

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF VALPARAISO

PORTER COUNTY, INDIANA

January 1, 2019 to December 31, 2019



FILED
08/26/2020

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Sharon Swihart Holly Taylor	01-01-19 to 12-31-19 01-01-20 to 12-31-20
Mayor	Jon Costas Matthew Murphy	01-01-19 to 12-31-19 01-01-20 to 12-31-20
President of the Board of Public Works and Safety	Jon Costas Matthew Murphy	01-01-19 to 12-31-19 01-01-20 to 12-31-20
President Pro Tempore of the Common Council	Trista Hudson George Douglas	01-01-19 to 12-31-19 01-01-20 to 12-31-20
City Administrator	Bill Oeding (Vacant) Mike Jessen	01-01-19 to 12-31-19 01-01-20 to 01-05-20 01-06-20 to 12-31-20
Executive Director of Utilities	Steve Poulos	01-01-19 to 12-31-20
Utilities Chief Financial Officer	Alina Hahn	01-01-19 to 12-31-20



INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF VALPARAISO, PORTER COUNTY, INDIANA

Report on the Financial Statement

We have audited the accompanying financial statement of the City of Valparaiso (City), which comprises the financial position and results of operations for the year ended December 31, 2019, 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 the 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 and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. 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 City'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 City'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 City 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 City for the year ended December 31, 2019.

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 City for the year ended December 31, 2019, 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 City's financial statement. The Combining Schedule 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.

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated August 19, 2020, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.


Paul D. Joyce, CPA
State Examiner

August 19, 2020

FINANCIAL STATEMENT AND ACCOMPANYING NOTES

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

CITY OF VALPARAISO
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2019

Fund	Cash and Investments 01-01-19	Receipts	Disbursements	Cash and Investments 12-31-19
GENERAL FUND	\$ 6,588,154	\$ 20,038,872	\$ 20,362,982	\$ 6,264,044
MVH	1,264,786	1,257,595	1,891,590	630,791
LOCAL ROAD & STREET	549,146	594,978	317,694	826,430
PARKING METER	392,229	96,135	55,691	432,673
EMERGENCY MEDICAL SERVICE	784,767	981,681	1,204,261	562,187
CRIME CTRL - EXTRA PATROL	-	45,925	46,702	(777)
TRANSPORTATION	783,271	625,454	785,692	623,033
RDC GARMONG LEASE	1,500	-	1,500	-
LOCAL POLICE EDUCATION	134,352	59,724	67,043	127,033
UNSAFE BUILDING FUND	90,721	-	3,861	86,860
RIVERBOAT FUND	1,496,065	187,966	463,096	1,220,935
RAINY DAY FUND	4,015,169	2,050,000	1,750,000	4,315,169
LIT NEW(LOCAL INCOME TAX) FUND	1,460,664	2,694,839	3,104,493	1,051,010
FORFEITURE & SEIZED ASSET	4,718	12,517	-	17,235
VALPO FIRE PROTECT TERR	1,088,239	9,639,000	9,190,511	1,536,728
CCIF - CIGARETTE TAX	1,220,095	72,493	500,000	792,588
CUMULATIVE CAPITAL DEV.	221,757	220,047	240,000	201,804
LAW ENFORCEMENT RECORDING FUND	-	750	-	750
EQUIPMENT REPLACEMENT	315,517	452,095	551,835	215,777
EMPLOYEE BENEFIT PLAN	2,177,017	5,134,053	5,949,777	1,361,293
CUMULATIVE SEWER	2,058,759	223,922	-	2,282,681
POLICE PENSION	787,207	575,788	589,020	773,975
FIRE PENSION	877,723	776,475	782,112	872,086
PARK & REC. GEN.	1,273,371	4,118,635	3,825,573	1,566,433
PARK NON REV. OPERATING	1,072,009	2,121,588	2,550,272	643,325
PARK CASH	1,258	-	-	1,258
DEPOSITS FROM DEVELOPERS	16,889	-	-	16,889
GEN. GIFT CERT.	66,113	14,130	9,896	70,347
BIKE LOCKERS	155	-	-	155
JOINT PARK FUND	65,000	65,000	94,875	35,125
NON REV. CAPITAL	4,375	11,807	-	16,182
CREEKSIDE DEBT SERVICES	34,598	206,705	214,609	26,694
CS REV. BOND-DEBT SERVICES	217,331	-	-	217,331
PARK SALES TAX	6,938	39,538	39,262	7,214
PARK SPECIAL GIFT	48,156	5,876	5,633	48,399
PARK IMPACT FEES	153,023	114,935	91,666	176,292
PARK TREE FUND	13,601	8,196	7,728	14,069
CITY TREE ORD.	724	-	-	724
PARK CREDIT CARD FUND	119,145	1,343,084	1,339,808	122,421
RENTAL REGISTRATION	10,315	240	35	10,520
ROAD SAFETY AUDITS GRANT	(14,119)	70,380	56,261	-
RANSOM ROAD SAFETY IMPROVEMENTS	(6,661)	17,867	15,277	(4,071)
NORTHVIEW ELEM SAFE ROUTE TO SCHOOL	(8,754)	11,793	3,039	-
POLICE BULLET PROOF PARTNERSHIP	-	4,225	-	4,225
MUNICIPAL EXCISE TAX	1,237,853	389,186	1,287,909	339,130
MUNICIPAL WHEEL TAX FUND	79,093	59,729	-	138,822
TOBACCO ED. GRANT	1,888	-	-	1,888

