

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF MARTINSVILLE

MORGAN COUNTY, INDIANA

January 1, 2021 to December 31, 2021



**FILED**  
06/28/2022



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Rebecca J. Tumey	01-01-21 to 12-31-22
Mayor	Kenneth Costin	01-01-21 to 12-31-22
President of the Board of Public Works	Kenneth Costin	01-01-21 to 12-31-22
President Pro Tempore of the Common Council	Phil R. Deckard II	01-01-21 to 12-31-22
Utility Office Manager	Heather Staggs	01-01-21 to 12-31-22



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF MARTINSVILLE, MORGAN COUNTY, INDIANA

### **Report on the Audit of the Financial Statements**

#### ***Adverse and Unmodified Opinions***

We have audited the accompanying financial statement of the City of Martinsville (City), which comprises the financial position and results of operations as of and for the year ended December 31, 2021, and the related notes to the financial statement as listed in the Table of Contents.

#### ***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 and Unmodified Opinions* section of our report, the financial statement referred to above does not present fairly, the financial position and results of operations of the City as of December 31, 2021, in accordance with accounting principles generally accepted in the United States of America.

#### ***Opinion on Regulatory Basis of Accounting***

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the respective financial position and results of operations of the City, as of December 31, 2021, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

#### ***Basis for Adverse and Unmodified Opinions***

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial auditors contained in *Government Auditing Standards* issued by the Comptroller General of the United States. Our responsibilities under those standards are further described in the *Auditor's Responsibilities for the Audit of the Financial Statements* section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Matter Giving Rise to 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.

***Management's Responsibility for the Financial Statement***

Management is responsible for the preparation and fair presentation of the 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 Responsibilities for the Audit of the Financial Statement***

Our objectives are to obtain reasonable assurance about whether the financial statement as a whole is free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance, but is not absolute assurance, and, therefore, is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment of a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

***Required Supplementary Information***

Financial reporting requirements established by the Indiana State Board of Accounts as described in Note 1 require that the Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis be presented to supplement the basic financial statement. Such information is the responsibility of management and, although not a part of the basic financial statement, is required by reporting requirements established by the Indiana State Board of Accounts who considers it to be an essential part of financial reporting for placing the basic financial statement in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statement, and other knowledge we obtained during our audit of the basic financial statement. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

***Other Information***

Management is responsible for the other information included in the annual financial report. The other information comprises the Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, but does not include the basic financial statement and our auditor's report thereon. Our opinions on the basic financial statement does not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statement, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statement, or the other information otherwise appears to be materially misstated. If, based on the work performed, we concluded that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

***Other Reporting Required by Government Auditing Standards***

In accordance with *Government Auditing Standards*, we have also issued our report dated June 9, 2022, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and 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.

  
Beth Kelley, CPA, CFE  
Deputy State Examiner

June 9, 2022

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FINANCIAL STATEMENT AND ACCOMPANYING NOTES; REQUIRED  
SUPPLEMENTARY INFORMATION; AND OTHER INFORMATION

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.

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

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the 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 MARTINSVILLE  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Year Ended December 31, 2021

