

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF GARY

LAKE COUNTY, INDIANA

January 1, 2020 to December 31, 2020



FILED
09/21/2022

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SCHEDULE OF OFFICIALS

| <u>Office</u> | <u>Official</u> | <u>Term</u> |
|---|-------------------------|----------------------|
| City Controller | Angelina Hayes | 01-01-20 to 03-31-20 |
| | Arlene Colvin (interim) | 04-01-20 to 03-28-21 |
| | Mileak Harper | 03-29-21 to 12-31-22 |
| Mayor | Jerome Prince | 01-01-20 to 12-31-22 |
| President of the Board of Public Works and Safety | Trent A. McCain | 01-01-20 to 12-31-22 |
| President of the Common Council | Michael A. Brown | 01-01-20 to 12-31-20 |
| | William G. Godwin | 01-01-21 to 12-31-22 |
| Executive Director of the Sanitary and Storm Water Management Districts | Daniel F. Vicari | 01-01-20 to 01-12-22 |
| | Charles Peller Jr. | 01-13-22 to 12-31-22 |
| President of the Board of Sanitary and Storm Water Commissioners | Tramel Raggs | 01-01-20 to 05-06-20 |
| | Maurice Mabon | 05-07-20 to 01-21-22 |
| | Daniel F. Vicari | 01-22-22 to 12-31-22 |



INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statement

We have audited the accompanying financial statement of the City of Gary (City), which comprises the financial position and results of operations for the year ended December 31, 2020, and the related notes to the financial statement as listed in the Table of Contents.

Management's Responsibilities for the Financial Statement

Management is responsible for the preparation and fair presentation of this financial statement in accordance with the financial reporting provisions of the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6). Management is responsible for and has determined that the regulatory basis of accounting, as established by the Indiana State Board of Accounts, is an acceptable basis of presentation. Management is also responsible for the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of a financial statement that is free from material misstatement, whether due to fraud or error.

Auditor's Responsibilities

Our responsibility is to express an opinion on this financial statement based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statement is free from material misstatement.

An audit involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statement. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statement, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the City's preparation and fair presentation of the financial statement in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinion.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 to the financial statement, the City prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America.

The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse Opinion on U.S. Generally Accepted Accounting Principles* paragraph, the financial statement referred to above does not present fairly, in accordance with accounting principles generally accepted in the United States of America, the financial position and results of operations of the City for the year ended December 31, 2020.

Opinion on Regulatory Basis of Accounting

In our opinion, the financial statement referred to above presents fairly, in all material respects, the financial position and results of operations of the City for the year ended December 31, 2020, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Emphasis of Matter

As discussed in Notes 7 and 10 to the financial statement, the City has been experiencing significant negative cash balances. Management's plans in regard to these matters are discussed in Note 14. 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.

Other Matters

Other Information

Our audit was conducted for the purpose of forming an opinion on the City's financial statement. The Combining Schedule of Receipts, Disbursements, and Cash and Investment Balances - Regulatory Basis, Schedule of Payables and Receivables, Schedule of Leases and Debt, and Schedule of Capital Assets, as listed in the Table of Contents, are presented for additional analysis, and are not required parts of the financial statement. They have not been subjected to the auditing procedures applied by us in the audit of the financial statement, and, accordingly, we express no opinion on them.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued a report dated August 30, 2022, on our consideration of the City's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts, grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Beth Kelley, CPA, CFE
Deputy State Examiner

August 30, 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 GARY
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2020

| Fund | Cash and Investments 01-01-20 | Receipts | Disbursements | Cash and Investments 12-31-20 |
|--|-------------------------------------|---------------|---------------|-------------------------------------|
| General | \$ 8,247,320 | \$ 78,132,091 | \$ 77,248,458 | \$ 9,130,953 |
| Motor Vehicle Highway | 907,825 | 1,523,970 | 1,987,753 | 444,042 |
| Local Road And Street | 1,207,654 | 1,580,161 | 732,306 | 2,055,509 |
| Wheel Tax Debt | 400,000 | - | - | 400,000 |
| Nat. League of Cities | 64,792 | - | 526 | 64,266 |
| Law Enforcement Continuing Ed | 9,869 | 121,572 | 78,425 | 53,016 |
| Unsafe Building | 43,027 | 22,260 | 34,436 | 30,851 |
| Riverboat | 868,795 | 2,452,073 | 3,388,566 | (67,698) |
| Parks And Recreation | 178,873 | 1,413,793 | 1,466,180 | 126,486 |
| Cumulative Capital Development | 23,390 | 61,528 | 9,000 | 75,918 |
| National Civ Rights | (4,950) | - | - | (4,950) |
| Cumulative Capital Improvement | 277,988 | 174,097 | 95,160 | 356,925 |
| E. LAKEFRONT TIF | 23,186 | 27,506 | - | 50,692 |
| Self-Insurance | (267,261) | 361,192 | 566,776 | (472,845) |
| Police Pension | 1,058,306 | 6,089,572 | 6,153,431 | 994,447 |
| Fire Pension | 1,507,570 | 5,798,810 | 6,299,884 | 1,006,496 |
| COVID-19 General | - | - | 52,506 | (52,506) |
| J-Pit/Landfill Management | 555,486 | 873 | 77,553 | 478,806 |
| Geminus Grant | 9,048 | - | 9,048 | - |
| FireFighter Safer Grant | 15,857 | - | 15,857 | - |
| Note Reserve (8.5 Million) | 42 | - | 42 | - |
| Metro Center | 14,790 | 29,740 | 31,766 | 12,764 |
| ARRA Public Works | 1 | - | 1 | - |
| Equipment Fund | 2,884 | - | - | 2,884 |
| Equipment Lease Reserve | 384,770 | - | - | 384,770 |
| Lets Move Project | 4,278 | - | 4,278 | - |
| Fire Department Equipment | 261 | - | 261 | - |
| Department of Commerce | 11,793 | - | 11,793 | - |
| Narcotics Vice | 17,694 | - | 17,694 | - |
| Health Radon Gas | 4,011 | - | 4,011 | - |
| Gun Buy Back | 3,500 | - | 3,500 | - |
| Law Non-reverting | 9,355 | - | - | 9,355 |
| Fair Housing | 5,907 | - | 276 | 5,631 |
| Equipment Lease | 29,356 | - | 29,356 | - |
| Casino Capital | 42,964 | - | 42,964 | - |
| Inspection Program | 197,691 | 29,215 | 76,420 | 150,486 |
| WCI/UCI Benefit | (846,104) | 2,564,978 | 3,679,971 | (1,961,097) |
| Public Health Program | 15 | - | 15 | - |
| Safe Route Plan | 30,050 | - | 30,050 | - |
| Green Urbanism | 57,501 | 156,525 | 47,453 | 166,573 |
| Fire Watch | 127,941 | 55,569 | 2,791 | 180,719 |
| KirkYard TIF | 603,021 | 1,037,787 | 755,731 | 885,077 |
| Blight Elimination Program | 36,962 | 1,564,106 | 1,200,641 | 400,427 |
| Maternal Child Health Infant Mortality | (49,774) | 33,573 | 11,887 | (28,088) |
| City Pmt- Lieu of Tax | 530,151 | 48,932 | - | 579,083 |
| Healthy Start Donation | 2,950 | - | - | 2,950 |
| YSB Donations | 1,537 | - | 1,537 | - |
| Cedit | 642,037 | 5,492,639 | 5,251,633 | 883,043 |
| Public Safety Income Tax | 4,693,723 | 6,478,238 | 6,479,376 | 4,692,585 |
| 2013A Casino RB | 417 | - | 417 | - |
| OPERATION PULL OVER | 83,491 | 70,093 | 47,523 | 106,061 |
| DOIT Non-Revert | 14,341 | 35,000 | 16,950 | 32,391 |
| Choice Neiborhd | 118,453 | - | - | 118,453 |
| COG Youth Council | 215 | - | - | 215 |
| Grey Green VV | 13,855 | - | 13,855 | - |
| Gary 4 Jobs | 17,773 | - | - | 17,773 |
| Elimination of Disparities | 15,165 | - | 1,412 | 13,753 |
| Tobacco | (41,920) | 151,051 | 140,567 | (31,436) |
| Section 108 Loan Guarantee | 2,443,871 | 325,335 | 1,759,432 | 1,009,774 |
| BUILDING COMMUNITY TRUST | (366) | - | - | (366) |
| 911 Alarm Fund | 1,215 | 150 | - | 1,365 |
| NAT. WILDLIFE | 70,307 | - | - | 70,307 |
| GREEN LINK | 122,313 | - | 122,313 | - |
| NON-R SET-ASIDE | 25,809 | - | - | 25,809 |
| LOIT SPECIAL DI | 47,367 | 7 | 47,374 | - |
| LDA CASINO | 570,340 | 7,545,834 | 6,773,850 | 1,342,324 |
| GEN CTR TOURISM | 48,030 | 16,020 | 700 | 63,350 |
| MOTORCYCLE GRAN | 6,373 | - | 7,926 | (1,553) |
| JAG Grant | (81,401) | 51,691 | - | (29,710) |
| Project Church Reimbursement | 164,733 | - | - | 164,733 |
| Gary Preservation | 38 | - | 38 | - |
| FEMA Grant | 3,739 | - | 3,739 | - |
| Wheel Tax Road | 705,523 | - | 1,929,922 | (1,224,399) |
| Howe Park Improvement | - | 80,037 | 80,037 | - |
| Rdvp Aux Non-Reverting | 1,164,865 | 8,453,488 | 7,733,170 | 1,885,183 |
| Community Crossing Match | 1,503,302 | - | 1,095,210 | 408,092 |
| TANF Summer Youth | (21,125) | 21,125 | - | - |
| NWI HCBI | 28,009 | - | - | 28,009 |
| Wheel Exc Surtax | 1,177,938 | 1,211,593 | 772,973 | 1,616,558 |
| Wheel Tax | 404,630 | 217,940 | - | 622,570 |
| Distracted Driving | (5,114) | 2,113 | 23,659 | (26,660) |
| Safe & Thriving Grant | (17,327) | 17,327 | 27,919 | (27,919) |
| Fire Wellness Grant | 29,930 | - | - | 29,930 |
| City Clerk Odyssey (Criminal/Civil) | 289,831 | 634,765 | 570,932 | 353,664 |
| Building Renovation | 834,549 | 140 | 468,950 | 365,739 |
| MVH RESTRICTED | 328,217 | 1,523,970 | - | 1,852,187 |
| Ridge Road Project | 42,921 | - | 42,921 | - |

