

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF BUTLER

DEKALB COUNTY, INDIANA

January 1, 2019 to December 31, 2019



**FILED**  
12/16/2020



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Angela M. Eck	01-01-19 to 12-31-20
Mayor	Ron L. Walter Mike Hartman	01-01-19 to 12-31-19 01-01-20 to 12-31-20
President of the Board of Public Works and Safety	Ron L. Walter Mike Hartman	01-01-19 to 12-31-19 01-01-20 to 12-31-20
President Pro Tempore of the Common Council	Eric Johnson	01-01-19 to 12-31-20
City Court Judge	The Honorable Richard Obendorf	01-01-19 to 12-31-20



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF BUTLER, DEKALB COUNTY, INDIANA

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

We have audited the accompanying financial statement of the City of Butler (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. 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.

  
Paul D. Joyce, CPA  
State Examiner

December 15, 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 BUTLER  
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	\$ 688,659	\$ 1,444,256	\$ 1,264,643	\$ 868,272
Motor Vehicle Highway	313,359	544,393	565,769	291,983
Local Road & Street	31,799	24,550	-	56,349
MVH Restricted	-	57,866	-	57,866
Law Enforcement Continuing Education	11,148	2,638	3,000	10,786
Clerk's Record Perpetuation	113,151	21,745	9,834	125,062
Unsafe Building Fund	16,046	63,647	15,633	64,060
Riverboat Fund	26,330	15,989	12,000	30,319
Park & Recreation	92,837	115,286	134,489	73,634
Park and TB Rental	969	4,909	830	5,048
Rainy Day Fund	80,503	272	-	80,775
LOIT Special	40,811	139	-	40,950
Levy Excess Fund	311	-	-	311
Fire Territory Operating Fund	293,732	283,548	204,116	373,164
Cumulative Capital Development	62,270	44,211	37,441	69,040
Cumulative Fire Equipment	606,578	175,084	27,856	753,806
GIS/IT Equipment Replacement	28,659	10,105	-	38,764
CEDIT	151,995	176,269	245,066	83,198
Cumulative Capital Improvements	29,868	6,232	2,880	33,220
Police Pension	148,764	20,788	19,500	150,052
City Court	28,757	793,263	787,122	34,898
Public Safety LOIT	90,724	183,091	94,409	179,406
Butler Days Festival	3,833	25,984	29,419	398
SRTS 2	79,358	35,874	-	115,232
Indiana Unclaimed	21	-	-	21
Community Crossing Grant	66,023	171,993	238,016	-
Community Crossing Grant 2	6,282	219,867	3,235	222,914
City Barn Replacement	75,104	93,665	101,891	66,878
Butler Mausoleum	889	-	-	889
Drug Free Grant	-	918	918	-
Red. Comm: DOWNTOWN PROJECT	-	100,029	-	100,029
Utility Liens Paid at County	-	926	926	-
Net Payroll Clearing	-	1,011,810	1,011,810	-
Petty Cash	400	-	-	400
Fire Donation	12,626	43	-	12,669
Park & Recreation Donation Fund	550	595	195	950
User Fee	1	113,688	113,688	1
Police Donation	11,445	17,992	13,944	15,493
Safe Routes to School	328	5,225	5,553	-
Fire: Cost Recovery	23,044	78	-	23,122
Redevelopment Commission	58,789	33,562	8,612	83,739
Park Equipment Fund	50,329	70,173	10,463	110,039
Community Development Revolving Loan	18	-	-	18
Thompson Block	126,677	114,454	164,778	76,353
Payroll Deduction	5,266	58,712	59,471	4,507
Federal Withholding Tax	-	119,408	119,408	-
State Withholding Tax	-	43,115	43,115	-
County Withholding Tax	-	25,768	25,768	-
Cemetery Trust	36,507	4,604	-	41,111
FICA	-	82,984	82,984	-
Garnishment - Child Support	-	9,852	9,852	-
Street Sweeper Replacement Fund	10,942	2,995	-	13,937
Storm Water Mgt Operating	47	136,131	11,890	124,288
Garbage Collection	21,092	155,083	158,340	17,835
Waste Water Operating	601,891	2,479,697	1,855,162	1,226,426
Waste Water Bond & Interest	4	334,013	334,013	4
Waste Water Depreciation	464,916	97,720	11,087	551,549
Waste Water Consumer Deposit	9,825	2,900	2,200	10,525
Waste Water Capacity Fee	187,903	5,445	-	193,348
W/W: Debt Service Charge	90	-	-	90
SDI Replacement	245,297	12,798	-	258,095
Waste Water Debt Service Reserve	319,000	-	-	319,000
Utility Credits	1,717	775	494	1,998
Water Operating	61,844	729,240	734,296	56,788
Water Bond & Interest	161	167,568	164,037	3,692
Water Depreciation	104,755	24,370	11,087	118,038
Water Consumer Deposit	11,800	2,900	2,400	12,300
Water Capacity Fee	21,955	4,883	-	26,838
Water Cash Reserve Fund	709	-	-	709
Water Debt Service Reserve	172,463	-	7,189	165,274
Totals	<u>\$ 5,651,171</u>	<u>\$ 10,506,118</u>	<u>\$ 8,760,829</u>	<u>\$ 7,396,460</u>

