

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

FINANCIAL STATEMENT AUDIT REPORT

OF

TOWN OF SHIPSHEWANA

LAGRANGE COUNTY, INDIANA

January 1, 2017 to December 31, 2018



**FILED**  
04/09/2020



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Ruth Ann Downey	01-01-16 to 12-31-23
President of the Town Council	C. Arlene Lazzaro Elmer Mast Tad Hite	01-01-17 to 12-31-17 01-01-18 to 12-31-18 01-01-19 to 12-31-20
President of the Storm Water Management District	Christine A. Yoder	01-01-17 to 12-31-20
Superintendent of Water Utility	Josh Koontz David West	01-01-17 to 12-31-17 01-01-18 to 12-31-20
Superintendent of Wastewater Utility	(Vacant) Sean Neeley	01-01-17 to 12-31-17 01-01-18 to 12-31-20
Superintendent of Storm Water Utility	Roger Owsley	01-01-17 to 12-31-20



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE TOWN OF SHIP SHEWANA, LAGRANGE COUNTY, INDIANA

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

We have audited the accompanying financial statement of the Town of Shipshewana (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*  
Paul D. Joyce, CPA  
State Examiner

March 26, 2020

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

Fund	Cash and Investments 01-01-17	Receipts	Disbursements	Cash and Investments 12-31-17	Receipts	Disbursements	Cash and Investments 12-31-18
General Fund	\$ 1,440,561	\$ 976,669	\$ 746,938	\$ 1,670,292	\$ 1,097,390	\$ 950,595	\$ 1,817,087
Motor Vehicle Highway	241,410	257,843	195,377	303,876	250,336	230,753	323,459
Local Roads & Streets	21,478	5,010	-	26,488	7,357	-	33,845
Local Law Enforcement	2,720	1,912	2,000	2,632	2,369	1,450	3,551
Riverboat Wagering Tax	14,004	3,926	2,500	15,430	3,898	2,500	16,828
Park Fund	29,204	50,013	53,688	25,529	53,586	49,671	29,444
Fire Fund	67,989	145,828	125,536	88,281	110,372	134,420	64,233
Rainy Day	161,569	1,861	-	163,430	86,956	-	250,386
LOIT Special Distribution	257,128	2,981	-	260,109	1,556	257,842	3,823
Cumulative Capital Development	419,363	38,414	26,656	431,121	47,435	55,676	422,880
Cum Fire Bld & Equip	12,082	22,669	-	34,751	26,806	15,854	45,703
Cumulative Capital Improvement	86,141	2,576	-	88,717	3,043	17,572	74,188
CEDIT	238,176	175,596	65,167	348,605	144,846	63,192	430,259
TIF Fund	647,504	1,890,859	23,906	2,514,457	512,369	775,861	2,250,965
LOIT - Public Safety	-	-	-	-	145,602	85,270	60,332
Police Grant	-	35,400	35,400	-	-	-	-
State Grant Community Crossings	-	-	-	-	723,558	715,360	8,198
Gift#1 Miscellaneous	1,692	946	472	2,166	192	717	1,641
Gift#2 Fire	57,403	59,813	48,422	68,794	53,736	93,289	29,241
Gift #4 Police	15,058	20,620	21,944	13,734	16,430	14,465	15,699
Appreciation Fund	102	2,500	2,110	492	2,500	1,750	1,242
Storm Water Debt	36,610	70,624	71,648	35,586	69,762	69,690	35,658
Food & Beverage Tax	445,190	127,425	82,413	490,202	138,082	70,732	557,552
Payroll Fund	2,942	705,139	704,529	3,552	793,566	793,851	3,267
Utilities Merchant Account	1,000	-	-	1,000	-	-	1,000
Storm Water Cash Operating	65,461	89,714	95,159	60,016	110,154	126,640	43,530
Storm Water Construction	318,936	65,992	-	384,928	81,388	-	466,316
Sewer Cash Operating	238,416	480,227	467,570	251,073	541,745	524,293	268,525
Sewer Improvement/Replacement	883,561	196,581	29,706	1,050,436	166,938	17,400	1,199,974
Water Cash Operating	374,158	485,265	449,778	409,645	518,838	484,904	443,579
Water Work Improvement	815,523	176,000	64,143	927,380	215,000	227,450	914,930
Customer Deposit (Meter)	3,325	1,000	800	3,525	907	900	3,532
Event Center Merchant Account	1,000	-	-	1,000	-	1,000	-
Town Center Debt Fund	404,500	2,500	173,000	234,000	-	-	234,000
Town Center Event	578,707	215,262	133,037	660,932	75,052	34,469	701,515
Totals	\$ 7,882,913	\$ 6,311,165	\$ 3,621,899	\$ 10,572,179	\$ 6,001,769	\$ 5,817,566	\$ 10,756,382

