

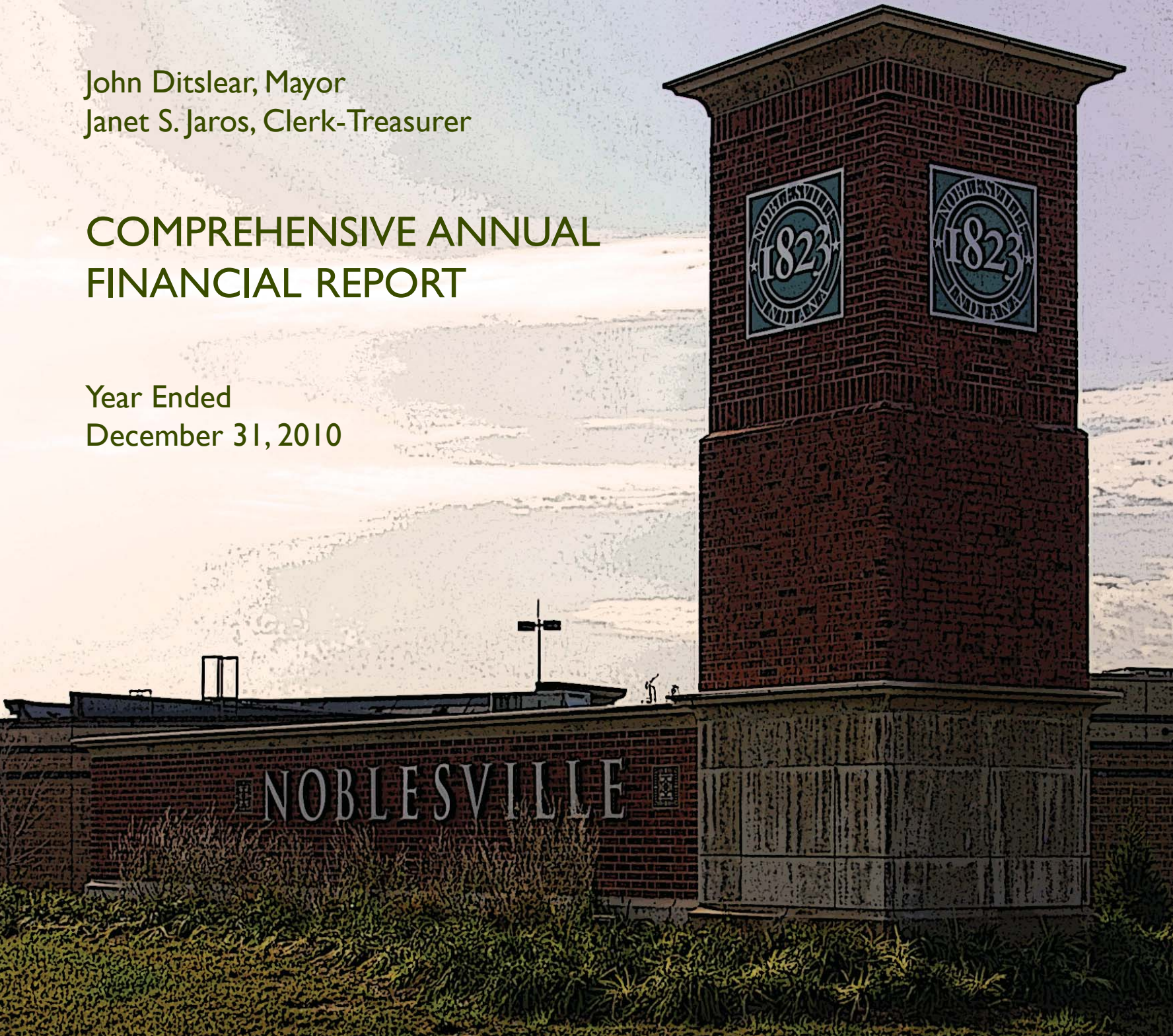


# CITY OF NOBLESVILLE, INDIANA

John Ditslear, Mayor  
Janet S. Jaros, Clerk-Treasurer

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended  
December 31, 2010



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**CITY OF NOBLESVILLE, INDIANA**