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

CITY OF BUTLER  
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 BUTLER  
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 BUTLER  
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 BUTLER  
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 BUTLER  
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. 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.

CITY OF BUTLER  
NOTES TO FINANCIAL STATEMENT  
(Continued)

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. Holding Corporation**

The City has entered into a capital lease with Butler Municipal 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 2019 totaled \$114,000.

**Note 8. Subsequent Events**

The City is in the process of issuing a State Revolving Fund (SRF) Loan, with a tentative closing date in March 2021. The anticipated amount is \$7,406,000, which will be used for Wastewater Treatment Plant Improvements.

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

	General Fund	Motor Vehicle Highway	Local Road & Street	MVH Restricted	Law Enforcement Continuing Education	Clerk's Record Perpetuation
Cash and investments - beginning	\$ 688,659	\$ 313,359	\$ 31,799	\$ -	\$ 11,148	\$ 113,151
Receipts:						
Taxes	1,101,081	454,559	-	-	-	-
Licenses and permits	1,697	-	-	-	1,495	-
Intergovernmental receipts	127,061	87,575	24,399	57,761	-	-
Charges for services	40,720	850	-	-	-	-
Fines and forfeits	117,151	-	-	-	1,110	21,335
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	56,546	1,409	151	105	33	410
Total receipts	1,444,256	544,393	24,550	57,866	2,638	21,745
Disbursements:						
Personal services	733,817	177,192	-	-	-	-
Supplies	49,060	53,208	-	-	-	4,402
Other services and charges	332,062	53,154	-	-	3,000	2,600
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	37,416	28,115	-	-	-	2,832
Utility operating expenses	-	-	-	-	-	-
Other disbursements	112,288	254,100	-	-	-	-
Total disbursements	1,264,643	565,769	-	-	3,000	9,834
Excess (deficiency) of receipts over disbursements	179,613	(21,376)	24,550	57,866	(362)	11,911
Cash and investments - ending	\$ 868,272	\$ 291,983	\$ 56,349	\$ 57,866	\$ 10,786	\$ 125,062

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

	Unsafe Building Fund	Riverboat Fund	Park & Recreation	Park and TB Rental	Rainy Day Fund	LOIT Special
Cash and investments - beginning	\$ 16,046	\$ 26,330	\$ 92,837	\$ 969	\$ 80,503	\$ 40,811
Receipts:						
Taxes	-	-	107,474	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	15,900	7,049	-	-	-
Charges for services	-	-	-	4,909	-	-
Fines and forfeits	17,606	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	46,041	89	763	-	272	139
Total receipts	63,647	15,989	115,286	4,909	272	139
Disbursements:						
Personal services	-	-	70,416	-	-	-
Supplies	-	-	23,526	-	-	-
Other services and charges	15,633	-	25,512	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	10,035	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	12,000	5,000	830	-	-
Total disbursements	15,633	12,000	134,489	830	-	-
Excess (deficiency) of receipts over disbursements	48,014	3,989	(19,203)	4,079	272	139
Cash and investments - ending	\$ 64,060	\$ 30,319	\$ 73,634	\$ 5,048	\$ 80,775	\$ 40,950