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

TOWN OF SHIPSHEWANA  
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 SHIPSHEWANA  
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 SHIPSHEWANA  
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 SHIPSHEWANA  
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. Retirement Plan**

*SIMPLE IRA (Savings Incentive Match Plan for Employees Individual Retirement Account)*

The Town offers a SIMPLE IRA plan as a retirement benefit. Full-time employees are eligible to participate in the SIMPLE IRA. The plan is funded by both employee and Town contributions. Employees are eligible to participate in the plan by electing to make salary reduction contributions. The Town shall match the employee's elective deferral on a dollar-for-dollar basis, equal to the employee's salary reduction contribution up to a 3 percent limit of the employee's compensation for the year.

**Note 7. Holding Corporation**

The Town has entered into a capital lease with the Shipshewana Building Corp. (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the Town. The lessor has been determined to be a related-party of the Town. Lease payments during the years 2017 and 2018, totaled \$54,220 and \$52,200, respectively.

**Note 8. Subsequent Events**

On March 14, 2019, the Town awarded the 2019 Street Improvement Project to Niblock Excavating for \$1,239,262. In addition, on October 10, 2019, the Town received notice of a preliminary award for the Community Crossings grant in the amount of \$720,000, to complete E. Middlebury Street Project to E. Corporation Limits.

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#### OTHER INFORMATION - UNAUDITED

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

Differences may be noted between the financial information presented in the financial 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.

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

	General Fund	Motor Vehicle Highway	Local Roads & Streets	Local Law Enforcement	Riverboat Wagering Tax	Park Fund	Fire Fund	Rainy Day	LOIT Special Distribution
Cash and investments - beginning	\$ 1,440,561	\$ 241,410	\$ 21,478	\$ 2,720	\$ 14,004	\$ 29,204	\$ 67,989	\$ 161,569	\$ 257,128
Receipts:									
Taxes	918,397	215,315	-	-	-	32,318	50,506	-	-
Licenses and permits	1,200	550	-	210	-	-	-	-	-
Intergovernmental receipts	20,580	37,347	4,783	-	3,898	1,251	1,954	-	-
Charges for services	294	-	-	545	-	15,828	92,860	-	-
Fines and forfeits	-	-	-	1,157	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-
Other receipts	36,198	4,631	227	-	28	616	508	1,861	2,981
Total receipts	976,669	257,843	5,010	1,912	3,926	50,013	145,828	1,861	2,981
Disbursements:									
Personal services	388,899	42,812	-	-	-	20,276	40,518	-	-
Supplies	46,070	16,894	-	650	-	7,673	6,248	-	-
Other services and charges	254,228	89,175	-	1,350	-	22,498	64,196	-	-
Debt service - principal and interest	-	-	-	-	-	-	-	-	-
Capital outlay	29,207	43,928	-	-	-	-	11,430	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-
Other disbursements	28,534	2,568	-	-	2,500	3,241	3,144	-	-
Total disbursements	746,938	195,377	-	2,000	2,500	53,688	125,536	-	-
Excess (deficiency) of receipts over disbursements	229,731	62,466	5,010	(88)	1,426	(3,675)	20,292	1,861	2,981
Cash and investments - ending	\$ 1,670,292	\$ 303,876	\$ 26,488	\$ 2,632	\$ 15,430	\$ 25,529	\$ 88,281	\$ 163,430	\$ 260,109