Fund	Cash and Investments 01-01-21	Receipts	Disbursements	Cash and Investments 12-31-21
General	\$ 2,346,162	\$ 10,991,712	\$ 11,427,179	\$ 1,910,695
Motor Vehicle Highway	735,586	1,463,452	1,611,481	587,557
Local Road And Street	316,759	225,555	96,216	446,098
MVH Restricted	315,919	248,107	521,978	42,048
Planning And Zoning	178,344	15,970	22,258	172,056
CRIMINAL JUSTICE	2,513	-	2,513	-
Community Development Block	1,238	-	1,238	-
Law Enforcement Continuing Ed	69,133	13,982	7,657	75,458
Riverboat	342,661	69,986	-	412,647
Parks And Recreation	612,530	568,304	640,913	539,921
Pretrial Diversion	129,504	74,581	93,318	110,767
Cumulative Capital Development	332,904	196,215	196,543	332,576
TIF OHIO STREET	102,425	101,322	70,000	133,747
Industrial Park (Construction)	40,397	-	40,397	-
GOVT BLDG LEASE RENTAL	72,001	214,003	211,371	74,633
TIF STATE ROAD 39	71,447	258,223	70,000	259,670
Martinsville City Court	101,866	340,612	305,666	136,812
2007 D&R FD 318119	17,698	7,258	1,787	23,169
2007 Pay Agt 318122	94,504	93,002	187,506	-
MUNICIPAL BLDG BOND	-	217,265	143,139	74,126
MBB OPERATING	549,316	93,560	-	642,876
DARE	4,881	-	-	4,881
RAINY DAY	158,351	-	72,322	86,029
I-69 Utility Relocation	116,547	14,929	14,929	116,547
LOIT SPECIAL DISTRIBUTION	139,461	602,613	574,494	167,580
FIRE SKID TRANSPORT	2,889	-	-	2,889
Community Crossings Grant	-	543,988	260,338	283,650
Crime Prevention	13,699	25,968	39,398	269
GO 17 Debt Service	-	329,249	216,475	112,774
GO 17 Operating	-	73	-	73
F&B Debt Service 2017	170,453	1,055	-	171,508
GENERAL OBLIGATION 2018	184,433	14,057	75,464	123,026
PARK BOND 2018	306,047	729	210,497	96,279
REDEVELOPMENT 2018	153	258	-	411
Employee Benefit Trust	2,523,430	1,614,926	1,141,072	2,997,284
General Obligation 18	21,287	301,316	322,603	-
Park Bond 2018 - Debt Service	61,379	102,333	146,631	17,081
Redevelopment Bond 2018 Debt Service	80,938	573,516	561,269	93,185
GO 2017 Paying AGT 763132	107,863	216,475	214,350	109,988
WWKS 18 PPA 763634	373,163	374,675	747,838	-
600 Trust Employee Benefit/Active	83,946	3,263,718	2,395,945	951,719
Cumulative Cap Improvement	273,653	34,070	9,768	297,955
MORGAN STREET CORRIDOR	-	174,309	76,970	97,339
SOUTH EAST 37	62,465	829,624	230,908	661,181
UNSAFE BUILDING	-	41,082	16,423	24,659
CFR Grant CFDA 21.019	377,775	37,778	406,039	9,514
Police Donations	488	900	-	1,388
ARPA Coronavirus Local Fiscal Relief	-	1,317,270	-	1,317,270
GO 21	-	1,950,439	60,500	1,889,939
Petty Cash	500	-	-	500
Speed Grant	268	-	268	-

CITY OF MARTINSVILLE  
STATEMENT OF RECEIPTS, DISBURSEMENTS,  
AND CASH AND INVESTMENT BALANCES -  
REGULATORY BASIS  
For the Year Ended December 31, 2021