**Year Ended December 31, 2010**

**Prepared by:**

**Janet Jaros, Clerk Treasurer**

# INTRODUCTORY SECTION

## INTRODUCTORY SECTION

CITY OF NOBLESVILLE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2010

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## Members of the Board of Public Works



Jack Martin, John Ditslear, Lawrence Stork

*Serving Noblesville  
ONE person at a time.*



CITY OF NOBLESVILLE  
JOHN DITSLEAR, MAYOR

June 8, 2011

Dear Citizens of Noblesville and Interested Persons,

I am proud and please to present to you the 2010 Comprehensive Annual Financial Report, as well as a summary of all the services, projects and activities that make Noblesville a community of families, growth and great potential. This report has been prepared by our outstanding fiscal steward, Clerk-Treasurer Janet Jaros, and follows the guidelines set by the Government Finance Officer's Association (GFOA) of the United States and Canada. This report will be submitted to the GFOA for review.

OFFICE OF  
THE MAYOR

Noblesville is a city of opportunity. Like many communities, we must provide the amenities and lifestyle opportunities to support and encourage the growth and development of the corporate and institutional sectors. Our city provides high quality services to its citizens, including public safety, streets, sanitation and recycling services, public improvements, planning and zoning administration, parks and recreation, and general administration. Our number one goal is to provide our citizens with efficient cost effective and quality services. To this end, department directors strive to provide up-to-date equipment, planning, and continuous training for all employees in order to provide good city services.

This report would not be possible without the support of the entire City Council, City Management, and most importantly, the commitment by Clerk-Treasurer Janet Jaros to quality reporting and absolute compliance with statutory and regulatory requirements. We invite your comments and questions concerning the information contained in the document.

John Ditslear, Mayor  
City of Noblesville



16 South 10th Street, Suite 275  
Noblesville, Indiana 46060  
Phone 317.776.6324 • Fax 317.776.6363

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May 10, 2011

CITY OF NOBLESVILLE  
JOHN DITSLEAR, MAYOR

Honorable Mayor John Ditslear  
Honorable Members of Common Council  
City of Noblesville  
Noblesville, Indiana 46060

The Comprehensive Annual Financial Report (CAFR) of the City of Noblesville, Indiana, for the year ended December 31, 2010, is submitted herewith. The CAFR is presented as part of a continuing effort to provide the citizens of Noblesville with the highest standards of financial accountability and disclosure.

Responsibility for both the accuracy of the presented data and the completeness and fairness of the presentation, including all disclosures rests with the City. We believe the data, as presented, is accurate in all material aspects; that it is presented in a manner designed to fairly set forth the financial position and results of operation of the City as measured by the financial activity of its various funds; and that all disclosures necessary to enable the reader to gain understanding of the City's financial activity have been included.

#### REPORT FORMAT

Generally Accepted Accounting Principals require that management provide a narrative introduction, overview and analysis to accompany the basic financial statements in the form of Management's Discussion and Analysis (MD&A). This letter of transmittal is designed to complement MD&A and should be read in conjunction with it. The City of Noblesville's MD&A can be found immediately following the report of the independent auditors.

#### PROFILE OF THE GOVERNMENT

The City of Noblesville was incorporated in 1851 and is the County seat of Hamilton County. It is located in central Indiana 17 miles northeast of downtown Indianapolis. Noblesville is one of the most rapidly growing municipalities in the State, serving a current population of 51,969, covering an area of approximately 32.52 square miles with 239.79 miles of public roadways.

The City government is comprised of executive, legislative and judicial branches. The Mayor serves as the head of the executive branch and is elected to a four year term. The Clerk-Treasurer is the City's chief fiscal officer and is also elected to a four year term. The City's seven member Common Council serves as the legislative branch. Five of its members represent individual council districts and two are at-large. All serve four year terms. The Council meets formally twice a month to conduct business. Their duties include the enactment of all ordinances and resolutions and approving the budget and appropriations. The Noblesville City Court is the judicial branch.

