

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF HOBART

LAKE COUNTY, INDIANA

January 1, 2021 to December 31, 2021



**FILED**  
07/15/2022



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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Deborah Longer	01-01-21 to 12-31-22
Mayor	Brian Snedecor	01-01-21 to 12-31-22
President of the Board of Public Works	Brian Snedecor	01-01-21 to 12-31-22
President Pro Tempore of the Common Council	Matthew Claussen	01-01-21 to 12-31-22



## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF HOBART, LAKE COUNTY, INDIANA

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

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

We have audited the accompanying financial statement of the City of Hobart (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 Statement* 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.

#### ***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.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Emphasis of Matter***

As discussed in Notes 7 and 9 to the Financial Statement, the City has been experiencing a significant negative cash balance in the General fund. Management's plan in regard to these matters are discussed in Notes 7 and 9. The financial statement does not include any adjustments that might result from the outcome of Management's plans. Our opinion is not modified with respect to this matter.

***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 statement.

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.

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.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

**Other Information**

Management is responsible for the other information included in the Annual Financial Report. The other information comprises 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, 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 29, 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 29, 2022

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## 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 HOBART  
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	\$ (4,095,062)	\$ 29,496,114	\$ 28,218,263	\$ (2,817,211)
Motor Vehicle Highway	(556,307)	1,938,240	1,953,000	(571,067)
Local Road And Street	398,146	610,862	558,281	450,727
MVH Restricted	490,263	609,628	520,077	579,814
Law Enforcement Continuing Ed	73,386	64,186	74,069	63,503
Riverboat	64,736	224,555	180,659	108,632
Parks And Recreation	519,088	757,203	855,309	420,982
Economic Development Income Tax	886,852	1,409,884	884,642	1,412,094
Cumulative Capital Improvement	375,538	59,705	64,200	371,043
Cumulative Capital Development	1,078,257	719,975	959,024	839,208
Police Pension	690,231	559,344	548,326	701,249
Fire Pension	369,021	360,932	360,771	369,182
Public Safety Income Tax	708,109	1,621,346	1,414,640	914,815
Redev RZ TIF Bond A & B Debt Service	167,557	305,975	332,867	140,665
Maria Reiner Senior Center	162,642	115,424	166,131	111,935
Domestic Highway Enforcement	2,963	31,903	35,166	(300)
City Donations	929	3,500	-	4,429
RDC Special Fund	16,882	-	-	16,882
2014 Paving Bond Debt Service	8,228	-	8,228	-
Southside Lease Bond	287,500	680,000	627,500	340,000
G.R.I.T.	(2,887)	12,444	12,650	(3,093)
Downtown Lease Bond	113,000	229,000	227,500	114,500
O.P.O./D.U.I. Grant Administration	-	360,586	360,586	-
2017 Park Bond Debt Service	142,277	1,303,947	1,306,900	139,324
Park Bond Proceeds 7 Project	372,659	-	372,659	-
Indiana American Water (Centier)	59,963	224,914	228,832	56,045
Nipsco (Centier)	1,308	442,515	439,405	4,418
3rd Street Bridge Project	-	666,458	666,458	-
Seizure Department of Justice/Federal	524,793	696,269	393,797	827,265
Save Grant	-	15,572	15,572	-
City Court Odyssey	446,688	638,542	630,673	454,557
Traffic Management Capital Improvement	11,920	-	-	11,920
2020 A&B G.O. Bond Debt Service	-	1,013,680	1,013,679	1
69th TRAX Lease Bond	343,000	749,150	718,150	374,000
2020 GO Bond Proceeds	17,029	-	17,029	-
CARES Provider Relief	26,374	-	-	26,374
ARP Coronavirus Local Fiscal Recovery Grant	-	3,153,929	785,323	2,368,606
CARES IFA	-	1,246	1,246	-
CARES CDBG	14,323	36,419	50,742	-
Health Insurance Bank Account	148,612	3,501,493	3,601,156	48,949
Fire Donation	12,236	5,755	1,466	16,525
Park Donation	17,332	7,796	8,856	16,272
Trust	23,630	-	17,150	6,480
Dare / Too Good for Drugs	19,018	11,500	14,392	16,126
Police Donation	10,898	16,326	18,416	8,808
County Share Court Costs	-	52,138	52,138	-
Court Records Perpetuation	128,118	10,857	2,116	136,859
Innkeeper's Tax	21,318	4,725	-	26,043