CITY OF VALPARAISO
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2019

Fund	Cash and Investments 01-01-19	Receipts	Disbursements	Cash and Investments 12-31-19
RECYCLING PARTNERSHIP GRANT	6,470	-	-	6,470
US 30 CORRIDOR GRANT	(156,271)	395,695	315,167	(75,743)
LOCAL ROAD & BRIDGE MATCHING GRANT FUND	-	1,114,398	1,109,162	5,236
GIFT	9,492	19,826	2,456	26,862
POLICE VEHICLE EQUIPMENT	49,230	26,482	3,477	72,235
TRANSPORTATION-DASH	1,331,083	1,368,780	1,162,774	1,537,089
TRANS. DASH CREDIT CARD	538,931	257,847	706,328	90,450
CORPORATION BOND	492,262	1,208,620	1,290,565	410,317
CITY HALL BOND 2018	2,940,256	65,068	2,768,074	237,250
FIREFIGHTING FUND	171,767	98,638	92,232	178,173
CAPITAL EQUIPMENT	3,087	325,000	328,087	-
CEMETERY	181,349	25,340	-	206,689
PAYROLL FUND	-	16,338,070	16,338,070	-
RDC GENERAL FUND	4,526,955	1,197,184	306,929	5,417,210
RDC PROJECT FUND	712,432	6,633	399,277	319,788
RDC GRANT FUND	(29,030)	155,560	241,297	(114,767)
RDC DEBT RESERVE	1,722,276	-	618,748	1,103,528
RDC-CONSOLIDATED AREA	8,041,133	8,665,683	6,426,252	10,280,564
MVH RESTRICTED	-	682,847	-	682,847
Stormwater Board Construction	7,358,714	144,656	1,539,220	5,964,150
2019 Economic Revenue Bond The Brooks	-	69,078	69,078	-
Storm Water Board	3,736,975	3,244,823	1,786,346	5,195,452
Storm Water Bond And Interest	1,164,931	32,706	11,101	1,186,536
Wastewater Utility Construction	156,479	2,501	-	158,980
Wastewater DR Utility Debt Reserve	-	354,257	354,257	-
Wastewater DR Utility Operating	-	100,008	29,339	70,669
Wastewater DR Utility Bond and Interest	-	5,917,176	5,687,734	229,442
Wastewater DR Utility Deprec/Improve	-	4,648,711	4,648,711	-
Wastewater DR Utility Construction	-	804,985	654,380	150,605
Wastewater Utility-Operating	1,837,420	11,705,061	11,734,709	1,807,772
Wastewater Util-Bond And Interest	803,849	1,914,138	1,909,877	808,110
Wastewater Utility-Deprec/Improve	7,356,886	3,039,704	1,884,044	8,512,546
Wastewater Utility Debt Reserve	1,832,610	488,432	21,132	2,299,910
Water Utility-Tank Painting Fund	273,353	95,643	-	368,996
Water Utility-Operating	2,655,855	10,628,009	10,533,232	2,750,632
Water Utility-Bond And Interest	405,840	1,621,526	1,622,456	404,910
Water Utility-Customer Deposit	51,230	11,799	13,565	49,464
Water Utility-Construction	1,318,269	24,515	271,923	1,070,861
Water Utility-Improvement	4,642,551	4,039,454	2,747,148	5,934,857
Water Utility Debt Reserve	1,474,470	173,498	-	1,647,968
Totals	<u>\$ 86,315,011</u>	<u>\$ 135,355,574</u>	<u>\$ 135,026,850</u>	<u>\$ 86,643,735</u>

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

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor 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 City.

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 City.

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.

CITY OF VALPARAISO
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 City. It includes all expenditures for the reduction of the principal and interest of the City's general obligation indebtedness.

CITY OF VALPARAISO
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 City 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 City. 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 City. 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 City 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 City 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 City 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 City 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.

CITY OF VALPARAISO
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 City 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 City 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 City 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 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 City 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 City authority to contribute to the plan.

New employees hired have a one-time election to join either the PERF Hybrid or the My Choice.

CITY OF VALPARAISO
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.

B. 1925 Police Officers' Pension Plan

Plan Description

The 1925 Police Officers' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute.