Fund	Cash and Investments 01-01-21	Receipts	Disbursements	Cash and Investments 12-31-21
Fire Donation	3,821	1,400	965	4,256
Click It to Live It	1,910	15,887	-	17,797
Fire Hydrant Maintenance	11,755	5,200	5,000	11,955
Court Fees	9,476	4,856	1,956	12,376
City Park Cum Cap	496	-	-	496
Loit-Public Safety	1,436,559	1,015,125	1,026,258	1,425,426
Food And Beverage Debt Reserve	627,305	411,742	267,960	771,087
Historical Preservation Grant	319	-	319	-
Police Drug Evidence	7,981	15,416	14,750	8,647
Auditor Court Costs	-	24,476	24,476	-
Bail Bond Admin Bal Bond-Admin	33,564	1,000	-	34,564
Environmental Renovations	1,146	-	1,146	-
Judicial Salary	3,035	5,910	4,221	4,724
Parking Control Fund	17,232	-	17,232	-
Police Camera	2,161	-	64	2,097
Record Perpetuation	183,990	8,083	-	192,073
Recording Fees	126	-	-	126
Edit Fund	530,311	736,063	540,413	725,961
Fire Pension#3	190,239	209,922	251,789	148,372
Police Pension#3	153,251	203,648	271,402	85,497
Payroll	42,497	6,850,566	6,850,370	42,693
STORMWATER	965,006	686,201	868,225	782,982
Com Ind Fac Bg GRP Lease Rental Bonds 2012	656,582	188	-	656,770
Sink Fund 2007	2	-	2	-
Sewer Bond & Interest	620,479	834,642	830,786	624,335
Sewer Debt Reserve	900,825	91	-	900,916
Martinsville GFBC 2012 DSRF	139,817	39	-	139,856
Sewer Operations (Hb)	185,513	3,321,518	3,053,140	453,891
City Availability (Hb)	135,315	45,054	-	180,369
Developer Availability (Hb)	220,229	45,054	200,000	65,283
Plant Expansion (Hb)	89,331	208,052	99,061	198,322
Sewer Improvement (Hb)	56,589	-	54,738	1,851
WATER METER DEPOSIT	123,425	17,233	19,453	121,205
GOVT FAC LEASE RENTAL 2012	39,553	74,171	73,700	40,024
Water 2018 Bond and Interest	-	1,144,452	986,471	157,981
SRF 2020	-	617,642	617,642	-
SRF DW Martinsville B&I	218,472	870,229	467,408	621,293
SRF DW Martinsville Reserve	24,918	116,288	-	141,206
SRF DW Martinsville Construction	5,943,921	172,340	5,683,661	432,600
Water Operations (Hb)	101,127	3,000,534	2,858,208	243,453
Water Meter Deposits (Hb)	376	-	-	376
Water Improvement (Hb)	15,254	-	-	15,254
Utility Clearance (Hb)	11,125	6,886,794	6,860,955	36,964
SANITATION UTILITY	-	581,851	53,023	528,828
Totals	<u>\$ 25,202,009</u>	<u>\$ 55,690,126</u>	<u>\$ 55,450,455</u>	<u>\$ 25,441,680</u>

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

CITY OF MARTINSVILLE  
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, 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 MARTINSVILLE  
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: local income tax, 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 MARTINSVILLE  
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 MARTINSVILLE  
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 MARTINSVILLE  
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 MARTINSVILLE  
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. Holding Corporation**

The City has entered into a capital lease with the City of Martinsville, Indiana Government Facility 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 for Lease Rental Revenue Bonds Series 2012 and Lease Rental Refunding Revenue Bonds Series 2017, during the year 2021 totaled \$143,000 and \$93,000, respectively.

CITY OF MARTINSVILLE  
NOTES TO FINANCIAL STATEMENT  
(Continued)

The City has entered into a capital lease with the City of Martinsville, Redevelopment Authority (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 for Redevelopment Bond 2021, during the year 2021 totaled \$222,500.

**Note 8. Other Postemployment Benefits**

The City provides to eligible retirees and their spouses the following benefits: health benefits, including dental, vision, and death benefits. These benefits pose a liability to the City for this year and in future years. Information regarding these benefits can be obtained by contacting the City.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	General	Motor Vehicle Highway	Local Road And Street	MVH Restricted	Planning And Zoning	CRIMINAL JUSTICE
Cash and investments - beginning	\$ 2,346,162	\$ 735,586	\$ 316,759	\$ 315,919	\$ 178,344	\$ 2,513
Receipts:						
Taxes	3,357,580	809,369	-	-	-	-
Licenses and permits	228,571	-	-	-	15,970	-
Intergovernmental receipts	4,301,959	652,699	225,555	248,107	-	-
Charges for services	12,702	-	-	-	-	-
Fines and forfeits	47,954	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	3,042,946	1,384	-	-	-	-
Total receipts	<u>10,991,712</u>	<u>1,463,452</u>	<u>225,555</u>	<u>248,107</u>	<u>15,970</u>	<u>-</u>
Disbursements:						
Personal services	6,673,547	1,202,292	-	-	18,708	-
Supplies	81,363	79,239	60,235	-	445	-
Other services and charges	1,674,328	329,950	35,981	-	3,105	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	521,978	-	2,513
Utility operating expenses	-	-	-	-	-	-
Other disbursements	2,997,941	-	-	-	-	-
Total disbursements	<u>11,427,179</u>	<u>1,611,481</u>	<u>96,216</u>	<u>521,978</u>	<u>22,258</u>	<u>2,513</u>
Excess (deficiency) of receipts over disbursements	<u>(435,467)</u>	<u>(148,029)</u>	<u>129,339</u>	<u>(273,871)</u>	<u>(6,288)</u>	<u>(2,513)</u>
Cash and investments - ending	<u>\$ 1,910,695</u>	<u>\$ 587,557</u>	<u>\$ 446,098</u>	<u>\$ 42,048</u>	<u>\$ 172,056</u>	<u>\$ -</u>