CITY OF HOBART  
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
Police Seizure	133,071	44,104	150,427	26,748
Drug Task Force (Hidta)	6,263	18,914	19,873	5,304
Park Improvement	14,376	4,200	-	18,576
Park & Rec Non-Reverting	2,235	-	-	2,235
Arbor Lane Park Donation	2,150	-	-	2,150
Enhancement & Improvement	1,823,699	452,174	1,059,038	1,216,835
Pennsy Depot Donation	12,611	-	-	12,611
Lakefront Festival	38,501	120,047	90,245	68,303
Barrington Ridge Park Donation	23,656	-	-	23,656
Pleak Fund	32,744	-	-	32,744
Water Lines	11,595	-	-	11,595
Dui Overtime Grant	(2,108)	38,596	43,970	(7,482)
Court Public Defender	13,727	2,110	3,000	12,837
Adult Probation	53,464	19,802	39,538	33,728
Park District Program	20,971	66,907	62,222	25,656
Hobart Entryway Triangle	6,632	-	-	6,632
CITLI/Operation Pull Over	3,940	59,478	53,604	9,814
Tax Abatement	7,159	2,005	335	8,829
Scout Cabin	571	-	-	571
Redevelopment	4,203,681	614,766	413,884	4,404,563
Special Events	14,721	60,861	55,622	19,960
Public Works Donation	1,867	1,690	2,511	1,046
Recycling Grants	2,196	-	518	1,678
Employee Health Benefits	101,170	296,119	362,703	34,586
Redevelopment 61St Avenue	4,445,870	4,192,534	3,691,617	4,946,787
Reimburse Professional Fees	137,826	48,000	93,904	91,922
2007 61St Avenue Debt Service	165,750	337,600	335,550	167,800
61St Ave Series B Debt Service	61,996	131,404	128,601	64,799
61St Avenue Reserve Fund	919,534	-	-	919,534
Fire Pension 1977	-	222,166	222,166	-
Police Pension 1977	-	303,857	303,857	-
Payroll	1,431	16,349,259	16,350,034	656
Civilian Perf	-	173,664	173,664	-
Investments	257,714	28,542	907	285,349
Stormwater Bond Construction	7,460,949	373	750	7,460,572
Stormwater Bond Debt Service Reserve	1,106,988	-	-	1,106,988
HSD Stormwater	2,061,485	2,770,258	2,393,769	2,437,974
SRF Bond and Interest HSD	152,788	235,434	235,793	152,429
SRF Debt Svc. Reserve HSD	247,577	27	-	247,604
Wastewater Operating	207,640	4,652,412	4,429,837	430,215
Wastewater Improvement	1,030,896	2,349,501	562,547	2,817,850
Wastewater Revenue	629,196	9,111,232	9,294,101	446,327
Totals	<u>\$ 29,517,100</u>	<u>\$ 95,432,073</u>	<u>\$ 89,292,631</u>	<u>\$ 35,656,542</u>

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

CITY OF HOBART  
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 HOBART  
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.

*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 HOBART  
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 HOBART  
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 HOBART  
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 HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

*Funding Policy*

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

*On Behalf Payments*

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

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

*Plan Description*

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

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

*Financial Report*

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

Indiana Public Retirement System  
One North Capitol, Suite 001  
Indianapolis, IN 46204  
Ph. (844) 464-6777

*Contributions*

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

**Note 7. Cash Balance Deficit**

The financial statement contains some funds with deficits in cash. This is a result of some of the funds (Domestic Highway Enforcement, G.R.I.T. and Dui Overtime Grant) are reimbursable grants and funds to reimburse were not received in 2021.