On Behalf Payments

The 1925 Police Officers' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

C. 1937 Firefighters' Pension Plan

Plan Description

The 1937 Firefighters' Pension Plan is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute.

On Behalf Payments

The 1937 Firefighters' Pension Plan is funded by the State of Indiana through the Indiana Public Retirement System as provided under Indiana Code 5-10.3-11.

D. 1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The 1977 Police Officers' and Firefighters' Pension and Disability Fund is a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Retirement System (INPRS) for all police officers and firefighters hired after April 30, 1977, providing retirement, disability, and survivor benefits.

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 52 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 52.

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

The contribution requirements of plan members and the City are established by the Board of Trustees of INPRS based on actuarial valuation. Employers may pay all or part of the member contribution for the member.

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. This is a result of the funds being set up for a reimbursement grant. The grant reimbursements were received in early 2020.

CITY OF VALPARAISO
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. Holding Corporation

The City has entered into a capital lease with Valparaiso Building Corporation (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 City. The lessor has been determined to be a related-party of the City. Lease payments during the year 2019 totaled \$547,000.

Note 9. Subsequent Events

In December 2019, a novel strain of coronavirus was reported in Wuhan, Hubei province, China. In the first several months of 2020, the virus, SARS-CoV-2, and resulting disease, COVID-19, spread to the United States, including to areas impacting the Utilities. As of the date above, the Utility's evaluation of the effects of these events is ongoing; however, we anticipate this situation could impact several direct and indirect revenues affecting the utilities (see below).

The extent of the impact of COVID-19 on the Utilities operational and financial performance will depend on future developments, including the duration and spread of the outbreak and related governmental or other regulatory actions.

Potential direct and indirect impacts are:

- Investment valuations and decreased investment income.
- Decline in demand for services such as permits.
- Increased costs related to pensions, OPEBs, insurance, labor (sick time or overtime), etc.
- Lost revenues due to lack of in-person business.
- Reduction in tax collection.

Note 10. Other Postemployment Benefits

The City provides health and dental insurance benefits to eligible retirees and their spouses. These benefits pose a liability to the City for this year and in future years. Information regarding the benefits can be obtained by contacting the City.

OTHER INFORMATION - UNAUDITED

The City's Annual Financial Report 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 City's Annual Financial Report 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 City. It is presented as intended by the City.

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	GENERAL FUND	MVH	LOCAL ROAD & STREET	PARKING METER	EMERGENCY MEDICAL SERVICE
Cash and investments - beginning	\$ 6,588,154	\$ 1,264,786	\$ 549,146	\$ 392,229	\$ 784,767
Receipts:					
Taxes	10,409,189	516,124	-	-	-
Licenses and permits	382,980	10,280	-	-	-
Intergovernmental receipts	906,236	721,740	594,978	-	-
Charges for services	1,381,769	-	-	44,060	-
Fines and forfeits	-	-	-	52,075	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	6,958,698	9,451	-	-	981,681
Total receipts	20,038,872	1,257,595	594,978	96,135	981,681
Disbursements:					
Personal services	11,620,853	1,332,321	-	45,534	-
Supplies	759,522	289,711	275,000	161	-
Other services and charges	3,802,493	269,558	42,694	9,996	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	4,180,114	-	-	-	1,204,261
Total disbursements	20,362,982	1,891,590	317,694	55,691	1,204,261
Excess (deficiency) of receipts over disbursements	(324,110)	(633,995)	277,284	40,444	(222,580)
Cash and investments - ending	\$ 6,264,044	\$ 630,791	\$ 826,430	\$ 432,673	\$ 562,187

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	CRIME CTRL - EXTRA PATROL	TRANSPORTATION	RDC GARMONG LEASE	LOCAL POLICE EDUCATION	UNSAFE BUILDING FUND
Cash and investments - beginning	\$ -	\$ 783,271	\$ 1,500	\$ 134,352	\$ 90,721
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	45,925	370,769	-	-	-
Charges for services	-	235,336	-	-	-
Fines and forfeits	-	-	-	59,372	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	19,349	-	352	-
Total receipts	45,925	625,454	-	59,724	-
Disbursements:					
Personal services	46,702	5,408	-	-	-
Supplies	-	70,982	-	-	-
Other services and charges	-	709,302	-	67,043	3,861
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	1,500	-	-
Total disbursements	46,702	785,692	1,500	67,043	3,861
Excess (deficiency) of receipts over disbursements	(777)	(160,238)	(1,500)	(7,319)	(3,861)
Cash and investments - ending	\$ (777)	\$ 623,033	\$ -	\$ 127,033	\$ 86,860