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Community Development Block	Law Enforcement Continuing Ed	Riverboat	Parks And Recreation	Pretrial Diversion	Cumulative Capital Development
Cash and investments - beginning	\$ 1,238	\$ 69,133	\$ 342,661	\$ 612,530	\$ 129,504	\$ 332,904
Receipts:						
Taxes	-	-	-	382,190	-	182,015
Licenses and permits	-	13,982	-	38,204	-	-
Intergovernmental receipts	-	-	69,986	29,816	-	14,200
Charges for services	-	-	-	116,858	-	-
Fines and forfeits	-	-	-	-	74,581	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	1,236	-	-
Total receipts	-	13,982	69,986	568,304	74,581	196,215
Disbursements:						
Personal services	-	-	-	313,708	-	-
Supplies	-	-	-	209,905	-	-
Other services and charges	-	7,657	-	105,770	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	1,238	-	-	-	93,318	196,543
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	11,530	-	-
Total disbursements	1,238	7,657	-	640,913	93,318	196,543
Excess (deficiency) of receipts over disbursements	(1,238)	6,325	69,986	(72,609)	(18,737)	(328)
Cash and investments - ending	\$ -	\$ 75,458	\$ 412,647	\$ 539,921	\$ 110,767	\$ 332,576

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	TIF OHIO STREET	Industrial Park (Construction)	GOVT BLDG LEASE RENTAL	TIF STATE ROAD 39	Martinsville City Court	2007 D&R FD 318119
Cash and investments - beginning	\$ 102,425	\$ 40,397	\$ 72,001	\$ 71,447	\$ 101,866	\$ 17,698
Receipts:						
Taxes	101,322	-	-	258,223	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	340,612	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	214,003	-	-	7,258
Total receipts	101,322	-	214,003	258,223	340,612	7,258
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	211,371	-	-	1,787
Capital outlay	70,000	40,397	-	70,000	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	305,666	-
Total disbursements	70,000	40,397	211,371	70,000	305,666	1,787
Excess (deficiency) of receipts over disbursements	31,322	(40,397)	2,632	188,223	34,946	5,471
Cash and investments - ending	\$ 133,747	\$ -	\$ 74,633	\$ 259,670	\$ 136,812	\$ 23,169

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	2007 Pay Agt 318122	MUNICIPAL BLDG BOND	MBB OPERATING	DARE	RAINY DAY	I-69 Utility Relocation
Cash and investments - beginning	\$ 94,504	\$ -	\$ 549,316	\$ 4,881	\$ 158,351	\$ 116,547
Receipts:						
Taxes	-	201,414	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	15,712	-	-	-	-
Charges for services	-	-	93,560	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	93,002	139	-	-	-	14,929
Total receipts	93,002	217,265	93,560	-	-	14,929
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	187,506	143,000	-	-	-	-
Capital outlay	-	-	-	-	72,322	14,929
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	139	-	-	-	-
Total disbursements	187,506	143,139	-	-	72,322	14,929
Excess (deficiency) of receipts over disbursements	(94,504)	74,126	93,560	-	(72,322)	-
Cash and investments - ending	\$ -	\$ 74,126	\$ 642,876	\$ 4,881	\$ 86,029	\$ 116,547

