

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

FINANCIAL STATEMENT AUDIT REPORT

OF

CITY OF HOBART

LAKE COUNTY, INDIANA

January 1, 2022 to December 31, 2022



FILED

04/28/2023

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SCHEDULE OF OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Deborah Longer	01-01-22 to 12-31-23
Mayor	Brian Snedecor	01-01-22 to 12-31-23
President of the Board of Public Works	Brian Snedecor	01-01-22 to 12-31-23
President Pro Tempore of the Common Council	Matthew Claussen	01-01-22 to 12-31-23



INDEPENDENT AUDITOR'S REPORT

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

Report on the Audit of the Financial Statement

Adverse and Unmodified Opinions

We have audited the accompanying financial statement of the City of Hobart (City), which comprises the financial position and results of operations as of and for the year ended December 31, 2022, and the related notes to the financial statement as listed in the Table of Contents.

Adverse Opinion on U.S. Generally Accepted Accounting Principles

In our opinion, because of the significance of the matter discussed in the *Basis for Adverse and Unmodified Opinions* section of our report, the financial statement referred to above does not present fairly, the financial position and results of operations of the City as of and for the year ended December 31, 2022, in accordance with accounting principles generally accepted in the United States of America.

Opinion on Regulatory Basis of Accounting

In our opinion, the accompanying financial statement referred to above presents fairly, in all material respects, the respective financial position and results of operations of the City, as of and for the year ended December 31, 2022, in accordance with the financial reporting provisions of the Indiana State Board of Accounts described in Note 1.

Basis for Adverse and Unmodified Opinions

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

Matter Giving Rise to Adverse Opinion on U.S. Generally Accepted Accounting Principles

As discussed in Note 1 to the financial statement, the City prepares its financial statement on the prescribed basis of accounting that demonstrates compliance with the reporting requirements established by the Indiana State Board of Accounts as allowed by state statute (IC 5-11-1-6), which is a basis of accounting other than accounting principles generally accepted in the United States of America. The effects on the financial statement of the variances between the regulatory basis of accounting described in Note 1 and accounting principles generally accepted in the United States of America, although not reasonably determinable, are presumed to be material.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Emphasis of Matter

As discussed in Note 1, Fund Accounting funds are used to account for amounts received from and used for specific sources and uses as determined by various regulations including restrictions set by statute. As discussed in Notes 7 and 9 to the Financial Statement, the City experienced significant reductions in tax collections due to property tax appeal refunds and negative cash balances in funds, some that are used for general operating expenses. Management's plans in regard to these matters are discussed in Notes 7 and 9. The financial statement does not include any adjustments that might result from the outcome of Management's plans. Our opinion is not modified with respect to this matter.

Other Matters

To finance the repayment of a mall property tax appeal as discussed in Note 9, the City secured two additional debt instruments. Proceeds from one debt instrument of \$5,728,000 was transferred to the General Fund as of December 31, 2022, resulting in a positive cash balance of \$2,089,000. The proceeds of the second debt instrument, RDC Community Funding Bond Proceeds remain in that fund as of December 31, 2022. 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.

Responsibilities of Management for the Financial Statement

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

Auditor's Responsibilities for the Audit of the Financial Statement

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

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

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statement, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statement.

INDEPENDENT AUDITOR'S REPORT
(Continued)

- Obtain an understanding of internal control relevant to the audit in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates and related disclosures made by management, as well as evaluate the overall presentation of the financial statement.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

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

Required Supplementary Information

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

Other Information

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

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued our report dated April 18, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.



Beth Kelley, CPA, CFE
Deputy State Examiner

April 18, 2023

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

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

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

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

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

CITY OF HOBART
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2022

Fund	Cash and Investments 01-01-22	Receipts	Disbursements	Cash and Investments 12-31-22
General	\$ (2,817,211)	\$ 34,222,315	\$ 29,315,713	\$ 2,089,391
Motor Vehicle Highway	(571,067)	1,634,114	2,045,128	(982,081)
Local Road And Street	450,727	640,189	623,651	467,265
MVH Restricted	579,815	594,252	412,625	761,442
Law Enforcement Continuing Ed	63,503	100,787	72,533	91,757
Riverboat	108,632	235,876	282,513	61,995
Parks And Recreation	420,982	620,279	958,474	82,787
Economic Development Income Tax	1,412,094	1,536,328	1,808,283	1,140,139
Opioid Settlement Unrestricted	-	25,685	-	25,685
Opioid Settlement Restricted	-	59,932	-	59,932
Cumulative Capital Improvement	371,043	72,424	33,258	410,209
Cumulative Capital Development	839,207	595,573	864,722	570,058
Police Pension	701,249	509,655	526,830	684,074
Fire Pension	369,182	343,289	333,464	379,007
Public Safety Income Tax	914,815	2,049,490	2,269,833	694,472
Redev RZ TIF Bond A & B Debt Service	140,665	344,481	320,273	164,873
Maria Reiner Senior Center	111,935	67,664	124,914	54,685
Domestic Highway Enforcement	(300)	22,697	19,382	3,015
City Donations	4,429	-	2,676	1,753
RDC Special Fund	16,882	-	-	16,882
Southside Lease Bond	340,000	688,000	684,000	344,000
G.R.I.T.	(3,093)	16,850	15,284	(1,527)
Downtown Lease Bond	114,500	231,000	230,000	115,500
O.P.O./D.U.I. Grant Administration	-	350,373	350,373	-
2017 Park Bond Debt Service	139,324	1,649,126	1,788,450	-
Indiana American Water (Centier)	56,045	236,663	259,115	33,593
Nipsco (Centier)	4,418	475,544	475,096	4,866
Local Road & Bridge Matching Grant Fund	1	1,692,319	1,692,319	1
Seizure Department of Justice/Federal	827,265	1,200,702	573,378	1,454,589
Save Grant	-	22,026	21,424	602
City Court Odyssey	454,557	627,134	625,087	456,604
Traffic Management Capital Improvement	11,920	-	-	11,920
2020 A&B G.O. Bond Debt Service	1	531,374	531,375	-
69th TRAX Lease Bond	374,000	864,150	806,650	431,500
CARES Provider Relief	26,374	-	26,374	-
ARP Coronavirus Local Fiscal Recovery Grant	2,368,606	3,177,806	609,056	4,937,356
Redevelopment US30 & 69th Ave.	-	104,794	85,243	19,551
2022 RDC Community Funding Bond Proceeds	-	5,787,500	58,595	5,728,905
2022 City Community Funding Bond Proceeds	-	5,787,500	5,787,500	-
Health Insurance Bank Account	48,950	3,337,258	3,344,077	42,131
Fire Donation	16,525	11,690	7,888	20,327
Park Donation	16,272	3,040	3,950	15,362
Trust	6,480	-	92	6,388
Dare / Too Good for Drugs	16,126	11,000	9,706	17,420
Police Donation	8,808	37,339	17,384	28,763
County Share Court Costs	-	68,011	68,011	-
Court Records Perpetuation	136,859	11,330	3,804	144,385
Innkeeper's Tax	26,043	29,875	27,870	28,048
Police Seizure	26,748	166,668	144,788	48,628