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

	Levy Excess Fund	Fire Territory Operating Fund	Cumulative Capital Development	Cumulative Fire Equipment	GIS/IT Equipment Replacement	CEDIT
Cash and investments - beginning	\$ 311	\$ 293,732	\$ 62,270	\$ 606,578	\$ 28,659	\$ 151,995
Receipts:						
Taxes	-	245,982	41,263	168,394	-	175,648
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	6,530	2,706	4,470	-	-
Charges for services	-	29,388	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	1,648	242	2,220	10,105	621
Total receipts	-	283,548	44,211	175,084	10,105	176,269
Disbursements:						
Personal services	-	77,428	-	-	-	-
Supplies	-	33,193	-	-	-	-
Other services and charges	-	65,883	-	-	-	14,066
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	27,612	141	27,856	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	37,300	-	-	231,000
Total disbursements	-	204,116	37,441	27,856	-	245,066
Excess (deficiency) of receipts over disbursements	-	79,432	6,770	147,228	10,105	(68,797)
Cash and investments - ending	\$ 311	\$ 373,164	\$ 69,040	\$ 753,806	\$ 38,764	\$ 83,198

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

	Cumulative Capital Improvements	Police Pension	City Court	Public Safety LOIT	Butler Days Festival	SRTS 2
Cash and investments - beginning	\$ 29,868	\$ 148,764	\$ 28,757	\$ 90,724	\$ 3,833	\$ 79,358
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	6,132	-	-	182,512	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	793,263	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	100	20,788	-	579	25,984	35,874
Total receipts	6,232	20,788	793,263	183,091	25,984	35,874
Disbursements:						
Personal services	-	-	-	25,237	-	-
Supplies	-	-	-	6,434	-	-
Other services and charges	-	-	-	8,340	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	2,880	-	-	54,398	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	19,500	787,122	-	29,419	-
Total disbursements	2,880	19,500	787,122	94,409	29,419	-
Excess (deficiency) of receipts over disbursements	3,352	1,288	6,141	88,682	(3,435)	35,874
Cash and investments - ending	\$ 33,220	\$ 150,052	\$ 34,898	\$ 179,406	\$ 398	\$ 115,232

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

	Indiana Unclaimed	Community Crossing Grant	Community Crossing Grant 2	City Barn Replacement	Butler Mausoleum	Drug Free Grant
Cash and investments - beginning	\$ 21	\$ 66,023	\$ 6,282	\$ 75,104	\$ 889	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	171,638	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	355	219,867	93,665	-	918
Total receipts	-	171,993	219,867	93,665	-	918
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	918
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	93,491	-	-
Capital outlay	-	202,699	-	8,400	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	35,317	3,235	-	-	-
Total disbursements	-	238,016	3,235	101,891	-	918
Excess (deficiency) of receipts over disbursements	-	(66,023)	216,632	(8,226)	-	-
Cash and investments - ending	\$ 21	\$ -	\$ 222,914	\$ 66,878	\$ 889	\$ -

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

	Red. Comm: Downtown Project	Utility Liens Paid at County	Net Payroll Clearing	Petty Cash	Fire Donation	Park & Recreation Donation Fund
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 400	\$ 12,626	\$ 550
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	100,029	926	1,011,810	-	43	595
Total receipts	100,029	926	1,011,810	-	43	595
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	195
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	926	1,011,810	-	-	-
Total disbursements	-	926	1,011,810	-	-	195
Excess (deficiency) of receipts over disbursements	100,029	-	-	-	43	400
Cash and investments - ending	\$ 100,029	\$ -	\$ -	\$ 400	\$ 12,669	\$ 950

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

	User Fee	Police Donation	Safe Routes to School	Fire: Cost Recovery	Redevelopment Commission	Park Equipment Fund
Cash and investments - beginning	\$ 1	\$ 11,445	\$ 328	\$ 23,044	\$ 58,789	\$ 50,329
Receipts:						
Taxes	-	-	-	-	31,283	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	5,225	-	2,052	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	113,688	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	17,992	-	78	227	70,173
Total receipts	113,688	17,992	5,225	78	33,562	70,173
Disbursements:						
Personal services	-	-	-	-	1,079	-
Supplies	-	-	-	-	42	-
Other services and charges	-	12,444	659	-	2,484	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	1,500	-	-	5,007	10,463
Utility operating expenses	-	-	-	-	-	-
Other disbursements	113,688	-	4,894	-	-	-
Total disbursements	113,688	13,944	5,553	-	8,612	10,463
Excess (deficiency) of receipts over disbursements	-	4,048	(328)	78	24,950	59,710
Cash and investments - ending	\$ 1	\$ 15,493	\$ -	\$ 23,122	\$ 83,739	\$ 110,039