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	LOIT SPECIAL DISTRIBUTION	FIRE SKID TRANSPORT	Community Crossings Grant	Crime Prevention	GO 17 Debt Service	GO 17 Operating
Cash and investments - beginning	\$ 139,461	\$ 2,889	\$ -	\$ 13,699	\$ -	\$ -
Receipts:						
Taxes	602,613	-	-	-	305,422	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	23,827	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	543,988	25,968	-	73
Total receipts	<u>602,613</u>	<u>-</u>	<u>543,988</u>	<u>25,968</u>	<u>329,249</u>	<u>73</u>
Disbursements:						
Personal services	-	-	-	39,398	-	-
Supplies	-	-	-	-	-	-
Other services and charges	574,494	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	216,475	-
Capital outlay	-	-	260,338	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>574,494</u>	<u>-</u>	<u>260,338</u>	<u>39,398</u>	<u>216,475</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>28,119</u>	<u>-</u>	<u>283,650</u>	<u>(13,430)</u>	<u>112,774</u>	<u>73</u>
Cash and investments - ending	<u>\$ 167,580</u>	<u>\$ 2,889</u>	<u>\$ 283,650</u>	<u>\$ 269</u>	<u>\$ 112,774</u>	<u>\$ 73</u>

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	F&B Debt Service 2017	GENERAL OBLIGATION 2018	PARK BOND 2018	REDEVELOPMENT 2018	Employee Benefit Trust	General Obligation 18
Cash and investments - beginning	\$ 170,453	\$ 184,433	\$ 306,047	\$ 153	\$ 2,523,430	\$ 21,287
Receipts:						
Taxes	-	-	-	-	-	266,625
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	20,801
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	1,055	14,057	729	258	1,614,926	13,890
Total receipts	1,055	14,057	729	258	1,614,926	301,316
Disbursements:						
Personal services	-	-	-	-	1,141,072	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	322,603
Capital outlay	-	75,464	210,497	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	75,464	210,497	-	1,141,072	322,603
Excess (deficiency) of receipts over disbursements	1,055	(61,407)	(209,768)	258	473,854	(21,287)
Cash and investments - ending	\$ 171,508	\$ 123,026	\$ 96,279	\$ 411	\$ 2,997,284	\$ -

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Park Bond 2018 -	Redevelopment Bond 2018 Debt Service	GO 2017 Paying AGT 763132	WWKS 18 PPA 763634	600 Trust Employee Benefit/Active	Cumulative Cap Improvement
Cash and investments - beginning	\$ 61,379	\$ 80,938	\$ 107,863	\$ 373,163	\$ 83,946	\$ 273,653
Receipts:						
Taxes	94,928	532,012	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	7,405	41,504	-	-	-	34,070
Charges for services	-	-	-	374,675	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	216,475	-	3,263,718	-
Total receipts	102,333	573,516	216,475	374,675	3,263,718	34,070
Disbursements:						
Personal services	-	-	-	-	2,395,945	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	146,631	561,269	214,350	747,838	-	-
Capital outlay	-	-	-	-	-	9,768
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	146,631	561,269	214,350	747,838	2,395,945	9,768
Excess (deficiency) of receipts over disbursements	(44,298)	12,247	2,125	(373,163)	867,773	24,302
Cash and investments - ending	\$ 17,081	\$ 93,185	\$ 109,988	\$ -	\$ 951,719	\$ 297,955

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	MORGAN STREET CORRIDOR	SOUTH EAST 37	UNSAFE BUILDING	CFR Grant CFDA 21.019	Police Donations	ARPA Coronavirus Local Fiscal Relief
Cash and investments - beginning	\$ -	\$ 62,465	\$ -	\$ 377,775	\$ 488	\$ -
Receipts:						
Taxes	174,309	829,624	-	-	-	-
Licenses and permits	-	-	41,082	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	37,778	900	1,317,270
Total receipts	<u>174,309</u>	<u>829,624</u>	<u>41,082</u>	<u>37,778</u>	<u>900</u>	<u>1,317,270</u>
Disbursements:						
Personal services	-	-	-	406,039	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	16,423	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	76,970	230,908	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	<u>76,970</u>	<u>230,908</u>	<u>16,423</u>	<u>406,039</u>	<u>-</u>	<u>-</u>
Excess (deficiency) of receipts over disbursements	<u>97,339</u>	<u>598,716</u>	<u>24,659</u>	<u>(368,261)</u>	<u>900</u>	<u>1,317,270</u>
Cash and investments - ending	<u>\$ 97,339</u>	<u>\$ 661,181</u>	<u>\$ 24,659</u>	<u>\$ 9,514</u>	<u>\$ 1,388</u>	<u>\$ 1,317,270</u>