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

The City has been working with a Financial Advisor to address the deficit in the funds. The General fund and Motor Vehicle Highway fund deficit was the result of multiple levy collection shortfalls, which reduced tax distributions to the City over the years. The City annually reviews fees charged for services to determine if they are covering the actual costs incurred and have instituted increases in ambulance service fees, garbage pick-up fees, and building and contractor licensing fees. The City is also looking into shifting costs that are normally paid from the General fund to be paid from other funds.

**Note 8. *Redevelopment Authority***

The City has entered into a capital lease with the Hobart 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 during the year 2021 totaled \$1,719,500.

**Note 9. *Subsequent Events***

The global pandemic of 2020 with COVID-19 restricted a great deal of activities and required unanticipated expenses to keep our employees safe while continuing to provide necessary services to our residents.

Over the past 5-7 years, the City Administration has been directly involved in discussion with the Township and County Assessor regarding the concerns of the growing number of A.V. Appeals being filed especially on commercial (i.e. "big box") properties in the southern retail district of the City. Quarterly appeal lists are issued by the County Assessor and meetings of various taxing units have been held with the Assessor's present to discuss the process and the potential impacts. Pending appeals filed over 10 years ago cause greater concern every year as they wind their way through the Tax Review Board and the State Tax Court with no certainty as to when a decision may be issued. Most recently is the appeal pending decision in the State Tax Court of some of the properties in the Southlake Mall which potentially could require a refund of tax payments as far back as 2014 and for each year since.

As we await the Tax Court decisions, the City has been proactive in engaging more Lake County taxing units and other taxing entities (cities and towns) throughout the state that will feel the impact of these large appeals dating back to more than a decade ago. The State Legislators have been appraised of the issues at stake and work is being done locally to garner support throughout the state for needed legislative changes to deal with the two major issues at stake: (1) the pending appeals from long ago which may require the taxing units to "refund" the taxes paid - essentially paying back money used to provide services to residents and businesses through the years; and (2) to "fix" the problem of the assessment process and formulas to become equitable. The City will continue to work on garnering support throughout the state for needed legislative changes and to explore possibilities of chipping away at the problem before it becomes even more unmanageable.

In January 2022, the City, in conjunction with the Indiana Bond Bank's 2022 Advanced Funding Program, issued Tax Anticipation Warrants in the amount of \$5,978,221 with \$112,356 due June 30, 2022, and the remaining \$5,865,865 due December 30, 2022.

CITY OF HOBART  
NOTES TO FINANCIAL STATEMENT  
(Continued)

In February 2022, the Common Council, in conjunction with the City's Economic Development Commission and the Redevelopment Commission, authorized the issuance of Economic Development Revenue Bonds not to exceed \$11,750,000. The Bonds are to be used for Redevelopment Commission's Allocation Area No. 2 TIF for the purpose of procuring funds to (a) pay all or a portion of the cost of acquisition, design, construction, renovation, improvement and equipping of the Company Project and the Improvements, (b) pay capitalized interest on the Bonds; (c) fund a debt service reserve fund (if necessary); and (d) pay all incidental expenses on account of the issuance of the Bonds and acquiring any credit enhancement with respect thereto. In March 2022, the City received \$2,200,000 of the Bond Proceeds to be used for infrastructure improvements the City will oversee to benefit Allocation Area No. 2. Over the course of the development, the Redevelopment Commission will review all expenses and approve those appropriate to be paid from the remaining bond proceeds.

**Note 10. Other Postemployment Benefits**

The City provides to eligible retirees and their spouses the following benefits: medical and hospitalization insurance 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. The City schedules an actuarial valuation for the Pension Plans to be completed every two years with the next actuarial valuation to be done for fiscal year 2022.