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

	Community Development Revolving Loan	Thompson Block	Payroll Deduction	Federal Withholding Tax	State Withholding Tax	County Withholding Tax
Cash and investments - beginning	\$ 18	\$ 126,677	\$ 5,266	\$ -	\$ -	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Penalties	-	-	-	-	-	-
Other receipts	-	114,454	58,712	119,408	43,115	25,768
Total receipts	-	114,454	58,712	119,408	43,115	25,768
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	114,000	-	-	-	-
Capital outlay	-	50,778	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	59,471	119,408	43,115	25,768
Total disbursements	-	164,778	59,471	119,408	43,115	25,768
Excess (deficiency) of receipts over disbursements	-	(50,324)	(759)	-	-	-
Cash and investments - ending	\$ 18	\$ 76,353	\$ 4,507	\$ -	\$ -	\$ -

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

	Cemetery Trust	FICA	Garnishment - Child Support	Street Sweeper Replacement Fund	Storm Water Mgt Operating	Garbage Collection
Cash and investments - beginning	\$ 36,507	\$ -	\$ -	\$ 10,942	\$ 47	\$ 21,092
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	4,470	-	-	2,952	-	151,428
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	134,316	-
Penalties	-	-	-	-	1,572	3,591
Other receipts	134	82,984	9,852	43	243	64
Total receipts	4,604	82,984	9,852	2,995	136,131	155,083
Disbursements:						
Personal services	-	-	-	-	9,055	6,502
Supplies	-	-	-	-	-	3,868
Other services and charges	-	-	-	-	-	147,970
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	2,835	-
Other disbursements	-	82,984	9,852	-	-	-
Total disbursements	-	82,984	9,852	-	11,890	158,340
Excess (deficiency) of receipts over disbursements	4,604	-	-	2,995	124,241	(3,257)
Cash and investments - ending	\$ 41,111	\$ -	\$ -	\$ 13,937	\$ 124,288	\$ 17,835

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

	Waste Water Operating	Waste Water Bond & Interest	Waste Water Depreciation	Waste Water Consumer Deposit	Waste Water Capacity Fee	W/W: Debt Service Charge
Cash and investments - beginning	\$ 601,891	\$ 4	\$ 464,916	\$ 9,825	\$ 187,903	\$ 90
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	2,460,578	-	-	2,900	4,800	-
Penalties	14,499	-	-	-	-	-
Other receipts	4,620	334,013	97,720	-	645	-
Total receipts	2,479,697	334,013	97,720	2,900	5,445	-
Disbursements:						
Personal services	345,155	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	42,270	-	-	-	-	-
Debt service - principal and interest	-	334,013	-	-	-	-
Capital outlay	139,201	-	-	-	-	-
Utility operating expenses	799,024	-	11,087	-	-	-
Other disbursements	529,512	-	-	2,200	-	-
Total disbursements	1,855,162	334,013	11,087	2,200	-	-
Excess (deficiency) of receipts over disbursements	624,535	-	86,633	700	5,445	-
Cash and investments - ending	\$ 1,226,426	\$ 4	\$ 551,549	\$ 10,525	\$ 193,348	\$ 90

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

	SDI Replacement	Waste Water Debt Service Reserve	Utility Credits	Water Operating	Water Bond & Interest	Water Depreciation
Cash and investments - beginning	\$ 245,297	\$ 319,000	\$ 1,717	\$ 61,844	\$ 161	\$ 104,755
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	11,946	-	775	713,197	-	-
Penalties	-	-	-	7,872	-	-
Other receipts	852	-	-	8,171	167,568	24,370
Total receipts	12,798	-	775	729,240	167,568	24,370
Disbursements:						
Personal services	-	-	-	193,365	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	14,239	-	-
Debt service - principal and interest	-	-	-	-	164,037	-
Capital outlay	-	-	-	53,939	-	-
Utility operating expenses	-	-	-	244,685	-	11,087
Other disbursements	-	-	494	228,068	-	-
Total disbursements	-	-	494	734,296	164,037	11,087
Excess (deficiency) of receipts over disbursements	12,798	-	281	(5,056)	3,531	13,283
Cash and investments - ending	\$ 258,095	\$ 319,000	\$ 1,998	\$ 56,788	\$ 3,692	\$ 118,038