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	GO 21	Petty Cash	Speed Grant	Fire Donation	Click It to Live It	Fire Hydrant Maintenance
Cash and investments - beginning	\$ -	\$ 500	\$ 268	\$ 3,821	\$ 1,910	\$ 11,755
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	15,887	5,200
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	1,950,439	-	-	1,400	-	-
Total receipts	1,950,439	-	-	1,400	15,887	5,200
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	5,000
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	60,500	-	268	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	965	-	-
Total disbursements	60,500	-	268	965	-	5,000
Excess (deficiency) of receipts over disbursements	1,889,939	-	(268)	435	15,887	200
Cash and investments - ending	\$ 1,889,939	\$ 500	\$ -	\$ 4,256	\$ 17,797	\$ 11,955

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Court Fees	City Park Cum Cap	Loit-Public Safety	Food And Beverage Debt Reserve	Historical Preservation Grant	Police Drug Evidence
Cash and investments - beginning	\$ 9,476	\$ 496	\$ 1,436,559	\$ 627,305	\$ 319	\$ 7,981
Receipts:						
Taxes	-	-	-	411,742	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	1,015,125	-	-	-
Charges for services	-	-	-	-	-	15,416
Fines and forfeits	4,856	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	4,856	-	1,015,125	411,742	-	15,416
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	232,835	-	-	-
Other services and charges	-	-	793,423	-	-	-
Debt service - principal and interest	-	-	-	93,000	-	-
Capital outlay	-	-	-	174,960	319	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	1,956	-	-	-	-	14,750
Total disbursements	1,956	-	1,026,258	267,960	319	14,750
Excess (deficiency) of receipts over disbursements	2,900	-	(11,133)	143,782	(319)	666
Cash and investments - ending	\$ 12,376	\$ 496	\$ 1,425,426	\$ 771,087	\$ -	\$ 8,647

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Auditor Court Costs	Bail Bond Admin Bal Bond-Admin	Environmental Renovations	Judicial Salary	Parking Control Fund	Police Camera
Cash and investments - beginning	\$ -	\$ 33,564	\$ 1,146	\$ 3,035	\$ 17,232	\$ 2,161
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	24,476	1,000	-	5,910	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	-	-	-
Total receipts	24,476	1,000	-	5,910	-	-
Disbursements:						
Personal services	-	-	-	4,221	-	-
Supplies	-	-	-	-	-	64
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	1,146	-	17,232	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	24,476	-	-	-	-	-
Total disbursements	24,476	-	1,146	4,221	17,232	64
Excess (deficiency) of receipts over disbursements	-	1,000	(1,146)	1,689	(17,232)	(64)
Cash and investments - ending	\$ -	\$ 34,564	\$ -	\$ 4,724	\$ -	\$ 2,097

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Record Perpetuation	Recording Fees	Edit Fund	Fire Pension#3	Police Pension#3	Payroll
Cash and investments - beginning	\$ 183,990	\$ 126	\$ 530,311	\$ 190,239	\$ 153,251	\$ 42,497
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	736,063	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	8,083	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	209,922	203,648	6,850,566
Total receipts	8,083	-	736,063	209,922	203,648	6,850,566
Disbursements:						
Personal services	-	-	9,623	251,789	271,402	6,850,370
Supplies	-	-	-	-	-	-
Other services and charges	-	-	530,790	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	-	540,413	251,789	271,402	6,850,370
Excess (deficiency) of receipts over disbursements	8,083	-	195,650	(41,867)	(67,754)	196
Cash and investments - ending	\$ 192,073	\$ 126	\$ 725,961	\$ 148,372	\$ 85,497	\$ 42,693