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## OTHER INFORMATION

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 HOBART  
 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	Law Enforcement Continuing Ed	Riverboat
Cash and investments - beginning	\$ (4,095,062)	\$ (556,307)	\$ 398,146	\$ 490,263	\$ 73,386	\$ 64,736
Receipts:						
Taxes	12,515,231	1,050,555	-	-	-	-
Licenses and permits	1,729,574	-	-	-	10,940	-
Intergovernmental receipts	937,961	775,267	610,862	609,549	-	224,554
Charges for services	3,626,684	-	-	-	36,549	-
Fines and forfeits	86,373	-	-	-	5,760	-
Utility fees	-	-	-	-	-	-
Other receipts	10,600,291	112,418	-	79	10,937	1
Total receipts	<u>29,496,114</u>	<u>1,938,240</u>	<u>610,862</u>	<u>609,628</u>	<u>64,186</u>	<u>224,555</u>
Disbursements:						
Personal services	16,039,267	1,639,843	-	-	-	-
Supplies	531,051	130,015	464	299,206	17,011	-
Other services and charges	2,863,316	67,381	11,266	-	51,179	92,452
Debt service - principal and interest	6,086,510	-	-	-	-	-
Capital outlay	5,804	8,075	546,551	220,871	5,793	88,207
Utility operating expenses	-	-	-	-	-	-
Other disbursements	2,692,315	107,686	-	-	86	-
Total disbursements	<u>28,218,263</u>	<u>1,953,000</u>	<u>558,281</u>	<u>520,077</u>	<u>74,069</u>	<u>180,659</u>
Excess (deficiency) of receipts over disbursements	<u>1,277,851</u>	<u>(14,760)</u>	<u>52,581</u>	<u>89,551</u>	<u>(9,883)</u>	<u>43,896</u>
Cash and investments - ending	<u>\$ (2,817,211)</u>	<u>\$ (571,067)</u>	<u>\$ 450,727</u>	<u>\$ 579,814</u>	<u>\$ 63,503</u>	<u>\$ 108,632</u>

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

	Parks And Recreation	Economic Development Income Tax	Cumulative Capital Improvement	Cumulative Capital Development	Police Pension
Cash and investments - beginning	\$ 519,088	\$ 886,852	\$ 375,538	\$ 1,078,257	\$ 690,231
Receipts:					
Taxes	592,469	-	-	671,991	-
Licenses and permits	672	-	-	-	-
Intergovernmental receipts	32,734	1,171,286	59,705	37,104	-
Charges for services	103,659	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	27,669	238,598	-	10,880	559,344
Total receipts	757,203	1,409,884	59,705	719,975	559,344
Disbursements:					
Personal services	562,790	144,460	-	-	1,456
Supplies	52,174	9,372	-	-	-
Other services and charges	105,051	388,119	1,374	100,914	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	109,386	263,460	62,826	647,084	-
Utility operating expenses	-	-	-	-	-
Other disbursements	25,908	79,231	-	211,026	546,870
Total disbursements	855,309	884,642	64,200	959,024	548,326
Excess (deficiency) of receipts over disbursements	(98,106)	525,242	(4,495)	(239,049)	11,018
Cash and investments - ending	\$ 420,982	\$ 1,412,094	\$ 371,043	\$ 839,208	\$ 701,249

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

	Fire Pension	Public Safety Income Tax	Redev RZ TIF Bond A & B Debt Service	Maria Reiner Senior Center	Domestic Highway Enforcement
Cash and investments - beginning	\$ 369,021	\$ 708,109	\$ 167,557	\$ 162,642	\$ 2,963
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	1,420,835	-	-	-
Charges for services	-	17,069	-	104,483	31,903
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	360,932	183,442	305,975	10,941	-
Total receipts	360,932	1,621,346	305,975	115,424	31,903
Disbursements:					
Personal services	1,731	671,250	-	86,970	35,166
Supplies	46	17,436	-	11,887	-
Other services and charges	-	198,610	880	3,854	-
Debt service - principal and interest	-	-	331,987	-	-
Capital outlay	-	297,344	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	358,994	230,000	-	63,420	-
Total disbursements	360,771	1,414,640	332,867	166,131	35,166
Excess (deficiency) of receipts over disbursements	161	206,706	(26,892)	(50,707)	(3,263)
Cash and investments - ending	\$ 369,182	\$ 914,815	\$ 140,665	\$ 111,935	\$ (300)

