	Wastewater -Operating	Wastewater Improvement	Wastewater Bond & Interest	Totals
Cash and investments - beginning	\$ -	\$ -	\$ 148,672	\$ 88,320	\$ 596,088	\$ 4,361	\$ 2,183,742
Receipts:							
Taxes	-	-	-	-	-	-	593,783
Licenses and permits	-	-	-	-	-	-	40,272
Intergovernmental receipts	-	-	-	-	-	-	691,270
Charges for services	-	-	-	-	-	-	12,108
Fines and forfeits	-	-	-	-	-	-	1,334
Utility fees	33,789	-	-	685,991	95,150	-	814,930
Penalties	380	-	-	12,085	-	-	12,465
Other receipts	-	-	1,208	9,600	28,000	52,368	831,760
Total receipts	<u>34,169</u>	<u>-</u>	<u>1,208</u>	<u>707,676</u>	<u>123,150</u>	<u>52,368</u>	<u>2,997,922</u>
Disbursements:							
Personal services	-	-	-	219,128	-	-	1,254,257
Supplies	-	-	-	-	-	-	74,698
Other services and charges	-	-	-	93,882	-	-	252,873
Debt service - principal and interest	-	-	-	-	-	52,330	52,330
Capital outlay	3,994	-	-	826	61,583	-	250,103
Utility operating expenses	5,768	-	-	283,280	-	-	289,048
Other disbursements	-	-	-	80,370	88,821	-	479,427
Total disbursements	<u>9,762</u>	<u>-</u>	<u>-</u>	<u>677,486</u>	<u>150,404</u>	<u>52,330</u>	<u>2,652,736</u>
Excess (deficiency) of receipts over disbursements	<u>24,407</u>	<u>-</u>	<u>1,208</u>	<u>30,190</u>	<u>(27,254)</u>	<u>38</u>	<u>345,186</u>
Cash and investments - ending	<u>\$ 24,407</u>	<u>\$ -</u>	<u>\$ 149,880</u>	<u>\$ 118,510</u>	<u>\$ 568,834</u>	<u>\$ 4,399</u>	<u>\$ 2,528,928</u>

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

	General	Motor Vehicle Highway	Local Roads And Streets	Law Enforcement Continuing Ed	Rainy Day	Economic Dev Income Tax	LOIT Special Distribution
Cash and investments - beginning	\$ 709,586	\$ 289,444	\$ 73,707	\$ 7,731	\$ 167,710	\$ 80,029	\$ 114,548
Receipts:							
Taxes	661,755	31,842	-	-	-	41,689	-
Licenses and permits	35,823	1,915	-	1,210	-	-	-
Intergovernmental receipts	119,364	128,258	26,297	-	-	-	-
Charges for services	12,014	-	-	199	-	-	-
Fines and forfeits	6,687	-	-	385	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	19,731	236	6,300	-	-	-	-
Total receipts	855,374	162,251	32,597	1,794	-	41,689	-
Disbursements:							
Personal services	438,932	100,152	-	-	-	-	-
Supplies	42,247	20,461	-	1,709	-	-	-
Other services and charges	126,960	14,454	-	1,831	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	5,361	57,480	6,300	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	160,516	6,950	736	-	-	6,700	-
Total disbursements	774,016	199,497	7,036	3,540	-	6,700	-
Excess (deficiency) of receipts over disbursements	81,358	(37,246)	25,561	(1,746)	-	34,989	-
Cash and investments - ending	\$ 790,944	\$ 252,198	\$ 99,268	\$ 5,985	\$ 167,710	\$ 115,018	\$ 114,548

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

	Cum Capital Development	Police - Contributions	Cum Capital Improvement	Local Option Income	Grant /Contribution from Private	Rental Non Reverting Fund	Payroll
Cash and investments - beginning	\$ 81,584	\$ 500	\$ 45,337	\$ 92,722	\$ -	\$ -	\$ -
Receipts:							
Taxes	39,736	-	-	83,505	-	-	-
Licenses and permits	-	-	-	-	-	-	-
Intergovernmental receipts	4,443	-	4,998	-	-	-	-
Charges for services	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-
Other receipts	-	-	-	-	-	1,050	847,787
Total receipts	<u>44,179</u>	<u>-</u>	<u>4,998</u>	<u>83,505</u>	<u>-</u>	<u>1,050</u>	<u>847,787</u>
Disbursements:							
Personal services	-	-	-	56,206	-	-	603,494
Supplies	-	-	-	7,109	-	-	-
Other services and charges	-	-	-	2,169	-	-	-
Debt service - principal and interest	-	-	-	-	-	-	-
Capital outlay	9,953	-	-	18,812	-	-	-
Utility operating expenses	-	-	-	-	-	-	-
Other disbursements	-	-	-	3,867	-	1,050	244,293
Total disbursements	<u>9,953</u>	<u>-</u>	<u>-</u>	<u>88,163</u>	<u>-</u>	<u>1,050</u>	<u>847,787</u>
Excess (deficiency) of receipts over disbursements	<u>34,226</u>	<u>-</u>	<u>4,998</u>	<u>(4,658)</u>	<u>-</u>	<u>-</u>	<u>-</u>
Cash and investments - ending	<u>\$ 115,810</u>	<u>\$ 500</u>	<u>\$ 50,335</u>	<u>\$ 88,064</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