The administrative body for the City is the Board of Public Works. The Board of Works is composed of three members, two appointed by the Mayor and the Mayor, who presides. The Board of Works is also administrator to the Wastewater Utility. The utility served 17,097 customers as of December 31, 2010, an increase of 344 since the prior year.

The City of Noblesville provides the full range of municipal services to its residents. These include police and fire protection, emergency medical services, highways and streets, parks and recreation activities, culture, public improvements, wastewater utility services, planning and zoning, engineering and general administrative services. Certain financing and economic development functions are provided by the Noblesville Economic Development Infrastructure Building Corporation and the Noblesville Redevelopment Authority. Although both are legally separate entities, they provide service almost exclusively to the City, and therefore are included as an integral part of the City's financial statements. Additional information on these entities is in Note I.A. in the notes to the financial statements.

### FACTORS AFFECTING FINANCIAL CONDITION

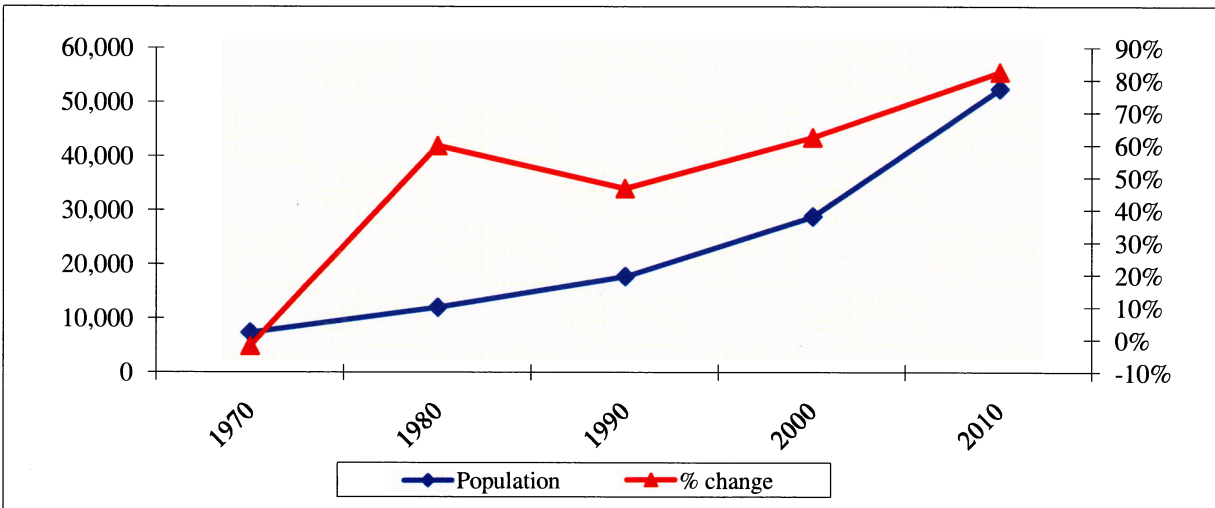
The information presented in the financial statements may be better understood when economic and related environmental factors specifically impacting the City of Noblesville are considered. The following sections provide brief summaries of certain key factors related to the local economy, long term financial planning and other matters intended to assist readers of this report in assessing the City's financial condition.

#### Local Economy

Growth in and around the City of Noblesville continues to be a factor affecting the state of the local economy even given the current economic downturn. Population increases in the last four U. S. census surveys were as follows: 1980 increased 59.7%; 1990 increased 46.4%, 2000 increased 61.8% and 2010 increased 81.8%.

While the City has experienced a slowdown in development activity in 2010, the level of activity in both residential and non-residential sectors demonstrates that the economic environment in the City is resilient and the community should resume its long term positive growth trend when the broader economy recovers.