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	RIVERBOAT FUND	RAINY DAY FUND	LIT NEW (LOCAL INCOME TAX) FUND	FORFEITURE & SEIZED ASSET	VALPO FIRE PROTECT TERR
Cash and investments - beginning	\$ 1,496,065	\$ 4,015,169	\$ 1,460,664	\$ 4,718	\$ 1,088,239
Receipts:					
Taxes	-	-	2,689,144	-	6,091,858
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	187,966	-	-	-	510,743
Charges for services	-	-	-	-	1,252,061
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	2,050,000	5,695	12,517	1,784,338
Total receipts	187,966	2,050,000	2,694,839	12,517	9,639,000
Disbursements:					
Personal services	-	-	-	-	6,763,655
Supplies	-	-	3,259	-	116,930
Other services and charges	-	-	1,172,348	-	553,038
Debt service - principal and interest	-	-	-	-	-
Capital outlay	463,096	-	1,928,886	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	1,750,000	-	-	1,756,888
Total disbursements	463,096	1,750,000	3,104,493	-	9,190,511
Excess (deficiency) of receipts over disbursements	(275,130)	300,000	(409,654)	12,517	448,489
Cash and investments - ending	\$ 1,220,935	\$ 4,315,169	\$ 1,051,010	\$ 17,235	\$ 1,536,728

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	CCIF - CIGARETTE TAX	CUMULATIVE CAPITAL DEV.	LAW ENFORCEMENT RECORDING FUND	EQUIPMENT REPLACEMENT	EMPLOYEE BENEFIT PLAN
Cash and investments - beginning	\$ 1,220,095	\$ 221,757	\$ -	\$ 315,517	\$ 2,177,017
Receipts:					
Taxes	-	204,561	-	417,093	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	72,493	15,486	-	35,002	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	750	-	5,134,053
Total receipts	72,493	220,047	750	452,095	5,134,053
Disbursements:					
Personal services	-	-	-	-	565,522
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	5,377,981
Debt service - principal and interest	-	-	-	-	-
Capital outlay	500,000	240,000	-	551,835	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	6,274
Total disbursements	500,000	240,000	-	551,835	5,949,777
Excess (deficiency) of receipts over disbursements	(427,507)	(19,953)	750	(99,740)	(815,724)
Cash and investments - ending	\$ 792,588	\$ 201,804	\$ 750	\$ 215,777	\$ 1,361,293

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	CUMULATIVE SEWER	POLICE PENSION	FIRE PENSION	PARK & REC. GEN.	PARK NON REV. OPERATING
Cash and investments - beginning	\$ 2,058,759	\$ 787,207	\$ 877,723	\$ 1,273,371	\$ 1,072,009
Receipts:					
Taxes	-	-	-	3,152,031	-
Licenses and permits	223,922	-	-	-	-
Intergovernmental receipts	-	575,788	776,475	237,852	-
Charges for services	-	-	-	178,752	2,121,588
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	550,000	-
Total receipts	223,922	575,788	776,475	4,118,635	2,121,588
Disbursements:					
Personal services	-	576,870	745,938	2,725,887	-
Supplies	-	-	24	145,771	-
Other services and charges	-	12,150	36,150	452,786	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	493,992	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	7,137	2,550,272
Total disbursements	-	589,020	782,112	3,825,573	2,550,272
Excess (deficiency) of receipts over disbursements	223,922	(13,232)	(5,637)	293,062	(428,684)
Cash and investments - ending	\$ 2,282,681	\$ 773,975	\$ 872,086	\$ 1,566,433	\$ 643,325

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	PARK CASH	DEPOSITS FROM DEVELOPERS	GEN. GIFT CERT.	BIKE LOCKERS	JOINT PARK FUND
Cash and investments - beginning	\$ 1,258	\$ 16,889	\$ 66,113	\$ 155	\$ 65,000
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	14,130	-	65,000
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	-	-	14,130	-	65,000
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	9,896	-	94,875
Total disbursements	-	-	9,896	-	94,875
Excess (deficiency) of receipts over disbursements	-	-	4,234	-	(29,875)
Cash and investments - ending	\$ 1,258	\$ 16,889	\$ 70,347	\$ 155	\$ 35,125

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	NON REV. CAPITAL	CREEKSIDE DEBT SERVICES	CS REV. BOND-DEBT SERVICES	PARK SALES TAX	PARK SPECIAL GIFT
Cash and investments - beginning	\$ 4,375	\$ 34,598	\$ 217,331	\$ 6,938	\$ 48,156
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	11,807	206,705	-	39,538	5,876
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	11,807	206,705	-	39,538	5,876
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	214,609	-	39,262	5,633
Total disbursements	-	214,609	-	39,262	5,633
Excess (deficiency) of receipts over disbursements	11,807	(7,904)	-	276	243
Cash and investments - ending	\$ 16,182	\$ 26,694	\$ 217,331	\$ 7,214	\$ 48,399