CITY OF HOBART
STATEMENT OF RECEIPTS, DISBURSEMENTS,
AND CASH AND INVESTMENT BALANCES -
REGULATORY BASIS
For the Year Ended December 31, 2022

Fund	Cash and Investments 01-01-22	Receipts	Disbursements	Cash and Investments 12-31-22
Drug Task Force (Hidta)	5,304	21,559	19,797	7,066
Park Improvement	18,576	-	-	18,576
Park & Rec Non-Reverting	2,235	-	-	2,235
Arbor Lane Park Donation	2,150	-	-	2,150
Enhancement & Improvement	1,216,835	3,455,324	3,438,518	1,233,641
Pennsy Depot Donation	12,611	-	-	12,611
Lakefront Festival	68,303	188,380	156,695	99,988
Barrington Ridge Park Donation	23,656	-	-	23,656
Pleak Fund	32,744	-	-	32,744
Water Lines	11,595	25,000	31,813	4,782
Dui Overtime Grant	(7,482)	32,416	31,369	(6,435)
Court Public Defender	12,837	3,528	-	16,365
Adult Probation	33,728	20,081	43,427	10,382
Park District Program	25,656	55,648	43,265	38,039
Hobart Entryway Triangle	6,632	1,000	-	7,632
CITLI/Operation Pull Over	9,814	57,294	67,695	(587)
Tax Abatement	8,829	802	195	9,436
Scout Cabin	571	-	-	571
Redevelopment	4,404,563	439,879	375,504	4,468,938
Special Events	19,960	64,036	67,899	16,097
Public Works Donation	1,046	1,890	1,442	1,494
Recycling Grants	1,678	-	1,011	667
Employee Health Benefits	34,586	425,129	353,334	106,381
Redevelopment 61St Avenue	4,946,787	3,300,792	2,522,869	5,724,710
Reimburse Professional Fees	91,922	117,525	61,485	147,962
2007 61St Avenue Debt Service	167,800	341,600	339,650	169,750
61St Ave Series B Debt Service	64,799	131,779	129,091	67,487
61St Avenue Reserve Fund	919,534	-	-	919,534
Fire Pension 1977	-	224,029	224,029	-
Police Pension 1977	-	310,755	310,755	-
Payroll	656	16,554,782	16,543,773	11,665
Civilian Perf	-	180,449	180,449	-
Investments	285,349	74,130	873	358,606
Stormwater Bond Construction	7,460,572	372	372,862	7,088,082
Stormwater Bond Debt Service Reserve	1,106,988	-	-	1,106,988
HSD Stormwater	2,437,972	2,906,429	2,154,901	3,189,500
SRF Bond and Interest HSD	152,429	568,101	234,860	485,670
SRF Debt Svc. Reserve HSD	247,604	117,731	-	365,335
SRF Construction HSD	-	46,223,543	1,003,922	45,219,621
Wastewater Operating	430,215	6,678,064	5,895,962	1,212,317
Wastewater Improvement	2,817,850	1,285,201	1,432,472	2,670,579
Wastewater Revenue	446,327	9,665,579	9,405,146	706,760
Totals	\$ 35,656,542	\$ 164,266,929	\$ 103,706,224	\$ 96,217,247

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

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City was established under the laws of the State of Indiana. The City operates under a Council-Mayor form of government and provides some or all of the following services: public safety (police and fire), highways and streets, health and social services, culture and recreation, public improvements, planning and zoning, general administrative services, wastewater, storm water, and trash.

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

B. Basis of Accounting

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

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

C. Cash and Investments

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

D. Receipts

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

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

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

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

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

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

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

Utility fees. Amounts received from charges for current services.

Penalties. Amounts received from late payment fees.