CITY OF GARY
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2020

| Fund | Cash and Investments 01-01-20 | Receipts | Disbursements | Cash and Investments 12-31-20 |
|-------------------------------------|-------------------------------------|------------|---------------|-------------------------------------|
| COVID-19 HEALTH | - | 100,000 | 44,276 | 55,724 |
| AIM Medical Trust Wellness | - | 1,047 | 16,602 | (15,555) |
| Infant Mortality | - | 14,700 | 17,640 | (2,940) |
| US Steel Area | - | 4,346,789 | 2,173,395 | 2,173,394 |
| Ambulance/Ems Nonreverting | 4,190,520 | 2,130,115 | 5,640,832 | 679,803 |
| Protective Services Grant I | (1,023,534) | 1,023,534 | - | - |
| Protective Services Grant Ii | 185,933 | 58,119 | 4,430 | 239,622 |
| Equal Opportunity Commission Hr | 29,756 | 17,680 | 47,783 | (347) |
| Tourism Project | 123,534 | 10,800 | - | 134,334 |
| Youth Services Bureau | 5,708 | 1,055 | 22,597 | (15,834) |
| Home Program | 2,688 | 179,410 | 187,196 | (5,098) |
| Emergency Shelter Grant | 107 | 251,646 | 253,336 | (1,583) |
| Brownfield | 550 | - | 550 | - |
| Healthy Families | 29,787 | 6,503 | 3,870 | 32,420 |
| Marquette Park | 197,817 | 338,190 | 485,819 | 50,188 |
| Gleason Golf Course | 89,530 | 823 | 26,678 | 63,675 |
| Emergency Shelter | (824,233) | 87,792 | 153,934 | (890,375) |
| Comprehensive Community Program | 13,331 | 18,751 | 28,663 | 3,419 |
| Landfill Closure | 4,033 | - | 46,606 | (42,573) |
| Landfill Trust | 1,232,069 | 18,014 | - | 1,250,083 |
| Solid Waste Recycling Project | 258,097 | 458,574 | 404,180 | 312,491 |
| Environmental Management | 13,586 | - | - | 13,586 |
| Health And Human Services | (470,744) | 376,084 | 415,054 | (509,714) |
| Supplemental Adult Probation Svcs | 36,229 | 37,766 | 53,129 | 20,866 |
| Gary Health Department Rental | 26,594 | 11,500 | 362 | 37,732 |
| Park Nonreverting | 10,937 | 192,020 | 181,329 | 21,628 |
| Vehicle Auction | 135,236 | 272,570 | 306,789 | 101,017 |
| Bioterrorism | (10,692) | 41,786 | 50,999 | (19,905) |
| Community Development Block Grant | 356,368 | 2,203,998 | 2,479,208 | 81,158 |
| Redevelopment Operating | 50,971 | 57,653 | 101,772 | 6,852 |
| Summer Jobs Training Program | (15,158) | 15,158 | - | - |
| Fair Housing Project | (9,791) | 33,800 | 31,033 | (7,024) |
| Genesis Civic Center | 1,261 | 125,000 | 119,986 | 6,275 |
| Media | 495,431 | 272,922 | 304,417 | 463,936 |
| Clerk Perpetuation | 73,899 | 13,785 | 17,563 | 70,121 |
| Genesis Center Operating | 46,047 | 239,506 | 175,416 | 110,137 |
| Leased Properties - Gary Bldg Corp. | (206,221) | 206,221 | - | - |
| State Air Grant | 651 | - | 651 | - |
| Hazardous Material | 710 | - | 710 | - |
| Economic Development Bond Comm | 12,504 | 161 | 5 | 12,660 |
| Alcohol And Drug Treatment | - | - | 12,898 | (12,898) |
| New Birth Grant | 22 | - | 22 | - |
| Remote Encoding Center | 18,709 | - | - | 18,709 |
| Mayor Donations | 25,000 | 29,020 | 17,300 | 36,720 |
| Lakefront Development | 1,082,441 | - | 1,082,441 | - |
| Social Services | (836) | 3,450 | 3,283 | (669) |
| Special Events | 7,510 | - | - | 7,510 |
| City Council Donations | 1,687 | - | 1,200 | 487 |
| Special Project Donations | 75 | - | 75 | - |
| Police Donations | 29,321 | 71,618 | 50,000 | 50,939 |
| Weed And Seed | 9,203 | - | 9,203 | - |
| Welfare Excess | 6,274 | - | 6,274 | - |
| Human Relations | 612 | - | - | 612 |
| Cmaq Vehicles | 23,326 | - | 23,326 | - |
| Hope Vi Pilot | 793,315 | 190,895 | - | 984,210 |
| Energy Efficient | 1,098 | - | 1,098 | - |
| Filming Fees | 28,138 | 2,250 | - | 30,388 |
| Chrp | 63,198 | - | 63,198 | - |
| Neighborhood Stabilization Program | 325,743 | 18,060 | 41,399 | 302,404 |
| Lead Base Paint Hazzard Control G | 209,378 | 63,287 | 32,420 | 240,245 |
| Grant/Buchanan Street Project | 42,989 | - | 42,989 | - |
| Park Construction | 162 | - | 162 | - |
| Clean Up/Beautification | 294 | - | 294 | - |
| 911 Equipment | 494 | - | 494 | - |
| Consolidated Area Tif District | 3,258,243 | 1,524,153 | 3,598,223 | 1,184,173 |
| Lakefront Tif District | 2,403,124 | 1,623,739 | 2,309,161 | 1,717,702 |
| Marquette Renovation | 983 | - | 983 | - |
| Lady Liberty Restoration | 442 | - | 442 | - |
| Guea Properties | 529,999 | - | - | 529,999 |
| Madison Avenue Tif District | 198,993 | 91,629 | - | 290,622 |
| Midwest Center Tif District | 947,371 | 235,428 | - | 1,182,799 |
| Lancaster Dusable Tif District | 19,442 | 39,013 | 38,949 | 19,506 |
| Joint Public Safety Training | 19,341 | 3,500 | - | 22,841 |
| Dalton Arms Tif District | 29,487 | 347,402 | 167,117 | 209,772 |
| County Market Tif District | 252,759 | 384,064 | 390,430 | 246,393 |
| Kenney's Ribs Tif District | 10,554 | - | - | 10,554 |
| Fire Capital Equipment | 172,525 | 50,120 | 97,125 | 125,520 |
| Truck City Of Gary Allocation Area | 147,904 | 162,136 | 101,601 | 208,439 |
| Payroll | 66,735 | 207 | - | 66,942 |
| County Health | 2,054 | 6,154 | 6,099 | 2,109 |
| City Clerk - Criminal Division | 510,438 | 13,357 | 5,223 | 518,572 |
| Miscellaneous Refunds | 16,248 | - | 16,248 | - |
| Redevelopment Depository Trust | 10,304 | 14 | - | 10,318 |
| Withholdings | 1,546,884 | 21,832,882 | 23,910,433 | (530,667) |
| Supplemental Public Defender | 11,266 | 9,261 | 24,420 | (3,893) |
| Confiscated Property | 4,256 | 159,606 | 30,951 | 132,911 |
| Salary Fee Judicial | (22,833) | 13,785 | 25,025 | (34,073) |

CITY OF GARY
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2020

| Fund | Cash and Investments 01-01-20 | Receipts | Disbursements | Cash and Investments 12-31-20 |
|--|-------------------------------------|-----------------------|-----------------------|-------------------------------------|
| Gary Storm Water Management District (GSWMD) | 1,243,972 | 8,175,673 | 8,780,951 | 638,694 |
| Lake Michigan Coastal | 5,000 | - | - | 5,000 |
| Gsd Wwtp General Operating | 1,895,127 | 34,459,645 | 34,027,134 | 2,327,638 |
| Gsd Bond And Interest | 3,514,647 | 1,444,758 | 3,833,305 | 1,126,100 |
| Gsd Sewer Construction | 28,669 | 226 | - | 28,895 |
| Gsd Sewer Operating | 68,241 | 64,502 | - | 132,743 |
| Gsd Debt Service | 2,746 | 8 | 60 | 2,694 |
| Gsd Grand Calumet Sedimentation | 2,894,988 | 11,617 | 24,301 | 2,882,304 |
| Gsd Debt Service Reserve | 3,133,778 | 2,181 | 3,133,889 | 2,070 |
| Gsd Equipment Replacement | 10,834,231 | 8,834,747 | 15,229,720 | 4,439,258 |
| Gsd Beach Sampling | 289,067 | 73,868 | 13,632 | 349,303 |
| Totals | <u>\$ 73,575,038</u> | <u>\$ 228,714,206</u> | <u>\$ 248,531,409</u> | <u>\$ 53,757,835</u> |

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

CITY OF GARY
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, wastewater, storm water, trash, aviation, and urban redevelopment and housing.

The accompanying financial statement presents the financial information for the City.

B. Basis of Accounting

The financial statement is reported on a regulatory basis of accounting prescribed by the Indiana State Board of Accounts in accordance with state statute (IC 5-11-1-6), which is a comprehensive basis of accounting other than accounting principles generally accepted in the United States of America. The basis of accounting involves the reporting of only cash and investments and the changes therein resulting from cash inflows (receipts) and cash outflows (disbursements) reported in the period in which they occurred.

The regulatory basis of accounting differs from accounting principles generally accepted in the United States of America, in that receipts are recognized when received in cash, rather than when earned, and disbursements are recognized when paid, rather than when a liability is incurred.

C. Cash and Investments

Investments are stated at cost. Any changes in fair value of the investments are reported as receipts in the year of the sale of the investment.

D. Receipts

Receipts are presented in the aggregate on the face of the financial statement. The aggregate receipts include the following sources:

Taxes. Amounts received from one or more of the following: property tax, certified shares (local option tax), property tax replacement credit (local option tax), county option income tax, wheel tax, innkeeper's tax, food and beverage tax, county economic development income tax, boat and trailer excise tax, county adjusted gross income tax, and other taxes that are set by the City.

Licenses and permits. Amounts received from businesses, occupations, or nonbusinesses that must be licensed before doing business within the government's jurisdiction, or permits levied according to the benefits presumably conferred by the permit. Examples of licenses and permits include the following: peddler licenses, animal licenses, auctioneer licenses, building and planning permits, demolition permits, electrical permits, sign permits, and gun permits.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

Intergovernmental receipts. Amounts received from other governments in the form of operating grants, entitlements, or payments in lieu of taxes. Examples of intergovernmental receipts include, but are not limited to, the following: federal grants, state grants, cigarette tax distributions received from the state, motor vehicle highway distributions received from the state, local road and street distributions received from the state, financial institution tax received from the state, auto excise surtax received from the state, commercial vehicle excise tax received from the state, major moves distributions received from the state, and riverboat receipts received from the county.