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

	Cumulative Capital Development	Cum Fire Bld & Equip	Cumulative Capital Improvement	CREDIT	TIF Fund	LOIT - Public Safety	Police Grant	State Grant Community Crossings	Gift#1 Miscellaneous
Cash and investments - beginning	\$ 419,363	\$ 12,082	\$ 86,141	\$ 238,176	\$ 647,504	\$ -	\$ -	\$ -	\$ 1,692
Receipts:									
Taxes	32,528	21,615	-	170,984	467,427	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental receipts	1,260	838	1,600	-	-	-	-	-	-
Charges for services	-	-	-	-	14,506	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-
Other receipts	4,626	216	976	4,612	1,408,926	-	35,400	-	946
Total receipts	38,414	22,669	2,576	175,596	1,890,859	-	35,400	-	946
Disbursements:									
Personal services	-	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	16	-	-	-	-
Other services and charges	356	-	-	3,484	23,294	-	-	-	227
Debt service - principal and interest	-	-	-	52,120	-	-	-	-	-
Capital outlay	26,300	-	-	-	596	-	35,400	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	9,563	-	-	-	-	245
Total disbursements	26,656	-	-	65,167	23,906	-	35,400	-	472
Excess (deficiency) of receipts over disbursements	11,758	22,669	2,576	110,429	1,866,953	-	-	-	474
Cash and investments - ending	\$ 431,121	\$ 34,751	\$ 88,717	\$ 348,605	\$ 2,514,457	\$ -	\$ -	\$ -	\$ 2,166

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

	Gift#2 Fire	Gift #4 Police	Appreciation Fund	Storm Water Debt	Food & Beverage Tax	Payroll Fund	Utilities Merchant Account	Storm Water Cash Operating	Storm Water Construction
Cash and investments - beginning	\$ 57,403	\$ 15,058	\$ 102	\$ 36,610	\$ 445,190	\$ 2,942	\$ 1,000	\$ 65,461	\$ 318,936
Receipts:									
Taxes	-	-	-	67,994	122,316	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	2,570	-	-	-	-	-
Charges for services	200	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	88,382	17,000
Penalties	-	-	-	-	-	-	-	389	-
Other receipts	59,613	20,620	2,500	60	5,109	705,139	-	943	48,992
Total receipts	59,813	20,620	2,500	70,624	127,425	705,139	-	89,714	65,992
Disbursements:									
Personal services	-	-	-	-	4,357	477,125	-	23,496	-
Supplies	2,390	3,022	256	-	2,533	-	-	-	-
Other services and charges	9,738	4,605	584	400	16,880	16,393	-	452	-
Debt service - principal and interest	-	-	-	71,248	-	-	-	-	-
Capital outlay	26,869	5,301	-	-	57,932	-	-	3,696	-
Utility operating expenses	-	-	-	-	-	-	-	22,515	-
Other disbursements	9,425	9,016	1,270	-	711	211,011	-	45,000	-
Total disbursements	48,422	21,944	2,110	71,648	82,413	704,529	-	95,159	-
Excess (deficiency) of receipts over disbursements	11,391	(1,324)	390	(1,024)	45,012	610	-	(5,445)	65,992
Cash and investments - ending	\$ 68,794	\$ 13,734	\$ 492	\$ 35,586	\$ 490,202	\$ 3,552	\$ 1,000	\$ 60,016	\$ 384,928