Other receipts. Amounts received from various sources, including, but not limited to, the following: net proceeds from borrowings; interfund loan activity; transfers authorized by statute, ordinance, resolution, or court order; internal service receipts; and fiduciary receipts.

E. Disbursements

Disbursements are presented in the aggregate on the face of the financial statement. The aggregate disbursements include the following uses:

Personal services. Amounts disbursed for salaries, wages, and related employee benefits provided for all persons employed. In those units where sick leave, vacation leave, overtime compensation, and other such benefits are appropriated separately, such payments would also be included.

Supplies. Amounts disbursed for articles and commodities that are entirely consumed and materially altered when used and/or show rapid depreciation after use for a short period of time. Examples of supplies include, but are not limited to, the following: office supplies, operating supplies, and repair and maintenance supplies.

Other services and charges. Amounts disbursed for services including, but not limited to, the following: professional services, communication and transportation, printing and advertising, insurance, utility services, repairs and maintenance, and rental charges.

Debt service - principal and interest. Amounts disbursed for fixed obligations resulting from financial transactions previously entered into by the City. It includes all expenditures for the reduction of the principal and interest of the City's general obligation indebtedness.

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

Capital outlay. Amounts disbursed for land, infrastructure, buildings, improvements, and machinery and equipment having an appreciable and calculable period of usefulness.

Utility operating expenses. Amounts disbursed for operating the utilities.

Other disbursements. Amounts disbursed for various other purposes including, but not limited to, the following: interfund loan payments; loans made to other funds; internal service disbursements; and transfers out that are authorized by statute, ordinance, resolution, or court order.

F. Interfund Transfers

The City may, from time to time, make transfers from one fund to another. These transfers, if any, are included as a part of the receipts and disbursements of the affected funds and as a part of total receipts and disbursements. The transfers are used for cash flow purposes as provided by various statutory provisions.

G. Fund Accounting

Separate funds are established, maintained, and reported by the City. Each fund is used to account for amounts received from and used for specific sources and uses as determined by various regulations. Restrictions on some funds are set by statute while other funds are internally restricted by the City. The amounts accounted for in a specific fund may only be available for use for certain, legally-restricted purposes. Additionally, some funds are used to account for assets held by the City in a trustee capacity as an agent of individuals, private organizations, other funds, or other governmental units, and, therefore, the funds cannot be used for any expenditures of the unit itself.

Note 2. Budgets

The operating budget is initially prepared and approved at the local level. The fiscal officer of the City submits a proposed operating budget to the governing board for the following calendar year. The budget is advertised as required by law. Prior to adopting the budget, the governing board conducts public hearings and obtains taxpayer comments. Prior to November 1, the governing board approves the budget for the next year. The budget for funds for which property taxes are levied or highway use taxes are received is subject to final approval by the Indiana Department of Local Government Finance.

Note 3. Property Taxes

Property taxes levied are collected by the County Treasurer and are scheduled to be distributed to the City in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by December 31 of the year preceding the budget year or January 15 of the budget year if the City is issuing debt after December 1 or intends on filing a shortfall appeal. These rates were based upon the assessed valuations adjusted for various tax credits from the preceding year's lien date of January 1. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments which normally become delinquent if not paid by May 10 and November 10, respectively.

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 4. Deposits and Investments

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana, at year end, should be entirely insured by the Federal Depository Insurance Corporation or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution.

State statutes authorize the City to invest in securities including, but not limited to, the following: federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Note 5. Risk Management

The City may be exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job-related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters.

These risks can be mitigated through the purchase of insurance, establishment of a self-insurance fund, and/or participation in a risk pool. The purchase of insurance transfers the risk to an independent third-party. The establishment of a self-insurance fund allows the City to set aside money for claim settlements. The self-insurance fund would be included in the financial statement. The purpose of participation in a risk pool is to provide a medium for the funding and administration of the risks.

Note 6. Pension Plans

A. Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund Defined Benefit Plan (PERF DB) is a cost-sharing multiple-employer defined benefit plan and provides retirement, disability, and survivor benefits to plan members. PERF DB is administered through the Indiana Public Retirement System (INPRS) Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

The Public Employees' Hybrid Plan (PERF Hybrid) consists of two components: PERF DB, the employer-funded monthly defined benefit component, and the Public Employees' Hybrid Members Defined Contribution Account, the defined contribution component.

The Retirement Savings Plan for Public Employees (My Choice) is a multiple-employer defined contribution plan. It is administered through the INPRS Board in accordance with state statutes (IC 5-10.2 and IC 5-10.3) and administrative code (35 IAC 1.2), which govern most requirements of the system and give the City authority to contribute to the plan.

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

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

Financial Report

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

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

Contributions

Members' contributions are set by state statute at 3 percent of compensation for both the defined contribution component of PERF Hybrid and My Choice. The employer may elect to make the contribution on behalf of the member of the defined contribution component of PERF Hybrid and My Choice members may receive additional employer contribution in lieu of the PERF DB. Contributions to the PERF DB are determined by INPRS Board based on actuarial valuation.

B. 1925 Police Officers' Pension Plan

Plan Description

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

Funding Policy

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

On Behalf Payments

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

C. 1937 Firefighters' Pension Plan

Plan Description

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

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

Funding Policy

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

On Behalf Payments

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

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

Plan Description

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

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

Financial Report

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

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

Contributions

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

Note 7. Cash Balance 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 expenses in 2022 were paid from the MVH that should have been paid from the MVH Restricted. In addition, the property tax distribution received in December 2022 resulted in only 68 percent of the total expected from property taxes in MVH in 2022 due to the South Lake Mall Refund issue. Since this was not realized until late December, we did not have time to adjust accordingly.