Charges for services. Amounts received for services including, but not limited to, the following: planning commission charges, building department charges, copies of public records, copy machines charges, accident report copies, gun permit applications, 911 telephone services, recycling fees, dog pound fees, emergency medical service fees, park rental fees, swimming pool receipts, cable TV receipts, ordinance violations, fines and fees, bond forfeitures, court costs, and court receipts.

Fines and forfeits. Amounts received from fines and penalties imposed for the commission of statutory offenses, violation of lawful administrative rules and regulations (fines), and for the neglect of official duty and monies derived from confiscating deposits held as performance guarantees (forfeitures).

Utility fees. Amounts received from charges for current services.

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 GARY
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 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 GARY
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 GARY
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 GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy

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

On Behalf Payments

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

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

Plan Description

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

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

Financial Report

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

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

Contributions

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

Note 7. Cash Balance Deficits

The financial statement contains some funds with deficits in cash. Some are the result of reimbursable grants that have made expenditures, but not yet been reimbursed from the grant. Some are the result of expenditures from prior years in excess of available cash funds.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

| Fund | Amount Overdrawn |
|--|---------------------|
| Riverboat | \$ 67,698 |
| National Civ Rights | 4,950 |
| Self-Insurance | 472,845 |
| COVID-19 General | 52,506 |
| WCI/UCI Benefit | 1,961,097 |
| Maternal Child Health Infant Mortality | 28,088 |
| Tobacco | 31,436 |
| BUILDING COMMUNITY TRUST | 366 |
| MOTORCYCLE GRAN | 1,553 |
| JAG Grant | 29,710 |
| Wheel Tax Road | 1,224,399 |
| Distracted Driving | 26,660 |
| Safe & Thriving Grant | 27,919 |
| AIM Medical Trust Wellness | 15,555 |
| Infant Mortality | 2,940 |
| Equal Opportunity Commission Hr | 347 |
| Youth Services Bureau | 15,834 |
| Home Program | 5,098 |
| Emergency Shelter Grant | 1,583 |
| Emergency Shelter | 890,375 |
| Landfill Closure | 42,573 |
| Health And Human Services | 509,714 |
| Bioterrorism | 19,905 |
| Fair Housing Project | 7,024 |
| Alcohol And Drug Treatment | 12,898 |
| Social Services | 669 |
| Withholdings | 530,667 |
| Supplemental Public Defender | 3,893 |
| Salary Fee Judicial | 34,073 |

In addition, the General fund has outstanding temporary loans to other City and Sanitary District funds, totaling \$11,577,927, at December 31, 2020.

Note 8. Gary Building Corporation

The City has entered into a capital lease with the Gary Building Corporation (the lessor) on November 20, 2019. The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing the pay-off of certain outstanding liabilities of the City and reconstructing facilities for lease to the City. The lessor has been determined to be a related-party of the City. Lease payments for 2020 totaled \$2,664,500. Lease payments during the year ending 2021 were \$3,316,000.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 9. Other Postemployment Benefits

The City provides to eligible retirees and their spouses the following benefits: health, dental, vision, and life insurance to the age of 65, when they are eligible for Medicare. 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.

Note 10. Temporary Loans

The City typically uses temporary loans for cash flow purposes, as provided by various statutory provisions. The temporary loans outstanding for the year ended December 31, 2020, were as follows:

| Loan To | Loan From | Loans Outstanding January 1, 2020 | Loans Made | Loans Repaid | Loans Outstanding December 31, 2020 |
|---|---|--|---------------------|---------------------|--|
| General | Other City Funds (Excluding GSD Funds) | \$ 7,320,800 | \$ 3,000,000 | \$ 3,000,000 | \$ 7,320,800 |
| General | GSD Funds | 4,757,127 | - | 500,000 | 4,257,127 |
| Other City Funds (Excluding GSD Funds) | Other City Funds (Excluding GSD Funds) | 1,378,126 | 3,598,041 | - | 4,976,167 |
| GSD Funds | GSD Funds | <u>2,000,000</u> | <u>2,800,000</u> | <u>3,200,000</u> | <u>1,600,000</u> |
| Totals | | <u>\$ 15,456,053</u> | <u>\$ 9,398,041</u> | <u>\$ 6,700,000</u> | <u>\$ 18,154,094</u> |

Note 11. Section 108 Loan

The City has been approved for up to \$6 million in Section 108 loan funds from the U.S. Department of Housing and Urban Development (HUD). A total of \$2.2 million is being utilized for the rehabilitation of the Hudson Campbell Sports and Fitness Center. A new fire station was also constructed to provide coverage to the City's University Park neighborhood with the loan proceeds of \$3,250,000. The Hudson Campbell loan is to be repaid from TIF dollars. The fire station loan will be repaid from the City's CEDIT funds. The Community Development Block Grant (CDBG) funds can also be used as a source of loan repayments.

Note 12. City Taxable Tax Increment Revenue Bonds, Series 2019

The City closed on \$100 million and \$20 million of Taxable Tax Increment Revenue Bonds, Series 2019 A and Series 2019B in 2019. Both series of Bonds are payable from Tax Increment Revenues or payment in lieu of tax increment revenues over the next 25 years.

Note 13. Summary of Gary Consent Decree on Clean Water Act Issues

The Consent Decree between the Gary Sanitary District (GSD), the City, and the state and federal governments, which was approved by Judge Simon in Federal court on March 19, 2018, clarifies certain obligations of the GSD and the City under the Clean Water Act.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

- It is common for cities or sanitary districts to enter into consent decrees with the United States Environmental Protection Agency (USEPA) and state agencies to describe how a particular sewer system will comply with Clean Water Act requirements. For the City, this is the latest in a series of Consent Decrees - with the first issued in 1979 and last in 2003 - that have been updated to reflect changes in the laws and regulations, as well as developments in the way the GSD has managed its system and plant. The most recent Consent Decree (Decree) can be found with the Clerk of US District Court under *United States of America and State of Indiana vs. City of Gary, Indiana and Gary Sanitary District, Cause No. 2:16CV512-PPS*.
- A Decree compliance schedule has been developed by the City and the GSD. The Decree compliance schedule can be obtained by contacting:

THE GARY SANITARY DISTRICT
3600 West 3rd Avenue, Gary, IN 46406
Tel: 219-944-0595

- The Decree requires GSD to comply with its wastewater discharge permit (also known as a "NPDES Permit"), issued by the Indiana Department of Environmental Management, concerning the treated water discharged from the GSD plant. Also, the Decree outlines steps to be taken to address the City's combined sewer system, which includes implementing a "Combined Sewer Overflow Operational Plan," maximizing the proportion of wet weather sewer volumes that are treated, and developing a "Long-Term Control Plan" (LTCP) to evaluate potential improvements to the system that are affordable for the City and the GSD rate payers. In 2019, the GSD submitted a CSOOP Annual Update, a Revised Characterization Report, a CSO Annual Notification Report, hosted Public Participation Meeting #1, submitted an Alternatives Analysis and Recommended Plan Report, and responded to Round 1 Agency Comments. The GSD has been and continues to negotiate with the USEPA and the IDEM regarding finalizing the terms and conditions of a proposed LTCP, at this time mostly involving the GSD's financial capability to pay for implementation of the LTCP. To more accurately predict the future ongoing costs of operation, maintenance, and replacement of its facilities, and any surplus available to pay for implementing a LTCP, the GSD is taking the necessary steps prepare a District wide asset management plan.
- In the past, funds were loaned from GSD to the City under GSD Board resolutions. The City has been in the process of paying those loans back over the past several years, and the Decree sets a timetable to complete repayment (*See Decree compliance schedule, page 1*). In 2020, the City complied with the payment schedule and reimbursed the GSD \$500,000 per the terms of the compliance schedule. In 2021, the City requested and received a one-year reprieve from and extension of the payment schedule as a result of the effects of COVID-19. In 2022, the City complied with the amended payment schedule and reimbursed the GSD \$600,000.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

- Under a separate 2009 agreement with the USEPA, the GSD, and the City have/been working to remediate the Ralston Street Lagoon area to support cleaning up contaminated sediments in the East Branch of the Grand Calumet River adjacent to and downstream of the GSD. The Decree incorporates that work and affords an opportunity to amend the work plans with financial and technical assistance from the Great Lakes National Program Office (GLNPO) at the USEPA. In 2019, the GSD provided a preliminary design and updated cost estimates to the GLNPO for the East Branch of the Grand Calumet River/RSL joint project. Since and during 2021, the GSD has continued to work with the government agencies to verify the amount of credit the GSD is entitled to toward its financial responsibility for the project for related work the GSD has performed. The parties continue to cooperate and coordinate in efforts to obtain the funding from the GLNPO.
- The Decree also requires the GSD to dedicate the funds in its Grand Calumet Remediation Fund to the project for remediation of sediment in the East Branch of the Grand Calumet River.
- To address alleged past violations, the Decree includes a financial penalty to USEPA and the State of Indiana. This penalty is required by the USEPA under the Clean Water Act. The GSD and the City are offsetting most of the penalty cost by agreeing to perform a "Supplemental Environmental Project (SEP)," consisting of removing invasive species and restoring native vegetation to an area on the banks of the Grand Calumet River. In 2019, the GSD contracted with Cardno to provide professional services for implementing the SEP in fiscal year 2020. The SEP has been implemented according to the schedule in the Consent Decree with a final vegetation inspection scheduled for the Spring of 2022.

Note 14. Plans to Address Financial Concerns

Since 2005, the City's financial status has been declining. A number of factors have contributed to the decline. In 2005, there was a change in the method of assessment to market value. This transition delayed the certification of the budget in years 2005 through 2011, which delayed property tax distributions from up to 4 months until the method was perfected. As a result, the City had to prolong the repayment of TAW's increasing interest payments, and borrow additional interfund loans.

In 2010, a constitutional amendment was passed to permanently establish property tax caps. This all occurred after a major shift in taxpayer assessment from industrial to residential property taxpayers, a reduction in industrial personal property tax, and a recession. The resulting reduction in the industrial tax bills was never recouped. The permanent institution of property tax caps also provided for appeals the Distressed Units Appeals Board (DUAB) as a safeguard for units of government that were disproportionately impacted by the property tax caps. The City was projected to lose between \$25,000,000 and \$45,000,000, due to the property tax caps, representing approximately 51.5 percent of the City's property tax levy (also the largest reduction in the state).