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

	Sewer Stormwater	Wastewater Construction	Wastewater Debt Reserve	Wastewater -Operating	Wastewater Improvement	Wastewater Bond & Interest	Totals
Cash and investments - beginning	\$ 24,407	\$ -	\$ 149,880	\$ 118,510	\$ 568,834	\$ 4,399	\$ 2,528,928
Receipts:							
Taxes	-	-	-	-	-	-	858,527
Licenses and permits	-	-	-	-	-	-	38,948
Intergovernmental receipts	-	-	-	-	-	-	283,360
Charges for services	-	-	-	-	-	-	12,213
Fines and forfeits	-	-	-	-	-	-	7,072
Utility fees	72,193	-	-	732,973	119,625	-	924,791
Penalties	1,196	-	-	13,334	-	-	14,530
Other receipts	824	578,769	1,108	5,619	138,114	196,391	1,795,929
Total receipts	74,213	578,769	1,108	751,926	257,739	196,391	3,935,370
Disbursements:							
Personal services	20,000	-	-	271,750	-	-	1,490,534
Supplies	-	-	-	-	-	-	71,526
Other services and charges	-	-	-	104,125	-	-	249,539
Debt service - principal and interest	-	-	-	-	-	200,790	200,790
Capital outlay	-	578,769	-	9,952	493,056	-	1,179,683
Utility operating expenses	23,994	-	-	304,405	-	-	328,399
Other disbursements	-	-	30,271	108,993	-	-	563,376
Total disbursements	43,994	578,769	30,271	799,225	493,056	200,790	4,083,847
Excess (deficiency) of receipts over disbursements	30,219	-	(29,163)	(47,299)	(235,317)	(4,399)	(148,477)
Cash and investments - ending	\$ 54,626	\$ -	\$ 120,717	\$ 71,211	\$ 333,517	\$ -	\$ 2,380,451

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

	General	Motor Vehicle Highway	Local Roads And Streets	Law Enforcement Continuing Ed	Rainy Day	Economic Dev Income Tax
Cash and investments - beginning	\$ 790,944	\$ 252,198	\$ 99,268	\$ 5,985	\$ 167,710	\$ 115,018
Receipts:						
Taxes	713,348	32,203	-	-	-	44,590
Licenses and permits	36,126	1,400	-	1,330	-	-
Intergovernmental receipts	124,484	146,887	36,521	-	-	-
Charges for services	12,478	-	-	215	-	-
Fines and forfeits	1,174	-	-	652	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	151,636	245	18,572	-	80,416	6,410
Total receipts	1,039,246	180,735	55,093	2,197	80,416	51,000
Disbursements:						
Personal services	431,316	110,179	-	-	-	-
Supplies	51,406	22,778	-	3,950	-	-
Other services and charges	238,983	16,281	-	50	10,832	18,966
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	14,876	14,628	37,144	-	700	14,018
Utility operating expenses	-	-	-	-	-	-
Other disbursements	110,577	56,362	726	-	-	3,016
Total disbursements	847,158	220,228	37,870	4,000	11,532	36,000
Excess (deficiency) of receipts over disbursements	192,088	(39,493)	17,223	(1,803)	68,884	15,000
Cash and investments - ending	\$ 983,032	\$ 212,705	\$ 116,491	\$ 4,182	\$ 236,594	\$ 130,018

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

	LOIT Special Distribution	Cum Capital Development	Police - Contributions	Cum Capital Improvement	Local Option Income	Rental Non Reverting Fund
Cash and investments - beginning	\$ 114,548	\$ 115,810	\$ 500	\$ 50,335	\$ 88,064	\$ -
Receipts:						
Taxes	-	42,733	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	4,814	-	4,804	92,363	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	1,567	6,174	3,750	1,365	1,100
Total receipts	-	49,114	6,174	8,554	93,728	1,100
Disbursements:						
Personal services	-	-	-	-	62,673	-
Supplies	-	-	-	-	-	-
Other services and charges	-	4,469	-	7,500	13,100	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	42,775	-	5,000	31,614	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	25,406	-	-	4,343	1,050
Total disbursements	-	72,650	-	12,500	111,730	1,050
Excess (deficiency) of receipts over disbursements	-	(23,536)	6,174	(3,946)	(18,002)	50
Cash and investments - ending	\$ 114,548	\$ 92,274	\$ 6,674	\$ 46,389	\$ 70,062	\$ 50