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

	City Donations	RDC Special Fund	2014 Paving Bond Debt Service	Southside Lease Bond	G.R.I.T.
Cash and investments - beginning	\$ 929	\$ 16,882	\$ 8,228	\$ 287,500	\$ (2,887)
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	12,444
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	3,500	-	-	680,000	-
Total receipts	3,500	-	-	680,000	12,444
Disbursements:					
Personal services	-	-	-	-	12,650
Supplies	-	-	-	-	-
Other services and charges	-	-	-	627,500	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	8,228	-	-
Total disbursements	-	-	8,228	627,500	12,650
Excess (deficiency) of receipts over disbursements	3,500	-	(8,228)	52,500	(206)
Cash and investments - ending	\$ 4,429	\$ 16,882	\$ -	\$ 340,000	\$ (3,093)

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

	Downtown Lease Bond	O.P.O./D.U.I. Grant Administration	2017 Park Bond Debt Service	Park Bond Proceeds 7 Project	Indiana American Water (Centier)
Cash and investments - beginning	\$ 113,000	\$ -	\$ 142,277	\$ 372,659	\$ 59,963
Receipts:					
Taxes	-	-	1,242,618	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	360,586	61,329	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	229,000	-	-	-	224,914
Total receipts	229,000	360,586	1,303,947	-	224,914
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	227,500	-	-	-	-
Debt service - principal and interest	-	-	1,306,900	-	-
Capital outlay	-	-	-	372,659	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	360,586	-	-	228,832
Total disbursements	227,500	360,586	1,306,900	372,659	228,832
Excess (deficiency) of receipts over disbursements	1,500	-	(2,953)	(372,659)	(3,918)
Cash and investments - ending	\$ 114,500	\$ -	\$ 139,324	\$ -	\$ 56,045

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

	Nipsco (Centier)	3rd Street Bridge Project	Seizure Department of Justice/Federal	Save Grant	City Court Odyssey
Cash and investments - beginning	\$ 1,308	\$ -	\$ 524,793	\$ -	\$ 446,688
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	15,572	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	442,515	666,458	696,269	-	638,542
Total receipts	442,515	666,458	696,269	15,572	638,542
Disbursements:					
Personal services	-	-	-	15,572	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	666,458	393,797	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	439,405	-	-	-	630,673
Total disbursements	439,405	666,458	393,797	15,572	630,673
Excess (deficiency) of receipts over disbursements	3,110	-	302,472	-	7,869
Cash and investments - ending	\$ 4,418	\$ -	\$ 827,265	\$ -	\$ 454,557

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

	Traffic Management Capital Improvement	2020 A&B G.O. Bond Debt Service	69th TRAX Lease Bond	2020 GO Bond Proceeds	CARES Provider Relief
Cash and investments - beginning	\$ 11,920	\$ -	\$ 343,000	\$ 17,029	\$ 26,374
Receipts:					
Taxes	-	865,343	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	42,700	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	105,637	749,150	-	-
Total receipts	-	1,013,680	749,150	-	-
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	1,150	718,150	-	-
Debt service - principal and interest	-	1,012,529	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	17,029	-
Total disbursements	-	1,013,679	718,150	17,029	-
Excess (deficiency) of receipts over disbursements	-	1	31,000	(17,029)	-
Cash and investments - ending	\$ 11,920	\$ 1	\$ 374,000	\$ -	\$ 26,374

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

	ARP Coronavirus Local Fiscal Recovery Grant	CARES IFA	CARES CDBG	Health Insurance Bank Account	Fire Donation
Cash and investments - beginning	\$ -	\$ -	\$ 14,323	\$ 148,612	\$ 12,236
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	3,153,929	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	1,246	36,419	3,501,493	5,755
Total receipts	3,153,929	1,246	36,419	3,501,493	5,755
Disbursements:					
Personal services	745,323	-	-	900,632	-
Supplies	-	-	-	-	-
Other services and charges	40,000	-	-	-	1,466
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	1,246	50,742	2,700,524	-
Total disbursements	785,323	1,246	50,742	3,601,156	1,466
Excess (deficiency) of receipts over disbursements	2,368,606	-	(14,323)	(99,663)	4,289
Cash and investments - ending	\$ 2,368,606	\$ -	\$ -	\$ 48,949	\$ 16,525