The City was granted two years of gradual implementation, with full implementation of the property tax caps going into effect on January 1, 2012. The PFM was engaged by the DUAB and the City to assist with recommendations for reductions and sustainability. The PFM indicated that the reductions alone would not sustain the City, and, therefore, made a recommendation that financial relief be provided by other means. This relief has not been provided.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

The City accepted 75 percent of the PFM's recommendations and laid off nearly 300 employees, outsourced trash collection, implemented furlough days for employees for 3 years, reduced salaries for employees earning over \$50,000, reduced overall benefits, consolidated departments, reduced public safety overtime (-\$1 million over ten-year period), reduced public safety clothing allowances, reduced union contractual benefits, reduced citizen services, and reduced operating expenses. The City has also worked with insurance and utility providers seeking opportunities for cost reductions. The one exception to this trend was raises for public safety personnel. In 2014 and 2015, the City experienced a mass exodus of police and fire personnel. The City administration made the difficult decision to provide raises to public safety personnel to make their salaries more commensurate with other Northwest Indiana agencies. This was accomplished with the use of COIT revenue earmarked for public safety. The City's public safety personnel remain among the lowest paid and at the greatest risk of peril.

Despite all of these measures, the City has experienced an exceptionally low property tax collections rate due to the recession and additional tax appeals by the largest two taxpayers in the City, which resulted in property tax credits and further reduced property tax revenue.

In 2012, a robust and aggressive economic development strategy was established, which has increased new businesses in the City, thereby, increasing the tax-base. The County passed county income taxes for COIT and CEDIT (LIT), and the City began to receive distributions in 2014. These factors had a positive impact on City revenue. However, during this same time, casino revenues began to significantly decrease, and state legislation was passed to redirect some of the casino revenues back to the casinos or for other purposes. It became necessary to use CEDIT revenues to fund unavoidable infrastructure expenses and to subsidize the General fund.

The City's assessed value has continued to decrease at a rate of over \$150,000,000 per year in the past 3 years, where every other Lake County city's assessed value continues to increase. Part of the decrease in assessed value is directly related to the City's economic development strategy of prioritizing the demolition of abandoned commercial and residential structures. This work has been done using federal, state, and foundation grants, and vacant property has become prime property for development opportunities. While the short-term impact is negative, it is our strong belief that once the property is revitalized, it will have a positive long-term sustainable impact on the neighborhoods, as well as the assessed value.

Because of the relationship between assessed value, tax rate, and levy, as the assessed value declines, it leads to an increase in the tax rate. When a municipality is over the tax cap rate, it leads to taxpayers receiving additional circuit breaker credits. Because of this, the circuit breaker credit is also increasing at an alarming rate. Between 2015 to 2020, the circuit breaker credit has increased from \$26.4 million to \$43.4 million. This equates to a property tax collection loss of approximately \$2.8 million per year, or an additional \$17 million property tax revenue loss that was not anticipated or considered in the initial analysis performed when tax caps were instituted. If the average circuit breaker increase continues at the current rate, there will be additional property tax losses.

Between 2011 and 2017, the General fund deficit grew from \$4.9 million to \$9.3 million due declines in casino revenues, property tax collections shortfalls, increase in circuit breaker credits and over-spending for the City's functions. On December 31, 2018, the general fund deficit was \$7.3 million. On November 20, 2019, the Gary Building Corporation issued \$40,000,000 Lease Rental Mortgage Bonds, Series 2019 for which the net proceeds after paying cost of issuance and funding necessary reserves were used to pay outstanding City bills and debt obligations. While approximately \$5,000,000 of the proceeds was to be held in a trust account to be available on January 15, 2020, for any legal purpose for the City over and above 2020 budget funding, those proceeds have actually been utilized to fund the 2020 budget given that there were budget shortfalls.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

As of January 1, 2020, the City has a new administration has determined outstanding and unpaid bills, to determine the City's financial condition, to continue to reduce expenses, implement cost savings measures and find new sources of revenue for balancing its budget. The new administration is also reviewing the condition of its accounting records and working to record previously unrecorded transactions and get account reconciliations brought current. The City is also in the process of taking a systematic approach to identifying and correcting internal control issues. The first step involved the creation of an Accounting Staff/Consultants task force to delineate processes. This committee will establish new accounting policies and procedures for the City and will have monthly meetings to discuss and review current or prior issues. In May 2021, the City received notification that it was eligible for \$80,345,314 of funding from the American Rescue Plan Act of 2021 (ARPA) and received the first half of the ARPA funds in May 2021 and balance of the ARPA Funds in May 2022. The City has proposed a balanced budget for 2022. The City believes the above collective measures will solidify the City's financial condition.

Note 15. Contingent Liabilities and Lawsuits

The City has been named as defendant in several pending lawsuits of which the outcome and the amount of potential damages has not been estimated, except as follows. In early 2022, the City has agreed to pay \$2 million to settle one of the pending lawsuits. The payment is expected to be made later in 2022 from funds on hand.

Note 16. Subsequent Events

On September 15, 2020, the City entered into an agreement to sell its South Gleason Golf Course and Gilroy Stadium for up to \$9 million. The purchaser is completing its due diligence and in the process of waiting for FEMA to complete review of the proposed LOMR that would remove the site from the floodplain. The City anticipates closing once the LOMR is complete and the development has the necessary land use approvals.

On January 28, 2021, the City entered into an agreement to sell the Genesis Center for \$2.5 million and on December 18, 2020, to sell certain other real estate property for \$50,000. The purchaser of the property has defaulted on the terms of the purchase and the memorandum of obligations. The City has filed court action seeking its property interests and damages as a result of the purchaser's default on the terms of the purchase agreements. The City anticipates the litigation to be completed before the end of the fourth quarter of 2022.

COVID-19 had an effect on the City in the following manner. Demand for City services did not change in 2021. Workforce was affected with minimal attendance issues and scheduling. Normal work practices were adjusted for the safety of employees and public. Additional expenses were incurred for the safety and protection of employees and the public. There was a decrease in Property Tax and Miscellaneous Revenue.

The City did receive notification of funding from the American Rescue Plan Act of 2021 (ARPA). The total amount allotted to the City was \$80,345,314. The City has received half of the distribution of the ARPA funding in the amounts of \$40,172,657 both in May 2021 and May 2022. The balance of the allotment is expected in May 2022. The funds are held in a separate fund and bank account. A plan on how the City will use the ARPA funds will be prepared and approved by the Common Council.

CITY OF GARY
NOTES TO FINANCIAL STATEMENT
(Continued)

The uses of the fund are specified in ARPA Section 603(c)(1) as follows:

"USE OF FUNDS - Subject to paragraph (2), and except as provided in paragraph (3) and (4), a metropolitan city, nonentitlement unit of local government, or county shall only use the funds provided under a payment made under this section to cover costs incurred by the metropolitan city, nonentitlement unit of local government, or county, by December 31, 2024.

(A) To respond to the public health emergency with respect to the Coronavirus Disease 2019 (COVID-19) or its negative economic impacts, including assistance to households, small businesses, and nonprofits, or aid to impacted industries such as tourism, travel and hospitality;

(B) To respond to workers performing essential work during the COVID-19 public health emergency by providing premium pay to eligible workers of the metropolitan city, nonentitlement unit of government, or county that are performing such essential work, or by providing grants to eligible employers that have eligible workers who perform essential work;

(C) For the provision of government services to the extent of the reduction in revenue of such metropolitan city, nonentitlement unit of local government, or county due to the COVID-19 public health emergency relative to revenues collected in the most recent full fiscal year of the metropolitan city, nonentitlement unit of local government, of county prior to the emergency; or

(D) To make necessary investments in water, sewer, or broadband infrastructure."

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OTHER INFORMATION - UNAUDITED

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

Differences may be noted between the financial information presented in the financial statement contained in this report and the financial information presented in the City's Annual Financial Report referenced above. These differences, if any, are due to adjustments made to the financial information during the course of the audit. This is a common occurrence in any financial statement audit. The financial information presented in this report is audited information, and the accuracy of such information can be determined by reading the opinion given in the Independent Auditor's Report.

The other information presented was approved by management of the City. It is presented as intended by the City.