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	STORMWATER	Com Ind Fac Bg GRP Lease Rental Bonds 2012	Sink Fund 2007	Sewer Bond & Interest	Sewer Debt Reserve	Martinsville GFBC 2012 DSRF
Cash and investments - beginning	\$ 965,006	\$ 656,582	\$ 2	\$ 620,479	\$ 900,825	\$ 139,817
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	676,569	-	-	-	-	-
Other receipts	9,632	188	-	834,642	91	39
Total receipts	686,201	188	-	834,642	91	39
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	-	-	2	830,786	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	868,225	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	868,225	-	2	830,786	-	-
Excess (deficiency) of receipts over disbursements	(182,024)	188	(2)	3,856	91	39
Cash and investments - ending	\$ 782,982	\$ 656,770	\$ -	\$ 624,335	\$ 900,916	\$ 139,856

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Sewer Operations (Hb)	City Availability (Hb)	Developer Availability (Hb)	Plant Expansion (Hb)	Sewer Improvement (Hb)	WATER METER DEPOSIT
Cash and investments - beginning	\$ 185,513	\$ 135,315	\$ 220,229	\$ 89,331	\$ 56,589	\$ 123,425
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	3,231,281	45,054	45,054	208,052	-	-
Other receipts	90,237	-	-	-	-	17,233
Total receipts	3,321,518	45,054	45,054	208,052	-	17,233
Disbursements:						
Personal services	473,629	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	328,048	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	200,000	99,061	54,738	-
Utility operating expenses	678,883	-	-	-	-	19,453
Other disbursements	1,572,580	-	-	-	-	-
Total disbursements	3,053,140	-	200,000	99,061	54,738	19,453
Excess (deficiency) of receipts over disbursements	268,378	45,054	(154,946)	108,991	(54,738)	(2,220)
Cash and investments - ending	\$ 453,891	\$ 180,369	\$ 65,283	\$ 198,322	\$ 1,851	\$ 121,205

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	GOVT FAC LEASE RENTAL 2012	Water 2018 Bond and Interest	SRF 2020	SRF DW Martinsville B&I	SRF DW Martinsville Reserve	SRF DW Martinsville Construction
Cash and investments - beginning	\$ 39,553	\$ -	\$ -	\$ 218,472	\$ 24,918	\$ 5,943,921
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	74,171	1,144,452	617,642	870,229	116,288	172,340
Total receipts	74,171	1,144,452	617,642	870,229	116,288	172,340
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	73,700	986,471	-	467,408	-	5,683,661
Capital outlay	-	-	617,642	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	73,700	986,471	617,642	467,408	-	5,683,661
Excess (deficiency) of receipts over disbursements	471	157,981	-	402,821	116,288	(5,511,321)
Cash and investments - ending	\$ 40,024	\$ 157,981	\$ -	\$ 621,293	\$ 141,206	\$ 432,600

CITY OF MARTINSVILLE  
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,  
 AND CASH AND INVESTMENT BALANCES -  
 REGULATORY BASIS  
 For the Year Ended December 31, 2021

	Water Operations (Hb)	Water Meter Deposits (Hb)	Water Improvement (Hb)	Utility Clearance (Hb)	SANITATION UTILITY	Totals
Cash and investments - beginning	\$ 101,127	\$ 376	\$ 15,254	\$ 11,125	\$ -	\$ 25,202,009
Receipts:						
Taxes	-	-	-	-	-	8,509,388
Licenses and permits	-	-	-	-	-	337,809
Intergovernmental receipts	-	-	-	-	-	7,436,829
Charges for services	-	-	-	-	581,851	1,216,149
Fines and forfeits	-	-	-	-	-	507,472
Utility fees	2,601,829	-	-	6,886,794	-	13,694,633
Other receipts	398,705	-	-	-	-	23,987,846
Total receipts	3,000,534	-	-	6,886,794	581,851	55,690,126
Disbursements:						
Personal services	530,967	-	-	-	-	20,582,710
Supplies	-	-	-	-	-	664,086
Other services and charges	342,998	-	-	-	-	4,747,967
Debt service - principal and interest	-	-	-	-	-	10,887,858
Capital outlay	-	-	-	-	53,023	3,226,072
Utility operating expenses	1,809,886	-	-	-	-	3,376,447
Other disbursements	174,357	-	-	6,860,955	-	11,965,315
Total disbursements	2,858,208	-	-	6,860,955	53,023	55,450,455
Excess (deficiency) of receipts over disbursements	142,326	-	-	25,839	528,828	239,671
Cash and investments - ending	\$ 243,453	\$ 376	\$ 15,254	\$ 36,964	\$ 528,828	\$ 25,441,680