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	PARK IMPACT FEES	PARK TREE FUND	CITY TREE ORD.	PARK CREDIT CARD FUND	RENTAL REGISTRATION
Cash and investments - beginning	\$ 153,023	\$ 13,601	\$ 724	\$ 119,145	\$ 10,315
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	114,935	8,196	-	1,343,084	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	240
Total receipts	114,935	8,196	-	1,343,084	240
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	91,666	7,728	-	1,339,808	35
Total disbursements	91,666	7,728	-	1,339,808	35
Excess (deficiency) of receipts over disbursements	23,269	468	-	3,276	205
Cash and investments - ending	\$ 176,292	\$ 14,069	\$ 724	\$ 122,421	\$ 10,520

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	ROAD SAFETY AUDITS GRANT	RANSOM ROAD SAFETY IMPROVEMENTS	NORTHVIEW ELEM SAFE ROUTE TO SCHOOL	POLICE BULLET PROOF PARTNERSHIP	MUNICIPAL EXCISE TAX
Cash and investments - beginning	\$ (14,119)	\$ (6,661)	\$ (8,754)	\$ -	\$ 1,237,853
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	70,380	17,867	11,793	4,225	389,186
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	70,380	17,867	11,793	4,225	389,186
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	56,261	-	-	-	1,287,909
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	15,277	3,039	-	-
Total disbursements	56,261	15,277	3,039	-	1,287,909
Excess (deficiency) of receipts over disbursements	14,119	2,590	8,754	4,225	(898,723)
Cash and investments - ending	\$ -	\$ (4,071)	\$ -	\$ 4,225	\$ 339,130

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	MUNICIPAL WHEEL TAX FUND	TOBACCO ED. GRANT	RECYCLING PARTNERSHIP GRANT	US 30 CORRIDOR GRANT	LOCAL ROAD & BRIDGE MATCHING GRANT FUND
Cash and investments - beginning	\$ 79,093	\$ 1,888	\$ 6,470	\$ (156,271)	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	59,729	-	-	395,695	1,114,398
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	59,729	-	-	395,695	1,114,398
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	1,109,162
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	315,167	-
Total disbursements	-	-	-	315,167	1,109,162
Excess (deficiency) of receipts over disbursements	59,729	-	-	80,528	5,236
Cash and investments - ending	\$ 138,822	\$ 1,888	\$ 6,470	\$ (75,743)	\$ 5,236

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	GIFT	POLICE VEHICLE EQUIPMENT	TRANSPORTATION-DASH	TRANS. DASH CREDIT CARD	CORPORATION BOND
Cash and investments - beginning	\$ 9,492	\$ 49,230	\$ 1,331,083	\$ 538,931	\$ 492,262
Receipts:					
Taxes	-	-	-	-	1,007,990
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	458,940	-	69,630
Charges for services	-	-	182,868	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	19,826	26,482	726,972	257,847	131,000
Total receipts	19,826	26,482	1,368,780	257,847	1,208,620
Disbursements:					
Personal services	-	-	73,705	-	-
Supplies	-	-	81,214	-	-
Other services and charges	-	3,477	997,855	6,328	419,500
Debt service - principal and interest	-	-	-	-	740,065
Capital outlay	-	-	10,000	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	2,456	-	-	700,000	131,000
Total disbursements	2,456	3,477	1,162,774	706,328	1,290,565
Excess (deficiency) of receipts over disbursements	17,370	23,005	206,006	(448,481)	(81,945)
Cash and investments - ending	\$ 26,862	\$ 72,235	\$ 1,537,089	\$ 90,450	\$ 410,317

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	CITY HALL BOND 2018	FIREFIGHTING FUND	CAPITAL EQUIPMENT	CEMETERY	PAYROLL FUND
Cash and investments - beginning	\$ 2,940,256	\$ 171,767	\$ 3,087	\$ 181,349	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	3,048	-	-	-
Charges for services	-	43,590	-	25,340	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	65,068	52,000	325,000	-	16,338,070
Total receipts	65,068	98,638	325,000	25,340	16,338,070
Disbursements:					
Personal services	-	69,571	-	-	-
Supplies	-	3,200	-	-	-
Other services and charges	-	19,451	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	2,768,074	-	325,000	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	10	3,087	-	16,338,070
Total disbursements	2,768,074	92,232	328,087	-	16,338,070
Excess (deficiency) of receipts over disbursements	(2,703,006)	6,406	(3,087)	25,340	-
Cash and investments - ending	\$ 237,250	\$ 178,173	\$ -	\$ 206,689	\$ -