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | General | Motor Vehicle Highway | Local Road And Street | Wheel Tax Debt | Nat. League of Cities | Law Enforcement Continuing Ed | Unsafe Building |
|--|--------------|-----------------------------|--------------------------------|----------------------|--------------------------------|--|--------------------|
| Cash and investments - beginning | \$ 8,247,320 | \$ 907,825 | \$ 1,207,654 | \$ 400,000 | \$ 64,792 | \$ 9,869 | \$ 43,027 |
| Receipts: | | | | | | | |
| Taxes | 28,647,472 | - | - | - | - | - | - |
| Licenses and permits | 984,841 | - | - | - | - | 53,961 | - |
| Intergovernmental receipts | 4,074,768 | 1,523,970 | 1,580,085 | - | - | - | - |
| Charges for services | 175,853 | - | - | - | - | 4,366 | - |
| Fines and forfeits | 695,997 | - | - | - | - | 42,685 | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 43,553,160 | - | 76 | - | - | 20,560 | 22,260 |
| Total receipts | 78,132,091 | 1,523,970 | 1,580,161 | - | - | 121,572 | 22,260 |
| Disbursements: | | | | | | | |
| Personal services | 39,197,596 | 1,254,275 | - | - | - | - | - |
| Supplies | 986,273 | 67,116 | 569,853 | - | - | - | 4,403 |
| Other services and charges | 8,454,075 | 665,978 | 99,519 | - | 526 | 48,545 | 30,033 |
| Debt service - principal and interest | 17,500,000 | - | - | - | - | - | - |
| Capital outlay | 383,232 | - | 62,934 | - | - | 29,880 | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 10,727,282 | 384 | - | - | - | - | - |
| Total disbursements | 77,248,458 | 1,987,753 | 732,306 | - | 526 | 78,425 | 34,436 |
| Excess (deficiency) of receipts over disbursements | 883,633 | (463,783) | 847,855 | - | (526) | 43,147 | (12,176) |
| Cash and investments - ending | \$ 9,130,953 | \$ 444,042 | \$ 2,055,509 | \$ 400,000 | \$ 64,266 | \$ 53,016 | \$ 30,851 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Riverboat | Parks And Recreation | Cumulative Capital Development | National Civ Rights | Cumulative Capital Improvement | E. LAKEFRONT TIF | Self-Insurance |
|--|--------------------|----------------------------|--------------------------------------|---------------------------|--------------------------------------|------------------------|---------------------|
| Cash and investments - beginning | \$ 868,795 | \$ 178,873 | \$ 23,390 | \$ (4,950) | \$ 277,988 | \$ 23,186 | \$ (267,261) |
| Receipts: | | | | | | | |
| Taxes | - | 742,995 | 56,896 | - | - | 27,506 | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | 60,483 | 4,632 | - | 174,097 | - | - |
| Charges for services | - | 2,324 | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 2,452,073 | 607,991 | - | - | - | - | 361,192 |
| Total receipts | <u>2,452,073</u> | <u>1,413,793</u> | <u>61,528</u> | <u>-</u> | <u>174,097</u> | <u>27,506</u> | <u>361,192</u> |
| Disbursements: | | | | | | | |
| Personal services | - | 573,172 | - | - | - | - | - |
| Supplies | - | 10,508 | - | - | - | - | - |
| Other services and charges | 1,503,024 | 260,845 | 9,000 | - | 95,160 | - | - |
| Debt service - principal and interest | 1,885,542 | 617,651 | - | - | - | - | - |
| Capital outlay | - | 4,004 | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | - | 566,776 |
| Total disbursements | <u>3,388,566</u> | <u>1,466,180</u> | <u>9,000</u> | <u>-</u> | <u>95,160</u> | <u>-</u> | <u>566,776</u> |
| Excess (deficiency) of receipts over disbursements | <u>(936,493)</u> | <u>(52,387)</u> | <u>52,528</u> | <u>-</u> | <u>78,937</u> | <u>27,506</u> | <u>(205,584)</u> |
| Cash and investments - ending | <u>\$ (67,698)</u> | <u>\$ 126,486</u> | <u>\$ 75,918</u> | <u>\$ (4,950)</u> | <u>\$ 356,925</u> | <u>\$ 50,692</u> | <u>\$ (472,845)</u> |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Police Pension | Fire Pension | COVID-19 General | J-Pit/Landfill Management | Geminus Grant | FireFighter Safer Grant | Note Reserve (8.5 Million) |
|--|-------------------|-----------------|---------------------|------------------------------|------------------|-------------------------------|---|
| Cash and investments - beginning | \$ 1,058,306 | \$ 1,507,570 | \$ - | \$ 555,486 | \$ 9,048 | \$ 15,857 | \$ 42 |
| Receipts: | | | | | | | |
| Taxes | - | 4,293,872 | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | 4,586,078 | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 1,503,494 | 1,504,938 | - | 873 | - | - | - |
| Total receipts | 6,089,572 | 5,798,810 | - | 873 | - | - | - |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | 167 | 223 | 47,953 | - | - | - | - |
| Other services and charges | 4,653,264 | 4,513,282 | 4,553 | 77,553 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 1,500,000 | 1,786,379 | - | - | 9,048 | 15,857 | 42 |
| Total disbursements | 6,153,431 | 6,299,884 | 52,506 | 77,553 | 9,048 | 15,857 | 42 |
| Excess (deficiency) of receipts over disbursements | (63,859) | (501,074) | (52,506) | (76,680) | (9,048) | (15,857) | (42) |
| Cash and investments - ending | \$ 994,447 | \$ 1,006,496 | \$ (52,506) | \$ 478,806 | \$ - | \$ - | \$ - |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Metro Center | ARRA Public Works | Equipment Fund | Equipment Lease Reserve | Lets Move Project | Fire Department Equipment | Department of Commerce |
|---|-----------------|-------------------------|-------------------|-------------------------------|-------------------------|---------------------------------|------------------------------|
| Cash and investments - beginning | \$ 14,790 | \$ 1 | \$ 2,884 | \$ 384,770 | \$ 4,278 | \$ 261 | \$ 11,793 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | 29,740 | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - |
| Total receipts | 29,740 | - | - | - | - | - | - |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | 2,305 | - | - | - | - | - | - |
| Other services and charges | 29,461 | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | 1 | - | - | 4,278 | 261 | 11,793 |
| Total disbursements | 31,766 | 1 | - | - | 4,278 | 261 | 11,793 |
| Excess (deficiency) of receipts over disbursements | (2,026) | (1) | - | - | (4,278) | (261) | (11,793) |
| Cash and investments - ending | \$ 12,764 | \$ - | \$ 2,884 | \$ 384,770 | \$ - | \$ - | \$ - |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Narcotics Vice | Health Radon Gas | Gun Buy Back | Law Non-reverting | Fair Housing | Equipment Lease | Casino Capital |
|--|-------------------|------------------------|--------------------|----------------------|-----------------|--------------------|-------------------|
| Cash and investments - beginning | \$ 17,694 | \$ 4,011 | \$ 3,500 | \$ 9,355 | \$ 5,907 | \$ 29,356 | \$ 42,964 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - |
| Total receipts | - | - | - | - | - | - | - |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | 176 | - | - |
| Other services and charges | - | - | - | - | 100 | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 17,694 | 4,011 | 3,500 | - | - | 29,356 | 42,964 |
| Total disbursements | 17,694 | 4,011 | 3,500 | - | 276 | 29,356 | 42,964 |
| Excess (deficiency) of receipts over disbursements | (17,694) | (4,011) | (3,500) | - | (276) | (29,356) | (42,964) |
| Cash and investments - ending | \$ - | \$ - | \$ - | \$ 9,355 | \$ 5,631 | \$ - | \$ - |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Inspection Program | WCI/UCI Benefit | Public Health Program | Safe Route Plan | Green Urbanism | Fire Watch | KirkYard TIF |
|--|-----------------------|--------------------|-----------------------------|-----------------------|-------------------|---------------|-----------------|
| Cash and investments - beginning | \$ 197,691 | \$ (846,104) | \$ 15 | \$ 30,050 | \$ 57,501 | \$ 127,941 | \$ 603,021 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | 1,900 | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | 1,037,787 |
| Charges for services | 25,935 | - | - | - | - | - | - |
| Fines and forfeits | 1,380 | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | 2,564,978 | - | - | 156,525 | 55,569 | - |
| Total receipts | 29,215 | 2,564,978 | - | - | 156,525 | 55,569 | 1,037,787 |
| Disbursements: | | | | | | | |
| Personal services | 76,420 | - | - | - | 39,811 | 2,791 | - |
| Supplies | - | - | - | - | 885 | - | - |
| Other services and charges | - | - | - | - | 6,757 | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | 755,731 |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | 3,679,971 | 15 | 30,050 | - | - | - |
| Total disbursements | 76,420 | 3,679,971 | 15 | 30,050 | 47,453 | 2,791 | 755,731 |
| Excess (deficiency) of receipts over disbursements | (47,205) | (1,114,993) | (15) | (30,050) | 109,072 | 52,778 | 282,056 |
| Cash and investments - ending | \$ 150,486 | \$ (1,961,097) | \$ - | \$ - | \$ 166,573 | \$ 180,719 | \$ 885,077 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Blight Elimination Program | Maternal Child Health Infant Mortality | City Pmt- Lieu of Tax | Healthy Start Donation | YSB Donations | Cedit | Public Safety Income Tax |
|--|----------------------------------|--|-----------------------------------|------------------------------|------------------|------------|-----------------------------------|
| Cash and investments - beginning | \$ 36,962 | \$ (49,774) | \$ 530,151 | \$ 2,950 | \$ 1,537 | \$ 642,037 | \$ 4,693,723 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | 5,492,639 | 6,478,238 |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | 381,884 | - | 48,932 | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 1,182,222 | 33,573 | - | - | - | - | - |
| Total receipts | 1,564,106 | 33,573 | 48,932 | - | - | 5,492,639 | 6,478,238 |
| Disbursements: | | | | | | | |
| Personal services | - | 11,887 | - | - | - | - | 4,063,430 |
| Supplies | - | - | - | - | - | 132,165 | - |
| Other services and charges | 1,018,441 | - | - | - | - | 3,691,664 | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | 349,180 |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 182,200 | - | - | - | 1,537 | 1,427,804 | 2,066,766 |
| Total disbursements | 1,200,641 | 11,887 | - | - | 1,537 | 5,251,633 | 6,479,376 |
| Excess (deficiency) of receipts over disbursements | 363,465 | 21,686 | 48,932 | - | (1,537) | 241,006 | (1,138) |
| Cash and investments - ending | \$ 400,427 | \$ (28,088) | \$ 579,083 | \$ 2,950 | \$ - | \$ 883,043 | \$ 4,692,585 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | 2013A Casino RB | OPERATION PULL OVER | DOIT Non-Revert | Choice Neiborhd | COG Youth Council | Grey Green VV | Gary 4 Jobs |
|--|-----------------------|---------------------------|--------------------|--------------------|-------------------------|---------------------|-------------------|
| Cash and investments - beginning | \$ 417 | \$ 83,491 | \$ 14,341 | \$ 118,453 | \$ 215 | \$ 13,855 | \$ 17,773 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | 70,093 | - | - | - | - | - |
| Charges for services | - | - | 35,000 | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | - |
| Total receipts | - | 70,093 | 35,000 | - | - | - | - |
| Disbursements: | | | | | | | |
| Personal services | - | 47,523 | - | - | - | - | - |
| Supplies | - | - | 3,085 | - | - | - | - |
| Other services and charges | - | - | 9,509 | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | 4,356 | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 417 | - | - | - | - | 13,855 | - |
| Total disbursements | 417 | 47,523 | 16,950 | - | - | 13,855 | - |
| Excess (deficiency) of receipts over disbursements | (417) | 22,570 | 18,050 | - | - | (13,855) | - |
| Cash and investments - ending | \$ - | \$ 106,061 | \$ 32,391 | \$ 118,453 | \$ 215 | \$ - | \$ 17,773 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Elimination of Disparities | Tobacco | Section 108 Loan Guarantee | BUILDING COMMUNITY TRUST | 911 Alarm Fund | NAT. WILDLIFE | GREEN LINK |
|---|----------------------------------|-------------|-------------------------------------|--------------------------------|----------------------|------------------|---------------|
| Cash and investments - beginning | \$ 15,165 | \$ (41,920) | \$ 2,443,871 | \$ (366) | \$ 1,215 | \$ 70,307 | \$ 122,313 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | 151,051 | 312,680 | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | 12,655 | - | 150 | - | - |
| Total receipts | - | 151,051 | 325,335 | - | 150 | - | - |
| Disbursements: | | | | | | | |