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

	Sewer Cash Operating	Sewer Improvement/ Replacement	Water Cash Operating	Water Work Improvement	Customer Deposit (Meter)	Event Center Merchant Account	Town Center Debt Fund	Town Center Event	Totals
Cash and investments - beginning	\$ 238,416	\$ 883,561	\$ 374,158	\$ 815,523	\$ 3,325	\$ 1,000	\$ 404,500	\$ 578,707	\$ 7,882,913
Receipts:									
Taxes	-	-	-	-	-	-	-	188,027	2,287,427
Licenses and permits	-	-	-	-	-	-	-	-	1,960
Intergovernmental receipts	-	-	-	-	-	-	-	-	76,081
Charges for services	-	-	-	-	-	-	-	17,547	141,780
Fines and forfeits	-	-	-	-	-	-	-	-	1,157
Utility fees	461,771	91,581	454,357	26,000	1,000	-	-	-	1,140,091
Penalties	1,455	-	345	-	-	-	-	-	2,189
Other receipts	17,001	105,000	30,563	150,000	-	-	2,500	9,688	2,660,480
Total receipts	480,227	196,581	485,265	176,000	1,000	-	2,500	215,262	6,311,165
Disbursements:									
Personal services	97,202	-	83,070	-	-	-	-	65,365	1,243,120
Supplies	-	-	-	-	-	-	-	2,603	88,355
Other services and charges	9,567	-	8,532	-	-	-	-	61,816	587,775
Debt service - principal and interest	-	-	-	-	-	-	173,000	-	296,368
Capital outlay	7,977	29,706	15,652	23,850	-	-	-	-	317,844
Utility operating expenses	232,712	-	190,418	18,764	-	-	-	-	464,409
Other disbursements	120,112	-	152,106	21,529	800	-	-	3,253	624,028
Total disbursements	467,570	29,706	449,778	64,143	800	-	173,000	133,037	3,621,899
Excess (deficiency) of receipts over disbursements	12,657	166,875	35,487	111,857	200	-	(170,500)	82,225	2,689,266
Cash and investments - ending	\$ 251,073	\$ 1,050,436	\$ 409,645	\$ 927,380	\$ 3,525	\$ 1,000	\$ 234,000	\$ 660,932	\$ 10,572,179

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

	General Fund	Motor Vehicle Highway	Local Roads & Streets	Local Law Enforcement	Riverboat Wagering Tax	Park Fund	Fire Fund	Rainy Day	LOIT Special Distribution
Cash and investments - beginning	\$ 1,670,292	\$ 303,876	\$ 26,488	\$ 2,632	\$ 15,430	\$ 25,529	\$ 88,281	\$ 163,430	\$ 260,109
Receipts:									
Taxes	1,014,339	212,000	-	-	-	38,360	45,221	-	-
Licenses and permits	1,340	425	-	210	-	-	-	-	-
Intergovernmental receipts	34,810	29,936	6,587	-	3,898	1,757	2,071	-	-
Charges for services	140	-	-	660	-	12,137	60,787	-	-
Fines and forfeits	-	-	-	1,499	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-
Other receipts	46,761	7,975	770	-	-	1,332	2,293	86,956	1,556
Total receipts	1,097,390	250,336	7,357	2,369	3,898	53,586	110,372	86,956	1,556
Disbursements:									
Personal services	371,734	48,971	-	-	-	19,193	35,210	-	-
Supplies	70,847	29,392	-	-	-	5,987	5,301	-	-
Other services and charges	259,097	76,945	-	1,450	-	22,878	91,454	-	91,952
Debt service - principal and interest	-	-	-	-	-	-	-	-	-
Capital outlay	44,351	61,801	-	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	-	-
Other disbursements	204,566	13,644	-	-	2,500	1,613	2,455	-	165,890
Total disbursements	950,595	230,753	-	1,450	2,500	49,671	134,420	-	257,842
Excess (deficiency) of receipts over disbursements	146,795	19,583	7,357	919	1,398	3,915	(24,048)	86,956	(256,286)
Cash and investments - ending	\$ 1,817,087	\$ 323,459	\$ 33,845	\$ 3,551	\$ 16,828	\$ 29,444	\$ 64,233	\$ 250,386	\$ 3,823