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OTHER INFORMATION

CITY OF MARTINSVILLE  
 SCHEDULE OF PAYABLES AND RECEIVABLES  
 December 31, 2021

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ -	\$ 8,922
Stormwater	-	49,000
Wastewater	-	161,287
Water	-	99,507
Trash Disposal	-	825
Totals	<u>\$ -</u>	<u>\$ 319,541</u>

CITY OF MARTINSVILLE  
SCHEDULE OF LEASES AND DEBT  
December 31, 2021

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
City of Martinsville, Indiana Government Facility Building Corporation	Lease Rental Refunding Revenue Bonds Series 2017	\$ 187,150	12/20/2017	2/1/2028
City of Martinsville, Indiana Government Facility Building Corporation	Lease Rental Revenue Bonds Series 2012	134,288	8/1/2013	2/1/2032
City of Martinsville, Redevelopment Authority	Redevelopment Authority Lease Rental Revenue Bonds Series 2021	801,075	8/1/2021	2/1/2046
DeLage Landen Financial Services	Dump Truck	17,520	6/9/2017	6/9/2023
DeLage Landen Financial Services	Dump Truck	21,329	3/27/2017	3/27/2023
Nathan Lowder Farms	Right of Way Road	<u>1,500</u>	1/1/2020	12/31/2024
Total governmental activities		<u>1,162,862</u>		
Total of annual lease payments		<u>\$ 1,162,862</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	General Obligation Bonds Series 2017	\$ 210,000	\$ 215,119
General obligation bonds	General Obligation Bonds Series 2018	315,000	322,671
General obligation bonds	General Obligation Bonds Series 2021	1,950,000	397,421
General obligation bonds	Park District Bonds Series 2018	465,000	104,470
General obligation bonds	Redevelopment District Bonds Series 2018	<u>555,000</u>	<u>566,732</u>
Total governmental activities		<u>3,495,000</u>	<u>1,606,413</u>
Wastewater:			
Revenue bonds	Sewage Works Refunding Revenue Bonds of 2011	870,000	265,920
Revenue bonds	Sewage Works Revenue Bonds Series 2005 (SRF)	139,000	42,455
Revenue bonds	Sewage Works Revenue Bonds Series 2006 (SRF)	2,112,000	503,629
Revenue bonds	Sewage Works Revenue Bonds Series 2009 (SRF)	<u>164,000</u>	<u>24,563</u>
Total Wastewater		<u>3,285,000</u>	<u>836,567</u>
Water:			
Revenue bonds	Waterworks Refunding Revenue Bonds Series 2018	2,755,000	750,425
Revenue bonds	Waterworks Revenue Bonds Series 2020 SRF	<u>6,026,000</u>	<u>239,920</u>
Total Water		<u>8,781,000</u>	<u>990,345</u>
Totals		<u>\$ 15,561,000</u>	<u>\$ 3,433,325</u>

CITY OF MARTINSVILLE  
SCHEDULE OF CAPITAL ASSETS  
December 31, 2021

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

	Ending Balance
Governmental activities:	
Land	\$ 5,195,453
Infrastructure	7,151,360
Buildings	2,658,899
Improvements other than buildings	316,294
Machinery, equipment, and vehicles	<u>6,759,786</u>
Total governmental activities	<u>22,081,792</u>
Stormwater:	
Total Stormwater	<u>-</u>
Wastewater:	
Land	226,621
Infrastructure	21,503,934
Machinery, equipment, and vehicles	<u>3,242,305</u>
Total Wastewater	<u>24,972,860</u>
Water:	
Land	304,050
Infrastructure	12,196,433
Buildings	12,918
Improvements other than buildings	7,395
Machinery, equipment, and vehicles	980,149
Construction in progress	<u>6,026,000</u>
Total Water	<u>19,526,945</u>
Trash Disposal:	
Total Trash Disposal	<u>-</u>
Total capital assets	<u>\$ 66,581,597</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/>.