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

Note 8. *Redevelopment Authority*

The City has entered into a capital lease with the Hobart Redevelopment Authority (the lessor). The lessor was organized as a not-for-profit corporation pursuant to state statute for the purpose of financing and constructing or reconstructing facilities for lease to the City. The lessor has been determined to be a related-party of the City. Lease payments during the year 2022 totaled \$1,719,500.

Note 9. *Subsequent Events*

We continue to be concerned along with the Township and County Assessor regarding the growing number of A.V. Appeals being filed especially on commercial (i.e. "big box") properties in the southern retail district of the City. Quarterly appeal lists are issued by the County Assessor with limited information as to the status of the appeal and the amount requested.

The City has been proactive in engaging more Lake County taxing units and other taxing entities (cities and towns) throughout the state that will feel the impact of these large appeals dating back to more than a decade ago. The State Legislators have been apprised of the issues at stake and work is being done locally to garner support throughout the state for needed legislative changes to deal with the two major issues at stake:

- (1) the pending appeals from long ago which require the taxing units to "refund" the taxes paid - essentially paying back money used to provide services to residents and businesses through the years; and
- (2) to "fix" the problem of the assessment process and formulas to become equitable.

The City will continue to work on garnering support throughout the state for needed legislative changes and to explore possibilities of chipping away at the problem before it becomes even more unmanageable.

In 2022, the City was given notice from the County Auditor that the Southlake Mall Appeal had been settled and a tax refund would be withheld from property tax distributions in December 2022. The County subsequently entered into a settlement agreement with the owners of Southlake Mall, providing for a cash refund for the years 2011-2014 and in the form of tax credits for the remaining years appealed through 2022. The impact on the City is multi-layered: first, in the withholding of property taxes from the December 2022 distribution resulting in only 69 percent of the anticipated property taxes being distributed to the City; second, notice that in 2023, an additional amount in excess of \$5.7M being withheld from property tax distributions expected; and thirdly, allowing a tax bill credit for Southlake Mall properties in excess of \$1M for each of the years 2022/pay 2023 through 2026/pay 2027. All of this refund of over \$15.8M attributable to the City alone causes great concern as to future budgetary issues, credit limitations, bond issuances, and bond ratings and the like. The City is working diligently with legislators downstate to alleviate some of the impact both due to the Southlake Mall issue and any future large appeals that could happen throughout the state.

CITY OF HOBART
NOTES TO FINANCIAL STATEMENT
(Continued)

Sanitary District Rate increase:

The Hobart Sanitary/Stormwater regularly considers the need to improve, reconstruct, replace, or upgrade substantial portions of the wastewater system in order to continue to provide an environmentally responsible, healthy, efficient and effective means of wastewater treatment. In 2022, they had a rate study conducted to review the sufficiency of rates and charges to maintain or upgrade the existing system, knowing the main sewer line and lift station were operating at the end of their useful life. As a result, the Sanitary District recommended and the Council adopted a two-phase rate increase, with Phase 1 taking effect January 1, 2023, and Phase II, effective January 1, 2024, for the wastewater system users to provide adequate funds for the operations as well as necessary improvements. Construction of the main sewer line replacement and main lift station replacement began in early 2023 and is anticipated to be completed by the end of 2024.

Note 10. Other Postemployment Benefits

The City provides to eligible retirees and their spouses the following benefits: medical and hospitalization insurance. These benefits pose a liability to the City for this year and in future years. Information regarding these benefits can be obtained by contacting the City. The City schedules an actuarial valuation for the Pension Plans to be completed every two years with the next actuarial valuation to be done for fiscal year 2024.

Note 11. Contingent Liabilities

The City has been named as defendant in several pending lawsuits of which the outcome and amount of potential damages has not been estimated.

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REQUIRED SUPPLEMENTARY INFORMATION

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	General	Motor Vehicle Highway	Local Road And Street	MVH Restricted	Law Enforcement Continuing Ed	Riverboat
Cash and investments - beginning	\$ (2,817,211)	\$ (571,067)	\$ 450,727	\$ 579,815	\$ 63,503	\$ 108,632
Receipts:						
Taxes	11,247,205	873,369	-	-	-	-
Licenses and permits	2,084,300	-	-	-	61,830	-
Intergovernmental receipts	932,487	707,311	640,189	594,252	-	235,876
Charges for services	3,802,825	-	-	-	33,409	-
Fines and forfeits	98,385	-	-	-	4,533	-
Utility fees	-	-	-	-	-	-
Other receipts	16,057,113	53,434	-	-	1,015	-
Total receipts	34,222,315	1,634,114	640,189	594,252	100,787	235,876
Disbursements:						
Personal services	16,778,292	1,673,699	-	-	-	-
Supplies	761,384	182,570	2,693	211,555	14,627	-
Other services and charges	2,413,170	109,559	21,897	-	42,908	232,513
Debt service - principal and interest	6,030,768	-	-	-	-	-
Capital outlay	4,029	79,300	599,061	201,070	14,998	50,000
Utility operating expenses	-	-	-	-	-	-
Other disbursements	3,328,070	-	-	-	-	-
Total disbursements	29,315,713	2,045,128	623,651	412,625	72,533	282,513
Excess (deficiency) of receipts over disbursements	4,906,602	(411,014)	16,538	181,627	28,254	(46,637)
Cash and investments - ending	\$ 2,089,391	\$ (982,081)	\$ 467,265	\$ 761,442	\$ 91,757	\$ 61,995