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

	Cumulative Capital Development	Cum Fire Bld & Equip	Cumulative Capital Improvement	CEDIT	TIF Fund	LOIT - Public Safety	Police Grant	State Grant Community Crossings	Gift#1 Miscellaneous
Cash and investments - beginning	\$ 431,121	\$ 34,751	\$ 88,717	\$ 348,605	\$ 2,514,457	\$ -	\$ -	\$ -	\$ 2,166
Receipts:									
Taxes	36,885	24,565	-	136,604	457,714	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental receipts	1,690	1,125	1,538	-	-	144,515	-	557,668	-
Charges for services	-	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	-	-
Penalties	-	-	-	-	-	-	-	-	-
Other receipts	8,860	1,116	1,505	8,242	54,655	1,087	-	165,890	192
Total receipts	47,435	26,806	3,043	144,846	512,369	145,602	-	723,558	192
Disbursements:									
Personal services	-	-	-	-	-	55,270	-	-	-
Supplies	-	-	-	-	-	-	-	-	5
Other services and charges	391	-	-	3,529	112,321	-	-	-	565
Debt service - principal and interest	-	-	-	50,100	55,000	-	-	-	-
Capital outlay	55,285	15,854	17,572	-	608,540	30,000	-	655,369	-
Utility operating expenses	-	-	-	-	-	-	-	-	-
Other disbursements	-	-	-	9,563	-	-	-	59,991	147
Total disbursements	55,676	15,854	17,572	63,192	775,861	85,270	-	715,360	717
Excess (deficiency) of receipts over disbursements	(8,241)	10,952	(14,529)	81,654	(263,492)	60,332	-	8,198	(525)
Cash and investments - ending	\$ 422,880	\$ 45,703	\$ 74,188	\$ 430,259	\$ 2,250,965	\$ 60,332	\$ -	\$ 8,198	\$ 1,641

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

	Gift#2 Fire	Gift #4 Police	Appreciation Fund	Storm Water Debt	Food & Beverage Tax	Payroll Fund	Utilities Merchant Account	Storm Water Cash Operating	Storm Water Construction
Cash and investments - beginning	\$ 68,794	\$ 13,734	\$ 492	\$ 35,586	\$ 490,202	\$ 3,552	\$ 1,000	\$ 60,016	\$ 384,928
Receipts:									
Taxes	-	-	-	66,540	126,912	-	-	-	-
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	3,018	-	-	-	-	-
Charges for services	300	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-	-	108,723	-
Penalties	-	-	-	-	-	-	-	450	-
Other receipts	53,436	16,430	2,500	204	11,170	793,566	-	981	81,388
Total receipts	53,736	16,430	2,500	69,762	138,082	793,566	-	110,154	81,388
Disbursements:									
Personal services	-	-	-	-	3,552	551,188	-	31,861	-
Supplies	3,943	5,937	35	-	3,734	-	-	-	-
Other services and charges	672	750	-	400	40,834	17,586	-	5,834	-
Debt service - principal and interest	-	-	-	69,290	-	-	-	-	-
Capital outlay	77,745	6,024	-	-	21,963	-	-	-	-
Utility operating expenses	-	-	-	-	-	-	-	16,913	-
Other disbursements	10,929	1,754	1,715	-	649	225,077	-	72,032	-
Total disbursements	93,289	14,465	1,750	69,690	70,732	793,851	-	126,640	-
Excess (deficiency) of receipts over disbursements	(39,553)	1,965	750	72	67,350	(285)	-	(16,486)	81,388
Cash and investments - ending	\$ 29,241	\$ 15,699	\$ 1,242	\$ 35,658	\$ 557,552	\$ 3,267	\$ 1,000	\$ 43,530	\$ 466,316