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

	Park Donation	Trust	Dare / Too Good for Drugs	Police Donation	County Share Court Costs
Cash and investments - beginning	\$ 17,332	\$ 23,630	\$ 19,018	\$ 10,898	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	915	-	10,000	-	-
Fines and forfeits	-	-	-	-	52,138
Utility fees	-	-	-	-	-
Other receipts	6,881	-	1,500	16,326	-
Total receipts	7,796	-	11,500	16,326	52,138
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	3,347	17,150	12,533	18,416	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	5,509	-	-	-	52,138
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	1,859	-	-
Total disbursements	8,856	17,150	14,392	18,416	52,138
Excess (deficiency) of receipts over disbursements	(1,060)	(17,150)	(2,892)	(2,090)	-
Cash and investments - ending	\$ 16,272	\$ 6,480	\$ 16,126	\$ 8,808	\$ -

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

	Court Records Perpetuation	Innkeeper's Tax	Police Seizure	Drug Task Force (Hidta)	Park Improvement
Cash and investments - beginning	\$ 128,118	\$ 21,318	\$ 133,071	\$ 6,263	\$ 14,376
Receipts:					
Taxes	-	4,725	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	18,914	4,200
Fines and forfeits	10,780	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	77	-	44,104	-	-
Total receipts	10,857	4,725	44,104	18,914	4,200
Disbursements:					
Personal services	-	-	-	19,873	-
Supplies	-	-	-	-	-
Other services and charges	2,116	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	142,261	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	8,166	-	-
Total disbursements	2,116	-	150,427	19,873	-
Excess (deficiency) of receipts over disbursements	8,741	4,725	(106,323)	(959)	4,200
Cash and investments - ending	\$ 136,859	\$ 26,043	\$ 26,748	\$ 5,304	\$ 18,576

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

	Park & Rec Non-Reverting	Arbor Lane Park Donation	Enhancement & Improvement	Penny Depot Donation	Lakefront Festival
Cash and investments - beginning	\$ 2,235	\$ 2,150	\$ 1,823,699	\$ 12,611	\$ 38,501
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	452,174	-	35,103
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	-	-	-	84,944
Total receipts	-	-	452,174	-	120,047
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	529,917	-	90,245
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	307,121	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	222,000	-	-
Total disbursements	-	-	1,059,038	-	90,245
Excess (deficiency) of receipts over disbursements	-	-	(606,864)	-	29,802
Cash and investments - ending	\$ 2,235	\$ 2,150	\$ 1,216,835	\$ 12,611	\$ 68,303

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

	Barrington Ridge Park Donation	Pleak Fund	Water Lines	Dui Overtime Grant	Court Public Defender
Cash and investments - beginning	\$ 23,656	\$ 32,744	\$ 11,595	\$ (2,108)	\$ 13,727
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	38,596	-
Fines and forfeits	-	-	-	-	2,110
Utility fees	-	-	-	-	-
Other receipts	-	-	-	-	-
Total receipts	-	-	-	38,596	2,110
Disbursements:					
Personal services	-	-	-	43,970	3,000
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	-
Total disbursements	-	-	-	43,970	3,000
Excess (deficiency) of receipts over disbursements	-	-	-	(5,374)	(890)
Cash and investments - ending	\$ 23,656	\$ 32,744	\$ 11,595	\$ (7,482)	\$ 12,837

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

	Adult Probation	Park District Program	Hobart Entryway Triangle	CITLI/Operation Pull Over	Tax Abatement
Cash and investments - beginning	\$ 53,464	\$ 20,971	\$ 6,632	\$ 3,940	\$ 7,159
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	66,133	-	59,478	2,005
Fines and forfeits	19,802	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	774	-	-	-
Total receipts	19,802	66,907	-	59,478	2,005
Disbursements:					
Personal services	38,583	36,963	-	53,604	-
Supplies	884	-	-	-	-
Other services and charges	-	25,259	-	-	315
Debt service - principal and interest	-	-	-	-	-
Capital outlay	71	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	-	-	-	20
Total disbursements	39,538	62,222	-	53,604	335
Excess (deficiency) of receipts over disbursements	(19,736)	4,685	-	5,874	1,670
Cash and investments - ending	\$ 33,728	\$ 25,656	\$ 6,632	\$ 9,814	\$ 8,829