## POPULATION



The City issued 326 new single family residential building permits in 2010 for locations within the corporate limits which represented about a 17% decline from the prior year. Residential building activity was spread over 21 active subdivisions and 15 builders ranging from modest to high end custom homes. The average new home size in 2010 was 3,314 square feet. Non-residential building permits issued in 2010 totaled \$11.87 million in construction value and are expected to add 205,120 million square feet in new or remodeled space. Commercial development includes the new Prairie Lakes Heath Campus, Therametric Technologies corporate headquarters, Medcheck, and Parkside Internal Medicine. Noblesville's Hamilton Town Center Life Style Mall is still attracting tenants and continues to be an influence on site selector profiles. Overall, building permits issued in 2010 had an estimated construction value of \$74.9 million.

In response to the growth experienced by Noblesville, the City is constantly seeking ways to improve its services to residents. In 2010, the City secured financing of \$5.86 million to finance improvements to fund the extension of the Union Chapel Road project as further described in the MD&A.

The industries of Noblesville manufacture a variety of products including air springs, glass reinforced polyester sheet and molding, disposable medical equipment, plastic components and aquariums. Retail, governmental, health care and educational services are also among the largest employers in the City. Many local residents are employed in the nearby cities of Carmel, Indianapolis, Muncie and Kokomo. Based upon State employment data, Noblesville's 2010 labor force totals 22,022. The City unemployment rate in 2010 was 9.3%. The Indiana state wide unemployment rate for 2010 was 9.5%.

### Long-Term Financial Planning

One of the primary areas of emphasis related to the future economic development of Noblesville is to aggressively market the Corporate Campus and Hamilton Town Center to potential users. These two areas opened in recent years and are expected to continue to have growth in the coming years. Both are still attracting tenants and continue to be an influence on site sector profiles.

Construction has started on Performance Marketing Group's new corporate headquarters in the Saxony development at Exit 10 on I-69. Performance Marketing Group plans on building a 70,000 square-foot building. The \$3,000,000 investment comes with the promise of 63 new Noblesville jobs. The corporate headquarters will house PMG's Marketing and Management teams in addition to functioning as a warehouse and distribution center for marketing support materials.

In 2010 Miller Consulting Group announced the company will expand operations to Noblesville, creating 230 new jobs by the end of 2013. Miller Consulting Group provides computer-aided design and engineering services for the aerospace, defense and medical device industries. The company plans to invest \$2.1 million in computer software, hardware and equipment. Miller Consulting Group will lease a portion of the historic Model Mill building located in downtown Noblesville.

Aspire has moved into its new headquarters in the Noblesville Business Park. The administrative and business operations had been spread among Aspire's Anderson, Carmel and Noblesville facilities. The consolidation in Noblesville will allow for greater efficiencies. The headquarters will be home to 46 Aspire employees. An additional 350 employees work at Aspire's other 20 locations throughout Central Indiana. Aspire Indiana is a private nonprofit organization that provides therapy and recovery services to people living with behavioral and mental health disorders, addictions and substance abuse.

Other smaller business expansions during 2010 included Medcheck, Parkside Internal Medicine, Panda Express, Big Lots and Firehouse Subs as well as numerous other restaurants.

The City's Wastewater Utility continued work on its Long Term Control Plan. Phase II was completed in November of 2010. Phase III, division I, was started on Maple Street in 2009, and after a brief period to stop for the winter months, work continued in March 2010. The project was completed in July of 2010. The project included 9,725 feet of new pipe and 17,668 feet of new asphalt, curb and sidewalk. The city also moved forward on improvements to the wastewater systems in South Harbour. The Utility has been working with the City's GIS department to integrate the City's GIS with the CityWorks program, this integration has become a valuable tool for both the City and the Utility. Both of these projects were completed throughout the year.