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Parks And Recreation	Economic Development Income Tax	Opioid Settlement Unrestricted	Opioid Settlement Restricted	Cumulative Capital Improvement	Cumulative Capital Development
Cash and investments - beginning	\$ 420,982	\$ 1,412,094	\$ -	\$ -	\$ 371,043	\$ 839,207
Receipts:						
Taxes	411,417	-	-	-	-	552,002
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	25,393	1,166,928	25,685	59,932	53,999	34,047
Charges for services	153,534	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	29,935	369,400	-	-	18,425	9,524
Total receipts	620,279	1,536,328	25,685	59,932	72,424	595,573
Disbursements:						
Personal services	618,856	180,579	-	-	-	-
Supplies	62,233	16,289	-	-	-	-
Other services and charges	97,756	833,879	-	-	33,209	324,362
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	144,649	460,077	-	-	49	540,360
Utility operating expenses	-	-	-	-	-	-
Other disbursements	34,980	317,459	-	-	-	-
Total disbursements	958,474	1,808,283	-	-	33,258	864,722
Excess (deficiency) of receipts over disbursements	(338,195)	(271,955)	25,685	59,932	39,166	(269,149)
Cash and investments - ending	\$ 82,787	\$ 1,140,139	\$ 25,685	\$ 59,932	\$ 410,209	\$ 570,058

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Police Pension	Fire Pension	Public Safety Income Tax	Redev RZ TIF Bond A & B Debt Service	Maria Reiner Senior Center	Domestic Highway Enforcement
Cash and investments - beginning	\$ 701,249	\$ 369,182	\$ 914,815	\$ 140,665	\$ 111,935	\$ (300)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	1,363,642	-	-	22,697
Charges for services	-	-	-	-	57,602	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	509,655	343,289	685,848	344,481	10,062	-
Total receipts	509,655	343,289	2,049,490	344,481	67,664	22,697
Disbursements:						
Personal services	2,709	5,466	410,817	-	92,356	19,382
Supplies	-	29	6,235	-	19,318	-
Other services and charges	-	-	833,718	880	3,859	-
Debt service - principal and interest	-	-	-	319,393	-	-
Capital outlay	-	-	234,192	-	260	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	524,121	327,969	784,871	-	9,121	-
Total disbursements	526,830	333,464	2,269,833	320,273	124,914	19,382
Excess (deficiency) of receipts over disbursements	(17,175)	9,825	(220,343)	24,208	(57,250)	3,315
Cash and investments - ending	\$ 684,074	\$ 379,007	\$ 694,472	\$ 164,873	\$ 54,685	\$ 3,015

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	City Donations	RDC Special Fund	Southside Lease Bond	G.R.I.T.	Downtown Lease Bond	O.P.O./D.U.I. Grant Administration
Cash and investments - beginning	\$ 4,429	\$ 16,882	\$ 340,000	\$ (3,093)	\$ 114,500	\$ -
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	350,373
Charges for services	-	-	-	16,850	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	688,000	-	231,000	-
Total receipts	-	-	688,000	16,850	231,000	350,373
Disbursements:						
Personal services	-	-	-	15,284	-	-
Supplies	-	-	-	-	-	-
Other services and charges	2,676	-	684,000	-	230,000	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	350,373
Total disbursements	2,676	-	684,000	15,284	230,000	350,373
Excess (deficiency) of receipts over disbursements	(2,676)	-	4,000	1,566	1,000	-
Cash and investments - ending	\$ 1,753	\$ 16,882	\$ 344,000	\$ (1,527)	\$ 115,500	\$ -

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	2017 Park Bond Debt Service	Indiana American Water (Centier)	Nipsco (Centier)	Local Road & Bridge Matching Grant Fund	Seizure Department of Justice/Federal	Save Grant
Cash and investments - beginning	\$ 139,324	\$ 56,045	\$ 4,418	\$ 1	\$ 827,265	\$ -
Receipts:						
Taxes	1,284,766	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	67,810	-	-	999,990	-	-
Charges for services	-	-	-	-	-	22,026
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	296,550	236,663	475,544	692,329	1,200,702	-
Total receipts	1,649,126	236,663	475,544	1,692,319	1,200,702	22,026
Disbursements:						
Personal services	-	-	-	-	-	21,424
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-
Debt service - principal and interest	1,788,450	-	-	-	-	-
Capital outlay	-	-	-	1,692,319	573,378	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	259,115	475,096	-	-	-
Total disbursements	1,788,450	259,115	475,096	1,692,319	573,378	21,424
Excess (deficiency) of receipts over disbursements	(139,324)	(22,452)	448	-	627,324	602
Cash and investments - ending	\$ -	\$ 33,593	\$ 4,866	\$ 1	\$ 1,454,589	\$ 602