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	RDC GENERAL FUND	RDC PROJECT FUND	RDC GRANT FUND	RDC DEBT RESERVE	RDC-CONSOLIDATED AREA
Cash and investments - beginning	\$ 4,526,955	\$ 712,432	\$ (29,030)	\$ 1,722,276	\$ 8,041,133
Receipts:					
Taxes	210,687	-	-	-	7,191,102
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	155,560	-	-
Charges for services	647,909	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	338,588	6,633	-	-	1,474,581
Total receipts	1,197,184	6,633	155,560	-	8,665,683
Disbursements:					
Personal services	88,988	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	217,941	-	-	-	2,913,446
Debt service - principal and interest	-	-	-	618,748	2,320,484
Capital outlay	-	399,277	241,297	-	1,171,375
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	20,947
Total disbursements	306,929	399,277	241,297	618,748	6,426,252
Excess (deficiency) of receipts over disbursements	890,255	(392,644)	(85,737)	(618,748)	2,239,431
Cash and investments - ending	\$ 5,417,210	\$ 319,788	\$ (114,767)	\$ 1,103,528	\$ 10,280,564

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	MVH RESTRICTED	Stormwater Board Construction	2019 Economic Revenue Bond The Brooks	Storm Water Board	Storm Water Bond And Interest
Cash and investments - beginning	\$ -	\$ 7,358,714	\$ -	\$ 3,736,975	\$ 1,164,931
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	682,847	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	2,997,713	-
Penalties	-	-	-	-	-
Other receipts	-	144,656	69,078	247,110	32,706
Total receipts	682,847	144,656	69,078	3,244,823	32,706
Disbursements:					
Personal services	-	-	-	276,390	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	423,790	-
Capital outlay	-	-	-	2,075	-
Utility operating expenses	-	-	-	320,474	-
Other disbursements	-	1,539,220	69,078	763,617	11,101
Total disbursements	-	1,539,220	69,078	1,786,346	11,101
Excess (deficiency) of receipts over disbursements	682,847	(1,394,564)	-	1,458,477	21,605
Cash and investments - ending	\$ 682,847	\$ 5,964,150	\$ -	\$ 5,195,452	\$ 1,186,536

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	Wastewater Utility Construction	Wastewater DR Utility Debt Reserve	Wastewater DR Utility Operating	Wastewater DR Utility Bond and Interest	Wastewater DR Utility Deprec/Improve
Cash and investments - beginning	\$ 156,479	\$ -	\$ -	\$ -	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Penalties	-	-	-	-	-
Other receipts	2,501	354,257	100,008	5,917,176	4,648,711
Total receipts	2,501	354,257	100,008	5,917,176	4,648,711
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	4,648,711
Utility operating expenses	-	-	20	234,643	-
Other disbursements	-	354,257	29,319	5,453,091	-
Total disbursements	-	354,257	29,339	5,687,734	4,648,711
Excess (deficiency) of receipts over disbursements	2,501	-	70,669	229,442	-
Cash and investments - ending	\$ 158,980	\$ -	\$ 70,669	\$ 229,442	\$ -

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	Wastewater DR Utility Construction	Wastewater Utility-Operating	Wastewater Util-Bond And Interest	Wastewater Utility-Deprec/Improve	Wastewater Utility Debt Reserve
Cash and investments - beginning	\$ -	\$ 1,837,420	\$ 803,849	\$ 7,356,886	\$ 1,832,610
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	11,508,859	-	-	-
Penalties	-	67,650	-	-	-
Other receipts	804,985	128,552	1,914,138	3,039,704	488,432
Total receipts	804,985	11,705,061	1,914,138	3,039,704	488,432
Disbursements:					
Personal services	-	1,906,379	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	119,692	-	-	-
Debt service - principal and interest	-	221,844	1,909,877	-	-
Capital outlay	-	-	-	1,112,199	-
Utility operating expenses	-	3,733,969	-	-	-
Other disbursements	654,380	5,752,825	-	771,845	21,132
Total disbursements	654,380	11,734,709	1,909,877	1,884,044	21,132
Excess (deficiency) of receipts over disbursements	150,605	(29,648)	4,261	1,155,660	467,300
Cash and investments - ending	\$ 150,605	\$ 1,807,772	\$ 808,110	\$ 8,512,546	\$ 2,299,910

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	Water Utility-Tank Painting Fund	Water Utility-Operating	Water Utility-Bond And Interest	Water Utility-Customer Deposit
Cash and investments - beginning	\$ 273,353	\$ 2,655,855	\$ 405,840	\$ 51,230
Receipts:				
Taxes	-	-	-	-
Licenses and permits	-	-	-	-
Intergovernmental receipts	-	-	-	-
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Utility fees	-	8,506,121	-	-
Penalties	-	21,661	-	-
Other receipts	95,643	2,100,227	1,621,526	11,799
Total receipts	95,643	10,628,009	1,621,526	11,799
Disbursements:				
Personal services	-	2,090,017	-	-
Supplies	-	-	-	-
Other services and charges	-	128,136	-	-
Debt service - principal and interest	-	92,698	1,622,456	-
Capital outlay	-	-	-	-
Utility operating expenses	-	2,535,960	-	-
Other disbursements	-	5,686,421	-	13,565
Total disbursements	-	10,533,232	1,622,456	13,565
Excess (deficiency) of receipts over disbursements	95,643	94,777	(930)	(1,766)
Cash and investments - ending	\$ 368,996	\$ 2,750,632	\$ 404,910	\$ 49,464

