Uses of Certain Funds

- **Motor Vehicle Highway (MVH & MVH Restricted)**
- **Local Road & Street (LRS)**
- **Cumulative Capital Improvement (CCI)**
- **Rainy Day**
- **Riverboat**
- **Public Safety**
Motor Vehicle Highway (MVH)

- **Authorized under IC 8-14-1**
  - Primary purpose – account for state motor vehicle highway distributions

- **Specific Uses in IC 8-14-1-5**
  - Principally used for construction and maintenance of streets and alleys
  - Construction, reconstruction, repair, maintenance, oiling, sprinkling, snow removal, weed and tree cutting and cleaning of highways

**Uses of MVH include:**

- Curbs
- Unit's share of cost of separation of grades railroad crossings
- Purchase/lease of highway construction & maintenance equipment
- Traffic signs and signals
- Safety zones and devices
- Painting of structures, objects, surfaces in highways for purposes of safety and traffic regulation
MVH Restricted (Sub-fund)

- **IC 8-14-1-5(c)**
- Created by State Examiner Directive 2018-2
- Fund 203 on your ledgers
- Is a sub-fund of MVH
- [www.in.gov/sboa/4488.htm](http://www.in.gov/sboa/4488.htm)

Source of Funds: MVH distributions from the State MVH Account
- *(does not include local tax levy if you have one)*

“At least” 50% of State MVH distributions into MVH Restricted (#203)

Used for:
- ✓ Construction
- ✓ Reconstruction
- ✓ Preservation
## Local Roads & Streets (LRS)

- **Authorized under IC 8-14-2**
  - Primary purpose – account for state gasoline tax distributions

- **Specific Uses in IC 8-14-2-5**
  1. Engineering, land acquisition, construction, resurfacing, maintenance, restoration, or rehabilitation of both local and arterial road & street systems
  2. Payment of principal & interest on bonds sold to finance road projects
  3. Local costs required to undertake a recreational or reservoir road project
  4. Purchase, rental, or repair of highway equipment

## Cumulative Capital Improvement

- **Authorized under IC 6-7-1**
  - Primary purpose – account for state cigarette tax distributions

- **Specific Uses in IC 6-7-1-31.1**
  - Principally used for capital improvement – several uses detailed in this statute
  - Most notably 6-7-1-31-1(a)(9) – “for any other governmental purpose for which money is appropriated by the fiscal body of the city or town.”
  - IC 6-7-1-31.1(c) – can be transferred at any time by ordinance or resolution to General
Rainy Day

- **Authorized under IC 36-1-8-5 and IC 36-1-8-5.1**
  - Primary purpose – account for transfers of unused and unencumbered funds
  - Amount transferred may not exceed 10% of annual budget for that fiscal year
  - Fund created by ordinance in cities and towns

- **Specific Sources and Uses**
  - The ordinance creating the Rainy Day fund should specifically state the source of receipts to the fund, and
  - Specifically state what the fund can be used for

Riverboat

- **Authorized under IC 36-1-8-9**
  - Primary purpose – account for tax revenue received under
    - IC 4-33-12-6 – Riverboat admission taxes
    - IC 4-33-13 – Wagering taxes

- **Specific Uses**
  - “Money in the fund may be used for any legal . . . purpose of the unit.”
### Law Enforcement Continuing Education

- **Authorized under IC 5-2-8-2**
  - **Primary purpose** – account for revenue from the following sources:
    - Law Enforcement Continuing Ed fees – IC 33-37-5-8
    - Inspection of Motor Vehicles – IC 9-17-2-12
    - Accident Report fees – IC 9-26-9-3
    - Gun permits – IC 35-47-2-3
    - Proceeds from sale of confiscated weapons – IC 35-47-3-2

- **Specific Uses**
  - For training law enforcement officers employed by a city/town and for equipment and supplies for law enforcement purposes. [IC 5-2-8-6]

### Public Safety

- **Authorized under IC 6-3.6-6; 6-3.6-7; 6-3.6-9; 6-3.6-11**
  - **Primary purpose** – account for additional tax rate imposed for public safety adopted by county’s adopting body.

- **Specific Uses**
  - For “Public Safety” as defined in IC 6-3.6-2-14:
    1. A police and law enforcement system to preserve public peace and order.
    2. A firefighting and fire prevention system.
    3. Emergency ambulance services (as defined in [IC 16-18-2-107](https://beta.in.gov/)).
    4. Emergency medical services (as defined in [IC 16-18-2-110](https://beta.in.gov/)).
    5. Emergency action (as defined in [IC 13-11-2-65](https://beta.in.gov/)).
    
    ... (13) Pension payments for police and fire
    (14) Law enforcement training.
References

**Accounting and Uniform Compliance Guidelines for Cities and Towns, Chapter 4**  
www.in.gov/sboa/files/CHAPTER%204.pdf

Questions

www.clipartmax.com/download/m2H7H7H7m2N4H7G6_emoji-with-question-mark/