| Personal services | 1,412 | 116,539 | - | - | - | - | - |
| Supplies | - | 195 | - | - | - | - | - |
| Other services and charges | - | 23,833 | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | 1,759,432 | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | - | 122,313 |
| Total disbursements | 1,412 | 140,567 | 1,759,432 | - | - | - | 122,313 |
| Excess (deficiency) of receipts over disbursements | (1,412) | 10,484 | (1,434,097) | - | 150 | - | (122,313) |
| Cash and investments - ending | \$ 13,753 | \$ (31,436) | \$ 1,009,774 | \$ (366) | \$ 1,365 | \$ 70,307 | \$ - |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | NON-R SET-ASIDE | LOIT SPECIAL DI | LDA CASINO | GEN CTR TOURISM | MOTORCYCLE GRAN | JAG Grant | Project Church Reimbursement |
|--|--------------------|-----------------------|---------------|-----------------------|--------------------|--------------|------------------------------------|
| Cash and investments - beginning | \$ 25,809 | \$ 47,367 | \$ 570,340 | \$ 48,030 | \$ 6,373 | \$ (81,401) | \$ 164,733 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | 16,020 | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | 7 | 7,545,834 | - | - | 51,691 | - |
| Total receipts | - | 7 | 7,545,834 | 16,020 | - | 51,691 | - |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | 7,926 | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | 6,235,000 | 700 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | 47,374 | 538,850 | - | - | - | - |
| Total disbursements | - | 47,374 | 6,773,850 | 700 | 7,926 | - | - |
| Excess (deficiency) of receipts over disbursements | - | (47,367) | 771,984 | 15,320 | (7,926) | 51,691 | - |
| Cash and investments - ending | \$ 25,809 | \$ - | \$ 1,342,324 | \$ 63,350 | \$ (1,553) | \$ (29,710) | \$ 164,733 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Gary Preservation | FEMA Grant | Wheel Tax Road | Howe Park Improvement | Rdvlp Aux Non-Reverting | Community Crossing Match | TANF Summer Youth |
|--|----------------------|---------------|----------------------|-----------------------------|-------------------------------|--------------------------------|-------------------------|
| Cash and investments - beginning | \$ 38 | \$ 3,739 | \$ 705,523 | \$ - | \$ 1,164,865 | \$ 1,503,302 | \$ (21,125) |
| Receipts: | | | | | | | |
| Taxes | - | - | - | 80,037 | 5,597,536 | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | 2,855,952 | - | 21,125 |
| Total receipts | - | - | - | 80,037 | 8,453,488 | - | 21,125 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | 14,205 | - | 286,272 | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | 1,915,717 | 80,037 | 7,446,898 | 1,095,210 | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 38 | 3,739 | - | - | - | - | - |
| Total disbursements | 38 | 3,739 | 1,929,922 | 80,037 | 7,733,170 | 1,095,210 | - |
| Excess (deficiency) of receipts over disbursements | (38) | (3,739) | (1,929,922) | - | 720,318 | (1,095,210) | 21,125 |
| Cash and investments - ending | \$ - | \$ - | \$ (1,224,399) | \$ - | \$ 1,885,183 | \$ 408,092 | \$ - |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | NWI HCBI | Wheel Exc Surtax | Wheel Tax | Distracted Driving | Safe & Thriving Grant | Fire Wellness Grant | City Clerk Odyssey (Criminal/Civil) |
|--|-------------|------------------------|--------------|-----------------------|--------------------------------|---------------------------|--|
| Cash and investments - beginning | \$ 28,009 | \$ 1,177,938 | \$ 404,630 | \$ (5,114) | \$ (17,327) | \$ 29,930 | \$ 289,831 |
| Receipts: | | | | | | | |
| Taxes | - | 64,915 | 216,335 | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | 1,146,678 | - | 2,113 | 17,327 | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | 1,605 | - | - | - | 634,765 |
| Total receipts | - | 1,211,593 | 217,940 | 2,113 | 17,327 | - | 634,765 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | 23,659 | 25,919 | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | 2,000 | - | 570,932 |
| Debt service - principal and interest | - | 772,973 | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | - | - |
| Total disbursements | - | 772,973 | - | 23,659 | 27,919 | - | 570,932 |
| Excess (deficiency) of receipts over disbursements | - | 438,620 | 217,940 | (21,546) | (10,592) | - | 63,833 |
| Cash and investments - ending | \$ 28,009 | \$ 1,616,558 | \$ 622,570 | \$ (26,660) | \$ (27,919) | \$ 29,930 | \$ 353,664 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Building Renovation | MVH RESTRICTED | Ridge Road Project | COVID-19 HEALTH | AIM Medical Trust Wellness | Infant Mortality | US Steel Area |
|--|------------------------|-------------------|--------------------------|--------------------|-------------------------------------|---------------------|---------------------|
| Cash and investments - beginning | \$ 834,549 | \$ 328,217 | \$ 42,921 | \$ - | \$ - | \$ - | \$ - |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | 4,346,789 |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | 1,523,970 | - | 100,000 | - | 14,700 | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 140 | - | - | - | 1,047 | - | - |
| Total receipts | 140 | 1,523,970 | - | 100,000 | 1,047 | 14,700 | 4,346,789 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | 3,329 | - | - | - |
| Supplies | 72,445 | - | - | 5,272 | - | - | - |
| Other services and charges | - | - | - | 35,675 | 16,602 | 17,640 | - |
| Debt service - principal and interest | - | - | - | - | - | - | 2,173,395 |
| Capital outlay | 396,505 | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | 42,921 | - | - | - | - |
| Total disbursements | 468,950 | - | 42,921 | 44,276 | 16,602 | 17,640 | 2,173,395 |
| Excess (deficiency) of receipts over disbursements | (468,810) | 1,523,970 | (42,921) | 55,724 | (15,555) | (2,940) | 2,173,394 |
| Cash and investments - ending | \$ 365,739 | \$ 1,852,187 | \$ - | \$ 55,724 | \$ (15,555) | \$ (2,940) | \$ 2,173,394 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Ambulance/Ems Nonreverting | Protective Services Grant I | Protective Services Grant li | Equal Opportunity Commission Hr | Tourism Project | Youth Services Bureau | Home Program |
|---|-------------------------------|--------------------------------------|---------------------------------------|--|--------------------|-----------------------------|-----------------|
| Cash and investments - beginning | \$ 4,190,520 | \$ (1,023,534) | \$ 185,933 | \$ 29,756 | \$ 123,534 | \$ 5,708 | \$ 2,688 |
| Receipts: | | | | | | | |
| Taxes | - | - | 29,273 | - | 10,800 | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | 28,846 | 17,680 | - | 1,055 | 164,930 |
| Charges for services | 2,070,009 | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 60,106 | 1,023,534 | - | - | - | - | 14,480 |
| Total receipts | 2,130,115 | 1,023,534 | 58,119 | 17,680 | 10,800 | 1,055 | 179,410 |
| Disbursements: | | | | | | | |
| Personal services | 1,026,548 | - | - | 47,783 | - | 16,313 | 47,301 |
| Supplies | 200,856 | - | 4,430 | - | - | - | - |
| Other services and charges | 294,493 | - | - | - | - | 6,284 | 139,895 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | 163,288 | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 3,955,647 | - | - | - | - | - | - |
| Total disbursements | 5,640,832 | - | 4,430 | 47,783 | - | 22,597 | 187,196 |
| Excess (deficiency) of receipts over disbursements | (3,510,717) | 1,023,534 | 53,689 | (30,103) | 10,800 | (21,542) | (7,786) |
| Cash and investments - ending | \$ 679,803 | \$ - | \$ 239,622 | \$ (347) | \$ 134,334 | \$ (15,834) | \$ (5,098) |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Emergency Shelter Grant | Brownfield | Healthy Families | Marquette Park | Gleason Golf Course | Emergency Shelter | Comprehensive Community Program |
|--|-------------------------------|------------|---------------------|-------------------|---------------------------|----------------------|---------------------------------------|
| Cash and investments - beginning | \$ 107 | \$ 550 | \$ 29,787 | \$ 197,817 | \$ 89,530 | \$ (824,233) | \$ 13,331 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | 251,646 | - | - | - | - | 87,792 | - |
| Charges for services | - | - | - | 258,230 | - | - | - |
| Fines and forfeits | - | - | 6,003 | - | - | - | 18,751 |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | 500 | 79,960 | 823 | - | - |
| Total receipts | 251,646 | - | 6,503 | 338,190 | 823 | 87,792 | 18,751 |
| Disbursements: | | | | | | | |
| Personal services | 19,789 | - | - | 230,115 | 26,272 | 128,434 | - |
| Supplies | - | - | 2,549 | 5,986 | - | 19,436 | 842 |
| Other services and charges | 233,547 | - | 1,321 | 215,465 | 406 | 6,064 | 27,821 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | 9,318 | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | 550 | - | 24,935 | - | - | - |
| Total disbursements | 253,336 | 550 | 3,870 | 485,819 | 26,678 | 153,934 | 28,663 |
| Excess (deficiency) of receipts over disbursements | (1,690) | (550) | 2,633 | (147,629) | (25,855) | (66,142) | (9,912) |
| Cash and investments - ending | \$ (1,583) | \$ - | \$ 32,420 | \$ 50,188 | \$ 63,675 | \$ (890,375) | \$ 3,419 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Landfill Closure | Landfill Trust | Solid Waste Recycling Project | Environmental Management | Health And Human Services | Supplemental Adult Probation Svcs | Gary Health Department Rental |
|---|---------------------|-------------------|--|-----------------------------|------------------------------------|--|--|
| Cash and investments - beginning | \$ 4,033 | \$ 1,232,069 | \$ 258,097 | \$ 13,586 | \$ (470,744) | \$ 36,229 | \$ 26,594 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | 360,491 | - | - |
| Charges for services | - | - | 458,574 | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | 37,766 | 11,500 |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | 18,014 | - | - | 15,593 | - | - |
| Total receipts | - | 18,014 | 458,574 | - | 376,084 | 37,766 | 11,500 |
| Disbursements: | | | | | | | |
| Personal services | - | - | 344,643 | - | 308,602 | 53,129 | - |
| Supplies | - | - | 16,151 | - | 11,110 | - | 319 |
| Other services and charges | 46,606 | - | 43,386 | - | 95,342 | - | 43 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | - | - |
| Total disbursements | 46,606 | - | 404,180 | - | 415,054 | 53,129 | 362 |
| Excess (deficiency) of receipts over disbursements | (46,606) | 18,014 | 54,394 | - | (38,970) | (15,363) | 11,138 |
| Cash and investments - ending | \$ (42,573) | \$ 1,250,083 | \$ 312,491 | \$ 13,586 | \$ (509,714) | \$ 20,866 | \$ 37,732 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Park Nonreverting | Vehicle Auction | Bioterrorism | Community Development Block Grant | Redevelopment Operating | Summer Jobs Training Program | Fair Housing Project |
|--|----------------------|--------------------|--------------|--|----------------------------|---------------------------------------|----------------------------|
| Cash and investments - beginning | \$ 10,937 | \$ 135,236 | \$ (10,692) | \$ 356,368 | \$ 50,971 | \$ (15,158) | \$ (9,791) |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | 53,023 | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | 41,786 | 2,203,998 | 4,630 | - | 33,800 |
| Charges for services | 81,990 | 272,520 | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 110,030 | 50 | - | - | - | 15,158 | - |
| Total receipts | 192,020 | 272,570 | 41,786 | 2,203,998 | 57,653 | 15,158 | 33,800 |
| Disbursements: | | | | | | | |
| Personal services | 155,503 | 6,306 | 11,841 | 1,525,239 | 101,772 | - | 30,365 |
| Supplies | 12,273 | 150,509 | 7,071 | 7,946 | - | - | 668 |
| Other services and charges | 13,553 | 94,393 | 32,087 | 946,023 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | 55,581 | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | - | - |
| Total disbursements | 181,329 | 306,789 | 50,999 | 2,479,208 | 101,772 | - | 31,033 |
| Excess (deficiency) of receipts over disbursements | 10,691 | (34,219) | (9,213) | (275,210) | (44,119) | 15,158 | 2,767 |
| Cash and investments - ending | \$ 21,628 | \$ 101,017 | \$ (19,905) | \$ 81,158 | \$ 6,852 | \$ - | \$ (7,024) |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Genesis Civic Center | Media | Clerk Perpetuation | Genesis Center Operating | Leased Properties - Gary Bldg Corp. | State Air Grant | Hazardous Material |