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

	Scout Cabin	Redevelopment	Special Events	Public Works Donation	Recycling Grants
Cash and investments - beginning	\$ 571	\$ 4,203,681	\$ 14,721	\$ 1,867	\$ 2,196
Receipts:					
Taxes	-	523,732	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	60,336	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	91,034	525	1,690	-
Total receipts	-	614,766	60,861	1,690	-
Disbursements:					
Personal services	-	15,000	1,451	-	-
Supplies	-	-	-	-	-
Other services and charges	-	13,824	54,171	2,511	518
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	156,060	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	229,000	-	-	-
Total disbursements	-	413,884	55,622	2,511	518
Excess (deficiency) of receipts over disbursements	-	200,882	5,239	(821)	(518)
Cash and investments - ending	\$ 571	\$ 4,404,563	\$ 19,960	\$ 1,046	\$ 1,678

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

	Employee Health Benefits	Redevelopment 61St Avenue	Reimburse Professional Fees	2007 61St Avenue Debt Service	61St Ave Series B Debt Service
Cash and investments - beginning	\$ 101,170	\$ 4,445,870	\$ 137,826	\$ 165,750	\$ 61,996
Receipts:					
Taxes	-	2,918,622	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	296,119	1,273,912	48,000	337,600	131,404
Total receipts	296,119	4,192,534	48,000	337,600	131,404
Disbursements:					
Personal services	362,703	15,000	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	41,552	93,904	500	650
Debt service - principal and interest	-	-	-	335,050	127,951
Capital outlay	-	1,491,530	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	2,143,535	-	-	-
Total disbursements	362,703	3,691,617	93,904	335,550	128,601
Excess (deficiency) of receipts over disbursements	(66,584)	500,917	(45,904)	2,050	2,803
Cash and investments - ending	\$ 34,586	\$ 4,946,787	\$ 91,922	\$ 167,800	\$ 64,799

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

	61St Avenue Reserve Fund	Fire Pension 1977	Police Pension 1977	Payroll	Civilian Perf
Cash and investments - beginning	\$ 919,534	\$ -	\$ -	\$ 1,431	\$ -
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	-	222,166	303,857	16,349,259	173,664
Total receipts	-	222,166	303,857	16,349,259	173,664
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	-	222,166	303,857	16,350,034	173,664
Total disbursements	-	222,166	303,857	16,350,034	173,664
Excess (deficiency) of receipts over disbursements	-	-	-	(775)	-
Cash and investments - ending	\$ 919,534	\$ -	\$ -	\$ 656	\$ -

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

	Investments	Stormwater Bond Construction	Stormwater Bond Debt Service Reserve	HSD Stormwater	SRF Bond and Interest HSD
Cash and investments - beginning	\$ 257,714	\$ 7,460,949	\$ 1,106,988	\$ 2,061,485	\$ 152,788
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	2,576,113	-
Other receipts	28,542	373	-	194,145	235,434
Total receipts	28,542	373	-	2,770,258	235,434
Disbursements:					
Personal services	-	-	-	86,944	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	1,097,319	235,793
Capital outlay	-	750	-	626,594	-
Utility operating expenses	-	-	-	582,912	-
Other disbursements	907	-	-	-	-
Total disbursements	907	750	-	2,393,769	235,793
Excess (deficiency) of receipts over disbursements	27,635	(377)	-	376,489	(359)
Cash and investments - ending	\$ 285,349	\$ 7,460,572	\$ 1,106,988	\$ 2,437,974	\$ 152,429