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	City Court Odyssey	Traffic Management Capital Improvement	2020 A&B G.O. Bond Debt Service	69th TRAX Lease Bond	CARES Provider Relief	ARP Coronavirus Local Fiscal Recovery Grant
Cash and investments - beginning	\$ 454,557	\$ 11,920	\$ 1	\$ 374,000	\$ 26,374	\$ 2,368,606
Receipts:						
Taxes	-	-	484,860	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	25,606	-	-	3,177,806
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	627,134	-	20,908	864,150	-	-
Total receipts	627,134	-	531,374	864,150	-	3,177,806
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	806,650	-	583,632
Debt service - principal and interest	-	-	531,375	-	-	-
Capital outlay	-	-	-	-	-	25,424
Utility operating expenses	-	-	-	-	-	-
Other disbursements	625,087	-	-	-	26,374	-
Total disbursements	625,087	-	531,375	806,650	26,374	609,056
Excess (deficiency) of receipts over disbursements	2,047	-	(1)	57,500	(26,374)	2,568,750
Cash and investments - ending	\$ 456,604	\$ 11,920	\$ -	\$ 431,500	\$ -	\$ 4,937,356

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Redevelopment US30 & 69th Ave.	2022 RDC Community Funding Bond Proceeds	2022 City Community Funding Bond Proceeds	Health Insurance Bank Account	Fire Donation	Park Donation
Cash and investments - beginning	\$ -	\$ -	\$ -	\$ 48,950	\$ 16,525	\$ 16,272
Receipts:						
Taxes	104,794	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	-	-	-	1,060
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	5,787,500	5,787,500	3,337,258	11,690	1,980
Total receipts	104,794	5,787,500	5,787,500	3,337,258	11,690	3,040
Disbursements:						
Personal services	-	-	-	944,374	-	-
Supplies	-	-	-	-	-	-
Other services and charges	41,181	-	-	-	7,888	981
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	5,728,905	-	-	2,969
Utility operating expenses	-	-	-	-	-	-
Other disbursements	44,062	58,595	58,595	2,399,703	-	-
Total disbursements	85,243	58,595	5,787,500	3,344,077	7,888	3,950
Excess (deficiency) of receipts over disbursements	19,551	5,728,905	-	(6,819)	3,802	(910)
Cash and investments - ending	\$ 19,551	\$ 5,728,905	\$ -	\$ 42,131	\$ 20,327	\$ 15,362

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Trust	Dare / Too Good for Drugs	Police Donation	County Share Court Costs	Court Records Perpetuation	Innkeeper's Tax
Cash and investments - beginning	\$ 6,480	\$ 16,126	\$ 8,808	\$ -	\$ 136,859	\$ 26,043
Receipts:						
Taxes	-	-	-	-	-	4,725
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	10,000	-	-	-	-
Charges for services	-	-	-	-	-	-
Fines and forfeits	-	-	-	68,011	11,330	-
Utility fees	-	-	-	-	-	-
Other receipts	-	1,000	37,339	-	-	25,150
Total receipts	-	11,000	37,339	68,011	11,330	29,875
Disbursements:						
Personal services	-	-	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	53	8,568	17,384	-	99	27,870
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	39	-	-	-	3,705	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	1,138	-	68,011	-	-
Total disbursements	92	9,706	17,384	68,011	3,804	27,870
Excess (deficiency) of receipts over disbursements	(92)	1,294	19,955	-	7,526	2,005
Cash and investments - ending	\$ 6,388	\$ 17,420	\$ 28,763	\$ -	\$ 144,385	\$ 28,048

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Police Seizure	Drug Task Force (Hidta)	Park Improvement	Park & Rec Non-Reverting	Arbor Lane Park Donation	Enhancement & Improvement
Cash and investments - beginning	\$ 26,748	\$ 5,304	\$ 18,576	\$ 2,235	\$ 2,150	\$ 1,216,835
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	21,559	-	-	-	3,455,324
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	166,668	-	-	-	-	-
Total receipts	166,668	21,559	-	-	-	3,455,324
Disbursements:						
Personal services	-	19,797	-	-	-	-
Supplies	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	3,163,996
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	144,788	-	-	-	-	217,314
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	57,208
Total disbursements	144,788	19,797	-	-	-	3,438,518
Excess (deficiency) of receipts over disbursements	21,880	1,762	-	-	-	16,806
Cash and investments - ending	\$ 48,628	\$ 7,066	\$ 18,576	\$ 2,235	\$ 2,150	\$ 1,233,641

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Penny Depot Donation	Lakefront Festival	Barrington Ridge Park Donation	Pleak Fund	Water Lines	Dui Overtime Grant
Cash and investments - beginning	\$ 12,611	\$ 68,303	\$ 23,656	\$ 32,744	\$ 11,595	\$ (7,482)
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	58,809	-	-	-	32,416
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	129,571	-	-	25,000	-
Total receipts	-	188,380	-	-	25,000	32,416
Disbursements:						
Personal services	-	4,170	-	-	-	31,369
Supplies	-	-	-	-	-	-
Other services and charges	-	152,525	-	-	-	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	31,813	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	156,695	-	-	31,813	31,369
Excess (deficiency) of receipts over disbursements	-	31,685	-	-	(6,813)	1,047
Cash and investments - ending	\$ 12,611	\$ 99,988	\$ 23,656	\$ 32,744	\$ 4,782	\$ (6,435)

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Court Public Defender	Adult Probation	Park District Program	Hobart Entryway Triangle	CITLI/Operation Pull Over	Tax Abatement
Cash and investments - beginning	\$ 12,837	\$ 33,728	\$ 25,656	\$ 6,632	\$ 9,814	\$ 8,829
Receipts:						
Taxes	-	-	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	55,648	-	57,294	802
Fines and forfeits	3,528	20,081	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	-	-	1,000	-	-
Total receipts	3,528	20,081	55,648	1,000	57,294	802
Disbursements:						
Personal services	-	41,978	26,905	-	67,695	-
Supplies	-	693	-	-	-	-
Other services and charges	-	756	16,360	-	-	195
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	-	-	-	-	-
Total disbursements	-	43,427	43,265	-	67,695	195
Excess (deficiency) of receipts over disbursements	3,528	(23,346)	12,383	1,000	(10,401)	607
Cash and investments - ending	\$ 16,365	\$ 10,382	\$ 38,039	\$ 7,632	\$ (587)	\$ 9,436