|---|----------------------------|------------|-----------------------|--------------------------------|---|-----------------------|-----------------------|
| Cash and investments - beginning | \$ 1,261 | \$ 495,431 | \$ 73,899 | \$ 46,047 | \$ (206,221) | \$ 651 | \$ 710 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | 272,922 | 13,785 | 55,000 | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 125,000 | - | - | 184,506 | 206,221 | - | - |
| Total receipts | 125,000 | 272,922 | 13,785 | 239,506 | 206,221 | - | - |
| Disbursements: | | | | | | | |
| Personal services | 119,986 | 238,305 | - | 112,666 | - | - | - |
| Supplies | - | 9,458 | 6,582 | 34,696 | - | - | - |
| Other services and charges | - | 51,016 | 10,981 | 28,054 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | 5,638 | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | 651 | 710 |
| Total disbursements | 119,986 | 304,417 | 17,563 | 175,416 | - | 651 | 710 |
| Excess (deficiency) of receipts over disbursements | 5,014 | (31,495) | (3,778) | 64,090 | 206,221 | (651) | (710) |
| Cash and investments - ending | \$ 6,275 | \$ 463,936 | \$ 70,121 | \$ 110,137 | \$ - | \$ - | \$ - |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Economic Development Bond Comm | Alcohol And Drug Treatment | New Birth Grant | Remote Encoding Center | Mayor Donations | Lakefront Development | Social Services |
|--|---|-------------------------------------|-----------------------|------------------------------|--------------------|--------------------------|--------------------|
| Cash and investments - beginning | \$ 12,504 | \$ - | \$ 22 | \$ 18,709 | \$ 25,000 | \$ 1,082,441 | \$ (836) |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 161 | - | - | - | 29,020 | - | 3,450 |
| Total receipts | 161 | - | - | - | 29,020 | - | 3,450 |
| Disbursements: | | | | | | | |
| Personal services | - | 12,898 | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | 17,300 | - | 3,283 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 5 | - | 22 | - | - | 1,082,441 | - |
| Total disbursements | 5 | 12,898 | 22 | - | 17,300 | 1,082,441 | 3,283 |
| Excess (deficiency) of receipts over disbursements | 156 | (12,898) | (22) | - | 11,720 | (1,082,441) | 167 |
| Cash and investments - ending | \$ 12,660 | \$ (12,898) | \$ - | \$ 18,709 | \$ 36,720 | \$ - | \$ (669) |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Special Events | City Council Donations | Special Project Donations | Police Donations | Weed And Seed | Welfare Excess | Human Relations |
|--|-------------------|------------------------------|---------------------------------|---------------------|---------------------|-------------------|--------------------|
| Cash and investments - beginning | \$ 7,510 | \$ 1,687 | \$ 75 | \$ 29,321 | \$ 9,203 | \$ 6,274 | \$ 612 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | 50,000 | - | - | - |
| Charges for services | - | - | - | 19,818 | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | 1,800 | - | - | - |
| Total receipts | - | - | - | 71,618 | - | - | - |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | 1,200 | - | 50,000 | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | 75 | - | 9,203 | 6,274 | - |
| Total disbursements | - | 1,200 | 75 | 50,000 | 9,203 | 6,274 | - |
| Excess (deficiency) of receipts over disbursements | - | (1,200) | (75) | 21,618 | (9,203) | (6,274) | - |
| Cash and investments - ending | \$ 7,510 | \$ 487 | \$ - | \$ 50,939 | \$ - | \$ - | \$ 612 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Cmaq Vehicles | Hope Vi Pilot | Energy Efficient | Filming Fees | Chrp | Neighborhood Stabilization Program | Lead Base Paint Hazzard Control G |
|--|------------------|---------------------|---------------------|-----------------|-----------|--|---|
| Cash and investments - beginning | \$ 23,326 | \$ 793,315 | \$ 1,098 | \$ 28,138 | \$ 63,198 | \$ 325,743 | \$ 209,378 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | 190,895 | - | - | - | - | 63,020 |
| Charges for services | - | - | - | - | - | 18,060 | - |
| Fines and forfeits | - | - | - | 2,250 | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | 267 |
| Total receipts | - | 190,895 | - | 2,250 | - | 18,060 | 63,287 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | 6,737 |
| Other services and charges | - | - | - | - | - | 41,399 | 25,683 |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 23,326 | - | 1,098 | - | 63,198 | - | - |
| Total disbursements | 23,326 | - | 1,098 | - | 63,198 | 41,399 | 32,420 |
| Excess (deficiency) of receipts over disbursements | (23,326) | 190,895 | (1,098) | 2,250 | (63,198) | (23,339) | 30,867 |
| Cash and investments - ending | \$ - | \$ 984,210 | \$ - | \$ 30,388 | \$ - | \$ 302,404 | \$ 240,245 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Grant/Buchanan Street Project | Park Construction | Clean Up/Beautification | 911 Equipment | Consolidated Area Tif District | Lakefront Tif District |
|---|-------------------------------------|----------------------|----------------------------|------------------|---|------------------------------|
| Cash and investments - beginning | \$ 42,989 | \$ 162 | \$ 294 | \$ 494 | \$ 3,258,243 | \$ 2,403,124 |
| Receipts: | | | | | | |
| Taxes | - | - | - | - | 1,501,962 | 1,241,428 |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - |
| Other receipts | - | - | - | - | 22,191 | 382,311 |
| Total receipts | - | - | - | - | 1,524,153 | 1,623,739 |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | 794,947 | 711,120 |
| Debt service - principal and interest | - | - | - | - | 793,589 | - |
| Capital outlay | - | - | - | - | 9,687 | - |
| Utility operating expenses | - | - | - | - | - | - |
| Other disbursements | 42,989 | 162 | 294 | 494 | 2,000,000 | 1,598,041 |
| Total disbursements | 42,989 | 162 | 294 | 494 | 3,598,223 | 2,309,161 |
| Excess (deficiency) of receipts over disbursements | (42,989) | (162) | (294) | (494) | (2,074,070) | (685,422) |
| Cash and investments - ending | \$ - | \$ - | \$ - | \$ - | \$ 1,184,173 | \$ 1,717,702 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Marquette Renovation | Lady Liberty Restoration | Guea Properties | Madison Avenue Tif District | Midwest Center Tif District | Lancaster Dusable Tif District | Joint Public Safety Training |
|--|-------------------------|--------------------------------|--------------------|--------------------------------------|--------------------------------------|---|---------------------------------------|
| Cash and investments - beginning | \$ 983 | \$ 442 | \$ 529,999 | \$ 198,993 | \$ 947,371 | \$ 19,442 | \$ 19,341 |
| Receipts: | | | | | | | |
| Taxes | - | - | - | 91,629 | 235,428 | 39,013 | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | - | - | - | - | - | - | 3,500 |
| Total receipts | - | - | - | 91,629 | 235,428 | 39,013 | 3,500 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | - | - | - | - | - | - | - |
| Debt service - principal and interest | - | - | - | - | - | 38,949 | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | 983 | 442 | - | - | - | - | - |
| Total disbursements | 983 | 442 | - | - | - | 38,949 | - |
| Excess (deficiency) of receipts over disbursements | (983) | (442) | - | 91,629 | 235,428 | 64 | 3,500 |
| Cash and investments - ending | \$ - | \$ - | \$ 529,999 | \$ 290,622 | \$ 1,182,799 | \$ 19,506 | \$ 22,841 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Dalton Arms Tif District | County Market Tif District | Kenney's Ribs Tif District | Fire Capital Equipment | Truck City Of Gary Allocation Area | Payroll | County Health |
|--|-----------------------------------|-------------------------------------|-------------------------------------|------------------------------|--|-----------|------------------|
| Cash and investments - beginning | \$ 29,487 | \$ 252,759 | \$ 10,554 | \$ 172,525 | \$ 147,904 | \$ 66,735 | \$ 2,054 |
| Receipts: | | | | | | | |
| Taxes | 44,154 | 384,064 | - | - | 162,136 | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | - | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 303,248 | - | - | 50,120 | - | 207 | 6,154 |
| Total receipts | 347,402 | 384,064 | - | 50,120 | 162,136 | 207 | 6,154 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | - | - | - |
| Supplies | - | - | - | 78,721 | - | - | - |
| Other services and charges | - | - | - | 18,404 | - | - | 6,099 |
| Debt service - principal and interest | 167,117 | 390,430 | - | - | 101,601 | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | - | - | - | - | - | - |
| Total disbursements | 167,117 | 390,430 | - | 97,125 | 101,601 | - | 6,099 |
| Excess (deficiency) of receipts over disbursements | 180,285 | (6,366) | - | (47,005) | 60,535 | 207 | 55 |
| Cash and investments - ending | \$ 209,772 | \$ 246,393 | \$ 10,554 | \$ 125,520 | \$ 208,439 | \$ 66,942 | \$ 2,109 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | City Clerk - Criminal Division | Miscellaneous Refunds | Redevelopment Depository Trust | Withholdings | Supplemental Public Defender | Confiscated Property | Salary Fee Judicial |
|--|--------------------------------|-----------------------|--------------------------------|--------------|------------------------------|----------------------|---------------------|
| Cash and investments - beginning | \$ 510,438 | \$ 16,248 | \$ 10,304 | \$ 1,546,884 | \$ 11,266 | \$ 4,256 | \$ (22,833) |
| Receipts: | | | | | | | |
| Taxes | - | - | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | 7,310 | - |
| Charges for services | - | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | 9,261 | - | - |
| Utility fees | - | - | - | - | - | - | - |
| Other receipts | 13,357 | - | 14 | 21,832,882 | - | 152,296 | 13,785 |
| Total receipts | 13,357 | - | 14 | 21,832,882 | 9,261 | 159,606 | 13,785 |
| Disbursements: | | | | | | | |
| Personal services | - | - | - | - | 23,761 | - | 25,025 |
| Supplies | - | - | - | - | - | - | - |
| Other services and charges | 5,223 | - | - | - | 659 | 30,951 | - |
| Debt service - principal and interest | - | - | - | - | - | - | - |
| Capital outlay | - | - | - | - | - | - | - |
| Utility operating expenses | - | - | - | - | - | - | - |
| Other disbursements | - | 16,248 | - | 23,910,433 | - | - | - |
| Total disbursements | 5,223 | 16,248 | - | 23,910,433 | 24,420 | 30,951 | 25,025 |
| Excess (deficiency) of receipts over disbursements | 8,134 | (16,248) | 14 | (2,077,551) | (15,159) | 128,655 | (11,240) |
| Cash and investments - ending | \$ 518,572 | \$ - | \$ 10,318 | \$ (530,667) | \$ (3,893) | \$ 132,911 | \$ (34,073) |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Gary Storm Water Management District (GSWMD) | Lake Michigan Coastal | Gsd Wwtp General Operating | Gsd Bond And Interest | Gsd Sewer Construction | Gsd Sewer Operating |
|---|---|-----------------------------|-------------------------------------|--------------------------------|------------------------------|---------------------------|
| Cash and investments - beginning | \$ 1,243,972 | \$ 5,000 | \$ 1,895,127 | \$ 3,514,647 | \$ 28,669 | \$ 68,241 |
| Receipts: | | | | | | |
| Taxes | 2,818,298 | - | - | - | - | - |
| Licenses and permits | - | - | - | - | - | - |
| Intergovernmental receipts | - | - | - | - | - | 64,261 |
| Charges for services | - | - | - | - | - | - |
| Fines and forfeits | - | - | - | - | - | - |
| Utility fees | 5,304,124 | - | 29,280,966 | - | - | - |
| Other receipts | 53,251 | - | 5,178,679 | 1,444,758 | 226 | 241 |
| Total receipts | 8,175,673 | - | 34,459,645 | 1,444,758 | 226 | 64,502 |
| Disbursements: | | | | | | |
| Personal services | 332,059 | - | 10,524,147 | - | - | - |
| Supplies | - | - | - | - | - | - |
| Other services and charges | 7,443 | - | 601,463 | - | - | - |
| Debt service - principal and interest | - | - | - | 3,833,305 | - | - |
| Capital outlay | 4,143,292 | - | 1,373,528 | - | - | - |
| Utility operating expenses | 1,898,157 | - | 16,806,624 | - | - | - |
| Other disbursements | 2,400,000 | - | 4,721,372 | - | - | - |
| Total disbursements | 8,780,951 | - | 34,027,134 | 3,833,305 | - | - |
| Excess (deficiency) of receipts over disbursements | (605,278) | - | 432,511 | (2,388,547) | 226 | 64,502 |
| Cash and investments - ending | \$ 638,694 | \$ 5,000 | \$ 2,327,638 | \$ 1,126,100 | \$ 28,895 | \$ 132,743 |