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

	Sewer Cash Operating	Sewer Improvement/ Replacement	Water Cash Operating	Water Work Improvement	Customer Deposit (Meter)	Event Center Merchant Account	Town Center Debt Fund	Town Center Event	Totals
Cash and investments - beginning	\$ 251,073	\$ 1,050,436	\$ 409,645	\$ 927,380	\$ 3,525	\$ 1,000	\$ 234,000	\$ 660,932	\$ 10,572,179
Receipts:									
Taxes	-	-	-	-	-	-	-	59,284	2,218,424
Licenses and permits	-	-	-	-	-	-	-	-	1,975
Intergovernmental receipts	-	-	-	-	-	-	-	-	788,613
Charges for services	-	-	-	-	-	-	-	176	74,200
Fines and forfeits	-	-	-	-	-	-	-	-	1,499
Utility fees	507,659	-	458,754	-	907	-	-	-	1,076,043
Penalties	2,215	-	642	-	-	-	-	-	3,307
Other receipts	31,871	166,938	59,442	215,000	-	-	-	15,592	1,837,708
Total receipts	541,745	166,938	518,838	215,000	907	-	-	75,052	6,001,769
Disbursements:									
Personal services	111,063	-	91,889	-	-	-	-	-	1,319,931
Supplies	-	-	-	-	-	-	-	-	125,181
Other services and charges	29,582	-	23,434	-	-	-	-	34,469	814,143
Debt service - principal and interest	-	-	-	-	-	-	-	-	174,390
Capital outlay	-	13,334	-	190,614	-	-	-	-	1,798,452
Utility operating expenses	224,462	4,066	111,771	36,836	-	-	-	-	394,048
Other disbursements	159,186	-	257,810	-	900	1,000	-	-	1,191,421
Total disbursements	524,293	17,400	484,904	227,450	900	1,000	-	34,469	5,817,566
Excess (deficiency) of receipts over disbursements	17,452	149,538	33,934	(12,450)	7	(1,000)	-	40,583	184,203
Cash and investments - ending	\$ 268,525	\$ 1,199,974	\$ 443,579	\$ 914,930	\$ 3,532	\$ -	\$ 234,000	\$ 701,515	\$ 10,756,382

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

Government or Enterprise	Accounts Payable	Accounts Receivable
Storm Water	\$ 1,066	\$ 3,633
Wastewater	18,242	26,505
Water	19,336	21,228
Governmental activities	<u>27,885</u>	<u>31,203</u>
Totals	<u>\$ 66,529</u>	<u>\$ 82,569</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Shipshewana Building Corp.	Fire Station Construction	\$ 48,080	7/15/2002	1/15/2022
U.S. Bancorp	2018 Supthen Fire Truck	39,536	8/15/2018	8/15/2023
U.S. Bancorp	2017 Ford 550 Mid-size Plow Truck	13,202	3/1/2017	9/1/2021
Town of Shipshewana Redevelopment Authority	Road Paving & Sidewalk Reconstruction & South Warning Siren	<u>55,000</u>	2/15/2016	2/1/2035
Total of annual lease payments		<u>\$ 155,818</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Storm Water: Revenue Bonds	Storm Water District Bonds of 2004	\$ 475,000	\$ 72,175
Totals		<u>\$ 475,000</u>	<u>\$ 72,175</u>

TOWN OF SHIPSHEWANA  
 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	\$ 648,395
Infrastructure	5,241,049
Buildings	1,720,422
Improvements other than buildings	1,079,664
Machinery, equipment, and vehicles	<u>2,821,915</u>
Total governmental activities	<u>11,511,445</u>
Storm Water:	
Infrastructure	2,228,472
Machinery, equipment, and vehicles	<u>22,834</u>
Total Storm Water	<u>2,251,306</u>
Wastewater:	
Land	112,956
Infrastructure	4,281,128
Buildings	2,068,308
Improvements other than buildings	697,315
Machinery, equipment, and vehicles	<u>282,900</u>
Total Wastewater	<u>7,442,607</u>
Water:	
Land	31,100
Infrastructure	5,289,723
Buildings	130,000
Improvements other than buildings	1,121,156
Machinery, equipment, and vehicles	<u>128,155</u>
Total Water	<u>6,700,134</u>
Total capital assets	<u>\$ 27,905,492</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/>.