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

	Local Road & Bridge Matching Grant Non Reverting	Law Enforcement Investigation Aid	Payroll	Sewer Stormwater	Wastewater Construction	Wastewater Bond & Interest 2017 Bond
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 54,626	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	222,619	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	5,111	-	-	-	-
Utility fees	-	-	-	73,906	-	-
Penalties	-	-	-	1,042	-	-
Other receipts	74,206	-	904,983	3	2,404,029	76,212
Total receipts	296,825	5,111	904,983	74,951	2,404,029	76,212
Disbursements:						
Personal services	-	-	662,077	20,074	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	16,949
Capital outlay	296,825	-	-	-	2,404,029	-
Utility operating expenses	-	-	-	71,445	-	-
Other disbursements	-	3,094	242,906	-	-	-
Total disbursements	296,825	3,094	904,983	91,519	2,404,029	16,949
Excess (deficiency) of receipts over disbursements	-	2,017	-	(16,568)	-	59,263
Cash and investments - ending	\$ -	\$ 2,017	\$ -	\$ 38,058	\$ -	\$ 59,263

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

	Wastewater Debt Reserve 2017 Bond	Wastewater Debt Reserve	Wastewater -Operating	Wastewater Improvement	Totals
Cash and investments - beginning	\$ -	\$ 120,717	\$ 71,211	\$ 333,517	\$ 2,380,451
Receipts:					
Taxes	-	-	-	-	832,874
Licenses and permits	-	-	-	-	38,856
Intergovernmental receipts	-	-	-	-	632,492
Charges for services	-	-	-	-	12,693
Fines and forfeits	-	-	-	-	6,937
Utility fees	-	-	1,075,186	-	1,149,092
Penalties	-	-	18,054	-	19,096
Other receipts	45,070	205	1,407	328,973	4,106,323
Total receipts	45,070	205	1,094,647	328,973	6,798,363
Disbursements:					
Personal services	-	-	281,559	-	1,567,878
Supplies	-	-	-	-	78,134
Other services and charges	-	-	98,724	-	408,905
Debt service - principal and interest	-	-	-	-	16,949
Capital outlay	-	-	58,680	27,756	2,948,045
Utility operating expenses	-	-	336,750	-	408,195
Other disbursements	-	120,922	120,338	120,700	809,440
Total disbursements	-	120,922	896,051	148,456	6,237,546
Excess (deficiency) of receipts over disbursements	45,070	(120,717)	198,596	180,517	560,817
Cash and investments - ending	\$ 45,070	\$ -	\$ 269,807	\$ 514,034	\$ 2,941,268

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TOWN OF NEW PALESTINE
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2018

Government or Enterprise	Accounts Payable	Accounts Receivable
Wastewater Utility	\$ 1,865	\$ 29,083
Governmental activities	<u>372</u>	<u>550</u>
Totals	<u><u>\$ 2,237</u></u>	<u><u>\$ 29,633</u></u>

TOWN OF NEW PALESTINE
 SCHEDULE OF LEASES AND DEBT
 December 31, 2018

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
First Farmer Bank & Trust	2018 Ford Explorer	\$ 12,972	12/31/2018	5/31/2020
First Farmer Bank & Trust	2017 Ford Interceptor	<u>10,745</u>	5/19/2017	5/19/2020
Total governmental activities		<u>23,717</u>		
Total of annual lease payments		<u>\$ 23,717</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Wastewater Utility: Revenue bonds	Wastewater Plant Expansion	\$ 3,620,000	\$ 222,400
Totals		<u>\$ 3,620,000</u>	<u>\$ 222,400</u>

TOWN OF NEW PALESTINE
 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.

	<u>Ending Balance</u>
Governmental activities:	
Land	\$ 54,463
Infrastructure	4,656,248
Buildings	1,138,219
Improvements other than buildings	215,164
Machinery, equipment, and vehicles	<u>478,831</u>
Total governmental activities	<u>6,542,925</u>
Wastewater Utility:	
Land	89,327
Infrastructure	4,829,229
Buildings	451,754
Improvements other than buildings	22,596
Machinery, equipment, and vehicles	1,853,864
Construction in progress	<u>2,404,029</u>
Total Wastewater Utility	<u>9,650,799</u>
Total capital assets	<u>\$ 16,193,724</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/>.