CITY OF GARY
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2020

| | Gsd Debt Service | Gsd Grand Calumet Sedimentation | Gsd Debt Service Reserve | Gsd Equipment Replacement | Gsd Beach Sampling | Totals |
|--|------------------------|--|-----------------------------------|---------------------------------|--------------------------|---------------|
| Cash and investments - beginning | \$ 2,746 | \$ 2,894,988 | \$ 3,133,778 | \$ 10,834,231 | \$ 289,067 | \$ 73,575,038 |
| Receipts: | | | | | | |
| Taxes | - | - | - | - | - | 62,672,458 |
| Licenses and permits | - | - | - | - | - | 1,040,702 |
| Intergovernmental receipts | - | - | - | - | - | 20,383,468 |
| Charges for services | - | - | - | - | - | 3,452,419 |
| Fines and forfeits | - | - | - | - | - | 1,167,300 |
| Utility fees | - | - | - | - | - | 34,585,090 |
| Other receipts | 8 | 11,617 | 2,181 | 8,834,747 | 73,868 | 105,412,769 |
| Total receipts | 8 | 11,617 | 2,181 | 8,834,747 | 73,868 | 228,714,206 |
| Disbursements: | | | | | | |
| Personal services | - | - | - | - | - | 60,914,491 |
| Supplies | - | - | - | - | - | 2,479,364 |
| Other services and charges | - | - | - | - | - | 36,976,102 |
| Debt service - principal and interest | - | - | - | 3,856,400 | - | 32,886,683 |
| Capital outlay | - | - | - | 7,709,191 | - | 26,996,908 |
| Utility operating expenses | - | 24,301 | - | 864,129 | 13,632 | 19,606,843 |
| Other disbursements | 60 | - | 3,133,889 | 2,800,000 | - | 68,671,018 |
| Total disbursements | 60 | 24,301 | 3,133,889 | 15,229,720 | 13,632 | 248,531,409 |
| Excess (deficiency) of receipts over disbursements | (52) | (12,684) | (3,131,708) | (6,394,973) | 60,236 | (19,817,203) |
| Cash and investments - ending | \$ 2,694 | \$ 2,882,304 | \$ 2,070 | \$ 4,439,258 | \$ 349,303 | \$ 53,757,835 |

CITY OF GARY
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2020

| Government or Enterprise | Accounts Payable | Accounts Receivable |
|---------------------------------|---------------------|------------------------|
| Storm Water Management District | \$ - | \$ - |
| Gsd | - | 17,370,183 |
| Governmental activities | <u>206,801</u> | <u>-</u> |
| Totals | <u>\$ 206,801</u> | <u>\$ 17,370,183</u> |

CITY OF GARY
SCHEDULE OF LEASES AND DEBT
December 31, 2020

| Lessor | Purpose | Annual Lease Payment | Lease Beginning Date | Lease Ending Date |
|--------------------------------|---|----------------------|----------------------|-------------------|
| Governmental activities: | | | | |
| Fifth Third Bank | Police Cars | \$ 407,805 | 6/8/2015 | 1/15/2023 |
| Fifth Third Bank | Vehicle Maintenance building renovation | 184,970 | 7/18/2015 | 1/15/2023 |
| Ford Credit | Police Cars | 340,678 | 2/15/2017 | 2/15/2021 |
| Ford Credit | Trucks | 62,934 | 2/24/2017 | 2/24/2021 |
| Gary Building Corp | Building sale leaseback | 3,317,000 | 12/31/2019 | 12/31/2039 |
| KS State Bank | Fire Engines | 333,409 | 12/1/2017 | 12/1/2023 |
| Wells Fargo | Bobcat | 45,960 | 4/5/2019 | 4/4/2022 |
| Total governmental activities | | 4,692,756 | | |
| Total of annual lease payments | | <u>\$ 4,692,756</u> | | |

| Type | Description of Debt Purpose | Ending Principal Balance | Principal and Interest Due Within One Year |
|-------------------------------|---|--------------------------|--|
| Governmental activities: | | | |
| Revenue bonds | Local Wheel Revenue Bonds of 2017 | \$ 1,402,027 | \$ 772,738 |
| Revenue bonds | Special Tax Revenue Bonds Series 2016 | 7,575,000 | 1,473,040 |
| Revenue bonds | US Dept of Housing & Dvlp Section 108 Loan | 5,450,000 | 181,000 |
| Total governmental activities | | 14,427,027 | 2,426,778 |
| Gsd: | | | |
| Revenue bonds | Sanitary District Refunding Revenue Bonds Series 2020 | 22,120,000 | 1,112,896 |
| Total Gsd | | 22,120,000 | 1,112,896 |
| Economic Development: (1) | | | |
| Revenue bonds | Econ Dev. Revenue Bonds Series 2003 (Lancaster Apartments) | 1,065,000 | 274,890 |
| Revenue bonds | Econ Dev. Revenue Bonds Series 2004B (25th & Grant Project) | 4,122,015 | 857,709 |
| Revenue bonds | Econ Dev. Revenue Bonds Series 2007 (Rolling Plains Project) | 1,154,000 | 148,644 |
| Revenue bonds | Econ Dev. Revenue Bonds Series 2007 A B & C (Dalton Arms Project) | 2,225,000 | 341,618 |
| Revenue bonds | Econ Dev. Revenue Bonds Series 2013 (Kirk Yard Project) | 8,125,000 | 924,250 |
| Revenue bonds | Econ Dev. Revenue Bonds Series 2014 (504 Broadway) | 825,000 | 579,570 |
| Revenue bonds | Redevelop. Tax Increment Revenue Bonds Series 2019A (USS Project) | 98,974,194 | 7,051,611 |
| Revenue bonds | Redevelop. Tax Increment Revenue Bonds Series 2019B (USS Project) | 19,600,000 | 800,000 |
| Total Economic Development | | 136,090,209 | 10,978,292 |
| Totals | | <u>\$ 172,637,236</u> | <u>\$ 14,517,966</u> |

(1) The bonds under Economic Development are payable from a pledge of Tax Increment Revenues, which are not an Ad Volverem tax.

CITY OF GARY
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2020

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 | \$ 30,529,453 |
| Infrastructure | 142,743,066 |
| Buildings | 177,352,174 |
| Improvements other than buildings | 12,164,798 |
| Machinery, equipment, and vehicles | 43,666,194 |
| Construction in progress | <u>13,890,424</u> |
| Total governmental activities | <u>420,346,109</u> |
| Storm Water Management District: | |
| Land | 302,084 |
| Infrastructure | 19,549,304 |
| Improvements other than buildings | 8,174,400 |
| Machinery, equipment, and vehicles | 2,136,485 |
| Construction in progress | <u>9,255</u> |
| Total Storm Water Management District | <u>30,171,528</u> |
| Gsd: | |
| Land | 1,558,886 |
| Infrastructure | 219,383,248 |
| Buildings | 4,320,619 |
| Improvements other than buildings | 119,909,978 |
| Machinery, equipment, and vehicles | 65,289,362 |
| Construction in progress | <u>7,400,572</u> |
| Total Gsd | <u>417,862,665</u> |
| Total capital assets | <u>\$ 868,380,302</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/>.