CITY OF VALPARAISO
 COMBINING SCHEDULE OF RECEIPTS,
 DISBURSEMENTS, AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2019

	Water Utility-Construction	Water Utility-Improvement	Water Utility Debt Reserve	Totals
Cash and investments - beginning	\$ 1,318,269	\$ 4,642,551	\$ 1,474,470	\$ 86,315,011
Receipts:				
Taxes	-	-	-	31,889,779
Licenses and permits	-	-	-	617,182
Intergovernmental receipts	-	-	-	8,484,751
Charges for services	-	-	-	7,922,544
Fines and forfeits	-	-	-	111,447
Utility fees	-	-	-	23,012,693
Penalties	-	-	-	89,311
Other receipts	24,515	4,039,454	173,498	63,227,867
Total receipts	24,515	4,039,454	173,498	135,355,574
Disbursements:				
Personal services	-	-	-	28,933,740
Supplies	-	-	-	1,745,774
Other services and charges	-	-	-	18,679,396
Debt service - principal and interest	-	-	-	7,949,962
Capital outlay	-	1,987,505	-	17,952,484
Utility operating expenses	-	-	-	6,825,066
Other disbursements	271,923	759,643	-	52,940,428
Total disbursements	271,923	2,747,148	-	135,026,850
Excess (deficiency) of receipts over disbursements	(247,408)	1,292,306	173,498	328,724
Cash and investments - ending	\$ 1,070,861	\$ 5,934,857	\$ 1,647,968	\$ 86,643,735

CITY OF VALPARAISO
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2019

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 1,587,125	\$ 260,872
Storm Water	405,989	189,585
Wastewater	150,816	663,390
Water	<u>463,531</u>	<u>550,700</u>
Totals	<u>\$ 2,607,461</u>	<u>\$ 1,664,547</u>

CITY OF VALPARAISO
 SCHEDULE OF LEASES AND DEBT
 December 31, 2019

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
1st Source Bank	Park Vehicle 2016 Ford F-150	\$ 2,942	08/24/2016	08/24/2019
1st Source Bank	Park -Toro Workman	4,476	06/15/2017	06/15/2020
1st Source Bank	Park Vehicle 2016 Ford 4WD	7,296	09/07/2016	09/07/2019
1st Source Bank	Park Vehicle 2016 GMC Sierra	7,723	08/24/2016	08/24/2019
1st Source Bank	2019 Ford F450 Ambulance	110,769	03/21/2019	03/01/2024
Atlas Bobcat	Park- Two (2) Bobcats & Trailer	2,210	09/14/2016	09/14/2019
BBCommunity Leasing Services	Park John Deere Mowers (2)	13,441	07/10/2018	07/01/2021
Centier Bank	Park - Club Car Carryall and John Deere Tow Behind Buffalo Blower	5,676	12/20/2018	12/20/2021
Centier Bank	Fire Territory Sutphen Model SP70 Fire Truck	155,292	09/22/2017	09/22/2023
De Lage Landen Public Finance	Park - Club Car Electric Golf Carts (24)	18,888	02/07/2018	10/01/2022
Everbank	Park -Turfco Blower & Smithco Sprayer	4,548	05/01/2015	05/01/2020
Fort Motor Credit	Squad Cars 2017	40,408	08/05/2016	08/05/2019
Horizon Bank	Park -2017 Jeep Cherokee	3,765	04/06/2017	04/06/2020
Horizon Bank	Park- 2017 Chevrolet Silverado	5,007	09/24/2017	03/24/2020
Horizon Bank	Public Works Equipment Various	100,540	12/06/2014	11/12/2021
Horizon Bank	2015 Dump Truck/Plows (4) Hot Box (1) Column Jacks (6)	22,075	10/15/2014	10/15/2021
Horizon Bank	One (1) 2015 Dump Truck/Plow	21,765	10/15/2014	10/15/2021
Horizon Bank	One (1) 2015 Dump Truck/Plow	21,765	10/15/2014	10/15/2021
Horizon Bank	One (1) 2015 Dump Truck/Plow	21,765	10/15/2014	10/15/2021
Horizon Bank	Refuse Trucks	128,182	10/15/2016	10/15/2021
Horizon Bank	Park - John Deere Snowblower & Mower	11,026	12/17/2017	07/19/2020
Motorola Solutions Inc.	Fire Territory 800MHZ Portable Radios	98,237	06/01/2018	06/01/2020
Musco Finance LLC	Park - Sports Lighting Tower Park	17,959	10/10/2016	10/10/2021
TCF Equipment Finance	Park - Toro Greensmaster Mower	8,809	05/01/2017	05/01/2021
Valparaiso Building Corporation	Public Works Facility	546,000	01/15/2014	07/15/2031
Wells Fargo	Park - John Deere 8800 Terrain Cut Rough Mower	3,611	04/20/2015	04/30/2020
Total governmental activities		1,384,175		
Wastewater:				
BB Community Leasing Services	2017 Vactor Plus Sewer Cleaning Truck	75,216	06/27/2017	01/01/2021
U.S. Bancorp Government Leasing and Finance Inc	2018 Ford E450 Sewer Camera Van	81,128	12/20/2018	01/15/2021
Valparaiso Building Corporation	Public Works Facility - Sewer Portion	64,250	01/15/2014	07/15/2031
Total Wastewater		220,594		
Water:				
Valparaiso Building Corporation	Public Works Facility - Distribution Portion	64,250	01/15/2014	07/15/2031
Total of annual lease payments		\$ 1,669,019		