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Scout Cabin	Redevelopment	Special Events	Public Works Donation	Recycling Grants	Employee Health Benefits
Cash and investments - beginning	\$ 571	\$ 4,404,563	\$ 19,960	\$ 1,046	\$ 1,678	\$ 34,586
Receipts:						
Taxes	-	434,385	-	-	-	-
Licenses and permits	-	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-	-
Charges for services	-	-	61,302	-	-	-
Fines and forfeits	-	-	-	-	-	-
Utility fees	-	-	-	-	-	-
Other receipts	-	5,494	2,734	1,890	-	425,129
Total receipts	-	439,879	64,036	1,890	-	425,129
Disbursements:						
Personal services	-	17,500	1,820	-	-	353,334
Supplies	-	-	-	-	-	-
Other services and charges	-	35,400	66,079	1,442	1,011	-
Debt service - principal and interest	-	-	-	-	-	-
Capital outlay	-	91,604	-	-	-	-
Utility operating expenses	-	-	-	-	-	-
Other disbursements	-	231,000	-	-	-	-
Total disbursements	-	375,504	67,899	1,442	1,011	353,334
Excess (deficiency) of receipts over disbursements	-	64,375	(3,863)	448	(1,011)	71,795
Cash and investments - ending	\$ 571	\$ 4,468,938	\$ 16,097	\$ 1,494	\$ 667	\$ 106,381

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Redevelopment 61St Avenue	Reimburse Professional Fees	2007 61St Avenue Debt Service	61St Ave Series B Debt Service	61St Avenue Reserve Fund
Cash and investments - beginning	\$ 4,946,787	\$ 91,922	\$ 167,800	\$ 64,799	\$ 919,534
Receipts:					
Taxes	2,694,441	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	606,351	117,525	341,600	131,779	-
Total receipts	3,300,792	117,525	341,600	131,779	-
Disbursements:					
Personal services	15,000	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	52,877	61,485	550	650	-
Debt service - principal and interest	-	-	339,100	128,441	-
Capital outlay	118,673	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	2,336,319	-	-	-	-
Total disbursements	2,522,869	61,485	339,650	129,091	-
Excess (deficiency) of receipts over disbursements	777,923	56,040	1,950	2,688	-
Cash and investments - ending	\$ 5,724,710	\$ 147,962	\$ 169,750	\$ 67,487	\$ 919,534

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Fire Pension 1977	Police Pension 1977	Payroll	Civilian Perf	Investments
Cash and investments - beginning	\$ -	\$ -	\$ 656	\$ -	\$ 285,349
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	-	-	-
Other receipts	224,029	310,755	16,554,782	180,449	74,130
Total receipts	<u>224,029</u>	<u>310,755</u>	<u>16,554,782</u>	<u>180,449</u>	<u>74,130</u>
Disbursements:					
Personal services	-	-	-	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Utility operating expenses	-	-	-	-	-
Other disbursements	224,029	310,755	16,543,773	180,449	873
Total disbursements	<u>224,029</u>	<u>310,755</u>	<u>16,543,773</u>	<u>180,449</u>	<u>873</u>
Excess (deficiency) of receipts over disbursements	-	-	11,009	-	73,257
Cash and investments - ending	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 11,665</u>	<u>\$ -</u>	<u>\$ 358,606</u>

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	Stormwater Bond Construction	Stormwater Bond Debt Service Reserve	HSD Stormwater	SRF Bond and Interest HSD	SRF Debt Svc. Reserve HSD
Cash and investments - beginning	\$ 7,460,572	\$ 1,106,988	\$ 2,437,972	\$ 152,429	\$ 247,604
Receipts:					
Taxes	-	-	-	-	-
Licenses and permits	-	-	-	-	-
Intergovernmental receipts	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	-	-
Utility fees	-	-	2,761,114	-	-
Other receipts	372	-	145,315	568,101	117,731
Total receipts	372	-	2,906,429	568,101	117,731
Disbursements:					
Personal services	-	-	120,058	-	-
Supplies	-	-	-	-	-
Other services and charges	-	-	-	-	-
Debt service - principal and interest	-	-	1,091,763	234,860	-
Capital outlay	372,862	-	406,868	-	-
Utility operating expenses	-	-	536,212	-	-
Other disbursements	-	-	-	-	-
Total disbursements	372,862	-	2,154,901	234,860	-
Excess (deficiency) of receipts over disbursements	(372,490)	-	751,528	333,241	117,731
Cash and investments - ending	\$ 7,088,082	\$ 1,106,988	\$ 3,189,500	\$ 485,670	\$ 365,335

CITY OF HOBART
 COMBINING SCHEDULE OF RECEIPTS, DISBURSEMENTS,
 AND CASH AND INVESTMENT BALANCES -
 REGULATORY BASIS
 For the Year Ended December 31, 2022