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

	Water Consumer Deposit	Water Capacity Fee	Water Cash Reserve Fund	Water Debt Service Reserve	Totals
Cash and investments - beginning	\$ 11,800	\$ 21,955	\$ 709	\$ 172,463	\$ 5,651,171
Receipts:					
Taxes	-	-	-	-	2,325,684
Licenses and permits	-	-	-	-	3,192
Intergovernmental receipts	-	-	-	-	701,010
Charges for services	-	-	-	-	234,717
Fines and forfeits	-	-	-	-	1,064,153
Utility fees	2,900	4,800	-	-	3,336,212
Penalties	-	-	-	-	27,534
Other receipts	-	83	-	-	2,813,616
Total receipts	<u>2,900</u>	<u>4,883</u>	<u>-</u>	<u>-</u>	<u>10,506,118</u>
Disbursements:					
Personal services	-	-	-	-	1,639,246
Supplies	-	-	-	-	174,651
Other services and charges	-	-	-	-	740,511
Debt service - principal and interest	-	-	-	-	705,541
Capital outlay	-	-	-	-	663,272
Utility operating expenses	-	-	-	-	1,068,718
Other disbursements	2,400	-	-	7,189	3,768,890
Total disbursements	<u>2,400</u>	<u>-</u>	<u>-</u>	<u>7,189</u>	<u>8,760,829</u>
Excess (deficiency) of receipts over disbursements	<u>500</u>	<u>4,883</u>	<u>-</u>	<u>(7,189)</u>	<u>1,745,289</u>
Cash and investments - ending	<u>\$ 12,300</u>	<u>\$ 26,838</u>	<u>\$ 709</u>	<u>\$ 165,274</u>	<u>\$ 7,396,460</u>

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ -	\$ -
Storm Water	-	5,122
Trash	-	16,290
Wastewater	-	74,187
Water	-	<u>65,730</u>
Totals	<u>\$ -</u>	<u>\$ 161,329</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Butler Municipal Building Corporation	Renovations to city hall/utility office	\$ 111,000	3/31/2011	1/15/2031
City Barn Municipal Lease	New city barns	<u>93,491</u>	5/15/2017	5/15/2037
Total of annual lease payments		<u>\$ 204,491</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Wastewater:			
Revenue bonds	Refunding of 2000 & 1996 issues	\$ 125,000	\$ 130,625
Water:			
Revenue bonds	Water Bond Issue 2013	1,055,000	108,393
Revenue bonds	Water utility improvements	<u>337,600</u>	<u>56,882</u>
Total Water		<u>1,392,600</u>	<u>165,275</u>
Totals		<u>\$ 1,517,600</u>	<u>\$ 295,900</u>

CITY OF BUTLER  
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	\$ 15,390
Infrastructure	3,431,789
Buildings	487,994
Improvements other than buildings	7,034,562
Machinery, equipment, and vehicles	1,360,050
Construction in progress	<u>2,069,459</u>
 Total Wastewater	 <u>14,399,244</u>
Storm Water:	
Infrastructure	743,731
Machinery, equipment, and vehicles	3,868
Construction in progress	<u>70,448</u>
 Total Storm Water	 <u>818,047</u>
Governmental activities:	
Land	378,235
Infrastructure	3,435,066
Buildings	5,818,367
Improvements other than buildings	823,660
Machinery, equipment, and vehicles	3,274,214
Construction in progress	<u>122,996</u>
 Total governmental activities	 <u>13,852,538</u>
Water:	
Land	3,078
Infrastructure	3,603,672
Buildings	402,530
Improvements other than buildings	192,818
Machinery, equipment, and vehicles	289,837
Construction in progress	<u>2,950</u>
 Total Water	 <u>4,494,885</u>
 Total capital assets	 <u>\$ 33,564,714</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/>.