Type	Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	General Obligation Bonds Series 2018	\$ 2,910,000	\$ 277,389
General obligation bonds	General Obligation Refunding Bonds Series 2012	1,580,000	312,423
General obligation bonds	General Obligation Refunding Bonds Series 2015	2,620,000	299,062
Revenue bonds	Economic Development Revenue Bonds Series 2019 (VJW The Brooks LLC Project)	6,885,000	357,568
Revenue bonds	Economic Development Tax Increment Revenue Bonds Series 2018 (Vale View)	704,000	26,400
Revenue bonds	Park and Recreation District Refunding Bonds Series 2015	2,420,000	211,073
Revenue bonds	Redevelopment District Tax Increment Revenue Bonds Series 2015A	2,255,000	166,002
Revenue bonds	Redevelopment District Tax Increment Revenue Refunding Bonds Series 2019	6,810,000	1,405,167
Revenue bonds	Redevelopment Refunding Bond Series 2016A	1,040,000	363,625
Revenue bonds	Redevelopment Refunding Bond Series 2016B	1,280,000	263,075
Revenue bonds	Taxable Economic Development Revenue Bonds Series 2015 (Pratt Paper IN LLC Project)	6,820,000	1,175,514
Revenue bonds	Taxable Economic Development Revenue Bonds Series 2019 (St Paul Valparaiso LLC Project)	1,650,000	-
Total governmental activities		36,974,000	4,857,298
Storm Water:			
Revenue bonds	Stormwater Mgmt District Revenue Refunding Bonds Series 2019	3,820,000	594,223
Revenue bonds	Stormwater Mgmt. District Revenue Bonds of 2017	10,000,000	310,982
Total Storm Water		13,820,000	905,205
Wastewater:			
Revenue bonds	Sewage Works Refunding Revenue Bonds 2015	10,200,000	388,350
Revenue bonds	Sewage Works Revenue Bonds of 2011	1,039,000	105,425
Revenue bonds	Sewage Works Revenue Bonds of 2013	1,820,000	1,235,248
Revenue bonds	Sewage Works Revenue Bonds of 2015	2,125,000	174,631
Revenue bonds	Sewage Works Revenue Bonds of 2019	5,620,000	239,023
Total Wastewater		20,804,000	2,142,677
Water:			
Revenue bonds	Waterworks Refunding Revenue Bonds 2018	2,110,000	98,188
Revenue bonds	Waterworks Revenue Bonds of 2013	1,780,000	615,480
Revenue bonds	Waterworks Revenue Bonds of 2014 Series A	9,980,000	358,500
Revenue bonds	Waterworks Revenue Bonds of 2014 Series B	6,075,000	546,460
Total Water		19,945,000	1,618,628
Totals		\$ 91,543,000	\$ 9,523,808

CITY OF VALPARAISO
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2019

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
Wastewater:	
Land	\$ 693,794
Infrastructure	45,235,291
Buildings	27,430,837
Improvements other than buildings	123,602
Machinery, equipment, and vehicles	<u>36,644,391</u>
Total Wastewater	<u>110,127,915</u>
Storm Water:	
Land	1,376,129
Infrastructure	<u>22,031,055</u>
Total Storm Water	<u>23,407,184</u>
Governmental activities:	
Land	13,038,055
Infrastructure	94,350,319
Buildings	37,123,904
Improvements other than buildings	15,718,148
Machinery, equipment, and vehicles	<u>18,615,219</u>
Total governmental activities	<u>178,845,645</u>
Water:	
Land	1,488,034
Infrastructure	49,914,325
Buildings	7,695,561
Improvements other than buildings	649,838
Machinery, equipment, and vehicles	<u>19,239,958</u>
Total Water	<u>78,987,716</u>
Total capital assets	<u>\$ 391,368,460</u>

OTHER REPORTS

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