	SRF Construction HSD	Wastewater Operating	Wastewater Improvement	Wastewater Revenue	Totals
Cash and investments - beginning	\$ -	\$ 430,215	\$ 2,817,850	\$ 446,327	\$ 35,656,542
Receipts:					
Taxes	-	-	-	-	18,091,964
Licenses and permits	-	-	-	-	2,146,130
Intergovernmental receipts	-	-	-	-	10,494,023
Charges for services	-	-	-	-	7,830,460
Fines and forfeits	-	-	-	-	205,868
Utility fees	-	4,630	-	9,665,579	12,431,323
Other receipts	46,223,543	6,673,434	1,285,201	-	113,067,161
Total receipts	46,223,543	6,678,064	1,285,201	9,665,579	164,266,929
Disbursements:					
Personal services	-	2,276,131	-	-	23,738,995
Supplies	-	-	-	-	1,277,626
Other services and charges	-	-	-	-	10,912,018
Debt service - principal and interest	-	-	824,772	-	11,288,922
Capital outlay	-	2,809	401,731	-	12,143,246
Utility operating expenses	1,003,922	3,457,848	5,494	-	5,003,476
Other disbursements	-	159,174	200,475	9,405,146	39,341,941
Total disbursements	1,003,922	5,895,962	1,432,472	9,405,146	103,706,224
Excess (deficiency) of receipts over disbursements	45,219,621	782,102	(147,271)	260,433	60,560,705
Cash and investments - ending	\$ 45,219,621	\$ 1,212,317	\$ 2,670,579	\$ 706,760	\$ 96,217,247

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OTHER INFORMATION

CITY OF HOBART
 SCHEDULE OF PAYABLES AND RECEIVABLES
 December 31, 2022

Government or Enterprise	Accounts Payable	Accounts Receivable
Governmental activities	\$ 70,099	\$ 3,972,834
Storm Water	35,833	-
Wastewater	156,460	1,011,228
Totals	\$ 262,392	\$ 4,984,062

CITY OF HOBART
 SCHEDULE OF LEASES AND DEBT
 December 31, 2022

Lessors	Purpose	Annual Lease Payment	Lease Beginning Date	Lease Ending Date
Governmental activities:				
Lease Rental Revenue Bond 2014	To pay the costs of construction of certain public improvements in the area	\$ 688,000	9/11/2014	1/15/2027
Lease Rental Revenue Bond 2015	To finance the construction of certain local public improvements	232,000	4/23/2015	2/1/2039
Lease Rental Revenue 2020	Funding infrastructure improvements to 69th Avenue and the Trax project including an overpass	<u>976,000</u>	2/13/2020	1/15/2030
Total governmental activities		<u>1,896,000</u>		
Total of annual lease payments		<u>\$ 1,896,000</u>		

Type	Description of Debt Purpose	Ending Principal Balance	Principal Due Within One Year
Governmental activities:			
General obligation bonds	2009 Redevelopment Bond: 61st Ave. Series B (Fund 3341)	\$ 520,000	\$ 110,000
General obligation bonds	2010 Redevelopment Bond: 61st Ave RZ Series B (Fund 3342)	1,240,000	265,000
General obligation bonds	2016 Redevelopment Refunding Bond: 61st Ave (Fund 3340)	1,475,000	310,000
General obligation bonds	2017 Park District Bond (Fund 3330)	700,000	700,000
General obligation bonds	2020 GO Bond: Lease payoffs: Series 2020B (Fund 3324)	2,835,000	10,000
General obligation bonds	2020 Taxable GO Bond: Series 2020A (Fund 3324)	1,935,000	190,000
General obligation bonds	2022 City Community Funding Resource Bond (Fund 3325)	5,815,000	250,000
Revenue bonds	2022 Redevelopment Tax Incrmt Bond:Albanese (Fund4455)	11,176,000	30,000
Other	2022 RDC Community Funding Resource Bond (Fund 3343)	<u>5,815,000</u>	<u>250,000</u>
Total governmental activities		<u>31,511,000</u>	<u>2,115,000</u>
Storm Water:			
Revenue bonds	2018 Storm Water Management District Bond	<u>13,060,000</u>	<u>655,000</u>
Wastewater:			
Revenue bonds	2012 HSD Sanitary Sewage Revenue Bonds (SRF)	2,376,000	200,000
Revenue bonds	2022 Sanitary District Bonds (SRF)	<u>46,065,000</u>	<u>2,000</u>
Total Wastewater		<u>48,441,000</u>	<u>202,000</u>
Totals		<u>\$ 93,012,000</u>	<u>\$ 2,972,000</u>

CITY OF HOBART
 SCHEDULE OF CAPITAL ASSETS
 December 31, 2022

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

	Ending Balance
Governmental activities:	
Land	\$ 2,056,282
Infrastructure	98,409,665
Buildings	32,639,880
Improvements other than buildings	11,566,383
Machinery, equipment, and vehicles	23,961,951
Construction in progress	13,959,677
Books and other	<u>89,356</u>
Total governmental activities	<u>182,683,194</u>
Storm Water:	
Infrastructure	13,618,193
Machinery, equipment, and vehicles	228,860
Construction in progress	<u>1,095,718</u>
Total Storm Water	<u>14,942,771</u>
Wastewater:	
Land	1,115,487
Infrastructure	26,933,873
Buildings	15,662,269
Improvements other than buildings	1,618,988
Machinery, equipment, and vehicles	2,648,598
Construction in progress	<u>6,458,303</u>
Total Wastewater	<u>54,437,518</u>
Total capital assets	<u>\$ 252,063,483</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/>.