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

	SRF Debt Svc. Reserve HSD	Wastewater Operating	Wastewater Improvement	Wastewater Revenue	Totals
Cash and investments - beginning	\$ 247,577	\$ 207,640	\$ 1,030,896	\$ 629,196	\$ 29,517,100
Receipts:					
Taxes	-	-	-	-	20,385,286
Licenses and permits	-	-	-	-	1,741,186
Intergovernmental receipts	-	-	-	-	9,498,401
Charges for services	-	-	-	-	4,696,217
Fines and forfeits	-	-	-	-	176,963
Utility fees	-	4,000	-	9,111,232	11,691,345
Other receipts	27	4,648,412	2,349,501	-	47,242,675
Total receipts	27	4,652,412	2,349,501	9,111,232	95,432,073
Disbursements:					
Personal services	-	1,836,020	-	-	23,370,221
Supplies	-	-	-	-	1,069,546
Other services and charges	-	-	-	-	6,407,090
Debt service - principal and interest	-	-	215,671	-	10,749,710
Capital outlay	-	32,940	308,926	-	6,812,215
Utility operating expenses	-	2,499,693	-	-	3,082,605
Other disbursements	-	61,184	37,950	9,294,101	37,801,244
Total disbursements	-	4,429,837	562,547	9,294,101	89,292,631
Excess (deficiency) of receipts over disbursements	27	222,575	1,786,954	(182,869)	6,139,442
Cash and investments - ending	\$ 247,604	\$ 430,215	\$ 2,817,850	\$ 446,327	\$ 35,656,542

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

<u>Government or Enterprise</u>	<u>Accounts Payable</u>	<u>Accounts Receivable</u>
Governmental activities	\$ 72,840	\$ 3,333,884
Storm Water	-	-
Wastewater	-	956,373
Totals	<u>\$ 72,840</u>	<u>\$ 4,290,257</u>

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

Lessor	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Lease Rental Revenue Bond 2014	To pay the costs of construction of certain local public improvements in the Area	\$ 684,000	9/11/2014	1/15/2027
Lease Rental Revenue Bond 2015	To finance the construction of certain local public improvements in the Area	230,000	4/23/2015	2/1/2039
Lease Rental Revenue 2020	Funding infrastructure improvements to 69th Avenue and the Trax project including an overpass	<u>805,500</u>	2/13/2020	1/15/2030
Total governmental activities		<u>1,719,500</u>		
Total of annual lease payments		<u>\$ 1,719,500</u>		

Type	Description of Debt	Ending Principal Balance	Principal and Interest Due Within One Year
Governmental activities:			
General obligation bonds	2009 Redevelopment Bond: 61st Ave. Series B (Fund 313)	\$ 620,000	\$ 100,000
General obligation bonds	2010 Redevelopment Bond: 61st Ave RZ Series B (Fund 325)	1,480,000	240,000
General obligation bonds	2016 Redevelopment Refunding Bond: 61st Ave (Fund 324)	1,780,000	305,000
General obligation bonds	2017 Park District Bond (Fund 323)	2,450,000	1,750,000
General obligation bonds	2020 GO Bond: Lease payoffs: Series 2020B (Fund 330)	2,845,000	10,000
General obligation bonds	2020 Taxable GO Bond: Series 2020A (Fund 330)	<u>2,305,000</u>	<u>370,000</u>
Total governmental activities		<u>11,480,000</u>	<u>2,775,000</u>
Storm Water:			
Revenue bonds	2018 /Storm Water Management District Bond	<u>13,705,000</u>	<u>645,000</u>
Wastewater:			
Revenue bonds	2012 HSD Sanitary Sewage Revenue Bonds (SRF)	<u>2,475,000</u>	<u>199,000</u>
Totals		<u>\$ 27,660,000</u>	<u>\$ 3,619,000</u>

CITY OF HOBART  
 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	\$ 2,056,282
Infrastructure	98,409,665
Buildings	32,639,880
Improvements other than buildings	11,566,383
Machinery, equipment, and vehicles	19,035,586
Construction in progress	13,959,677
Books and other	<u>89,356</u>
Total governmental activities	<u>177,756,829</u>
Storm Water:	
Infrastructure	13,618,193
Machinery, equipment, and vehicles	228,860
Construction in progress	<u>1,095,718</u>
Total Storm Water	<u>14,942,771</u>
Wastewater:	
Land	1,115,487
Infrastructure	26,933,873
Buildings	15,662,269
Improvements other than buildings	1,618,988
Machinery, equipment, and vehicles	2,790,598
Construction in progress	<u>6,458,303</u>
Total Wastewater	<u>54,579,518</u>
Total capital assets	<u>\$ 247,279,118</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/>.