#### Relevant Financial Policies

The management of the City of Noblesville is responsible for establishing and maintaining a system of internal financial controls. The purpose of the internal financial controls is to ensure that the assets of the City are protected from loss, theft or misuse, and that adequate accounting data is compiled to allow for the efficient preparation of financial statements in conformance with generally accepted accounting principles. The internal control structure must provide reasonable assurance these objectives are met within appropriate cost benefit performance. The concept of reasonable assurance recognizes that the cost of internal control should not exceed the benefits likely to be received; and that the evaluation of cost and benefits requires estimates and judgments by management. It is the assessment of City management that the internal control

structure does meet these criteria. The City consults with the Indiana State Board of Accounts, not only during the audit, but also, routinely throughout the year as needed.

In addition to current budget reductions, the City is responding to revenue reductions (see discussion in the MD&A). As an example, the City has an established policy of refunding debt when callable if debt service savings can be achieved. Low municipal bond interest rates facilitated the refunding of two bond issues in 2010 which will save the City over \$1.2 million over the next thirteen years.

### Budgetary Controls

In accordance with Indiana Statute, the City maintains budgetary controls integrated within the accounting system. The objective of these budgetary controls is to ensure compliance with the annual appropriated budget adopted by the City Council and as approved by the Department of Local Government Finance. The annual budget includes the General Fund, Motor Vehicle Highway Fund, Local Road and Street Fund, Local Law Enforcement Continuing Education Fund, Park and Recreation Fund, Park Nonreverting Operating Fund, Parking Meter Fund, Adult Probation Fund, County Option Income Tax Fund, City Hall Debt Fund, Fire Station 2 Debt Fund, Public Safety Building Debt Bond Fund, Fire Station Five and Six Debt, Little Chicago Road Debt, Cumulative Capital Improvement Fund, Cumulative Capital Development Fund and Cumulative Building and Fire Fighting Equipment Fund. The Redevelopment Commission approves the budgets for the TIF Funds.

The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established by major budget classification within a fund, and in the General Fund, within a department. The Common Council maintains budgetary control on all funds approved in the annual budget with the exception of the Non-Reverting Operating Fund for which the Park Board maintains budgetary control. The Common Council or Park Board may transfer appropriations from one major budget classification to another within a department or fund, by ordinance or resolution, as long as the annual budget for the department or fund is not exceeded. Additional appropriations in excess of the original budget must be approved by the Common Council and subsequently submitted for approval to the Department of Local Government Finance.

The City also maintains an encumbrance account system as one technique of accomplishing budgetary control. Encumbered amounts, for goods or services for which delivery or invoicing is not complete, can be carried over to the subsequent year as part of the subsequent year net appropriation.

The annual budget is prepared from June through August, taking into consideration Council priorities and the City's strategic plan objectives.

Department heads prepare draft budgets in June for presentation to the Council in a series of public work sessions. A budget ordinance is prepared under the Mayor's direction for introduction to the Common Council at its first meeting in August. The budget is advertised per Indiana statute, and a public hearing is held prior to final adoption in September. The Clerk-Treasurer's office provides a comprehensive budget packet on prior expenditures, revenues, and

estimated fund cash balance forecasts and tax rates for public review, which is made available at the office of the Clerk-Treasurer. The Common Council has the power to decrease any major category proposed by the Mayor, but may not increase any category in the budget.

Subsequent to the Common Council adoption of the budget, the Department of Local Government Finance holds a final budget hearing review and revision in the fall of each year, prior to issuing a final budget approval order in January.


Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 62-64. For other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report on pages 100-107.

### ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the dedication and cooperation of all city officials, council members and department directors. We also appreciate the assistance of the Indiana State Board of Accounts and Jim Treat of O. W. Krohn & Associates, LLP, in the completion of this report. We want to thank Walter Sharp of Sharp printing for his assistance in the printing of this report and the many people who provided pictures.

Collectively we believe this report to be of benefit to the entire city, its visitors and prospective investors in present and future expansion.

Sincerely,

  
Janet S. Jaros, Clerk-Treasurer

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# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Noblesville  
Indiana

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
December 31, 2009

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

## Common Council Members

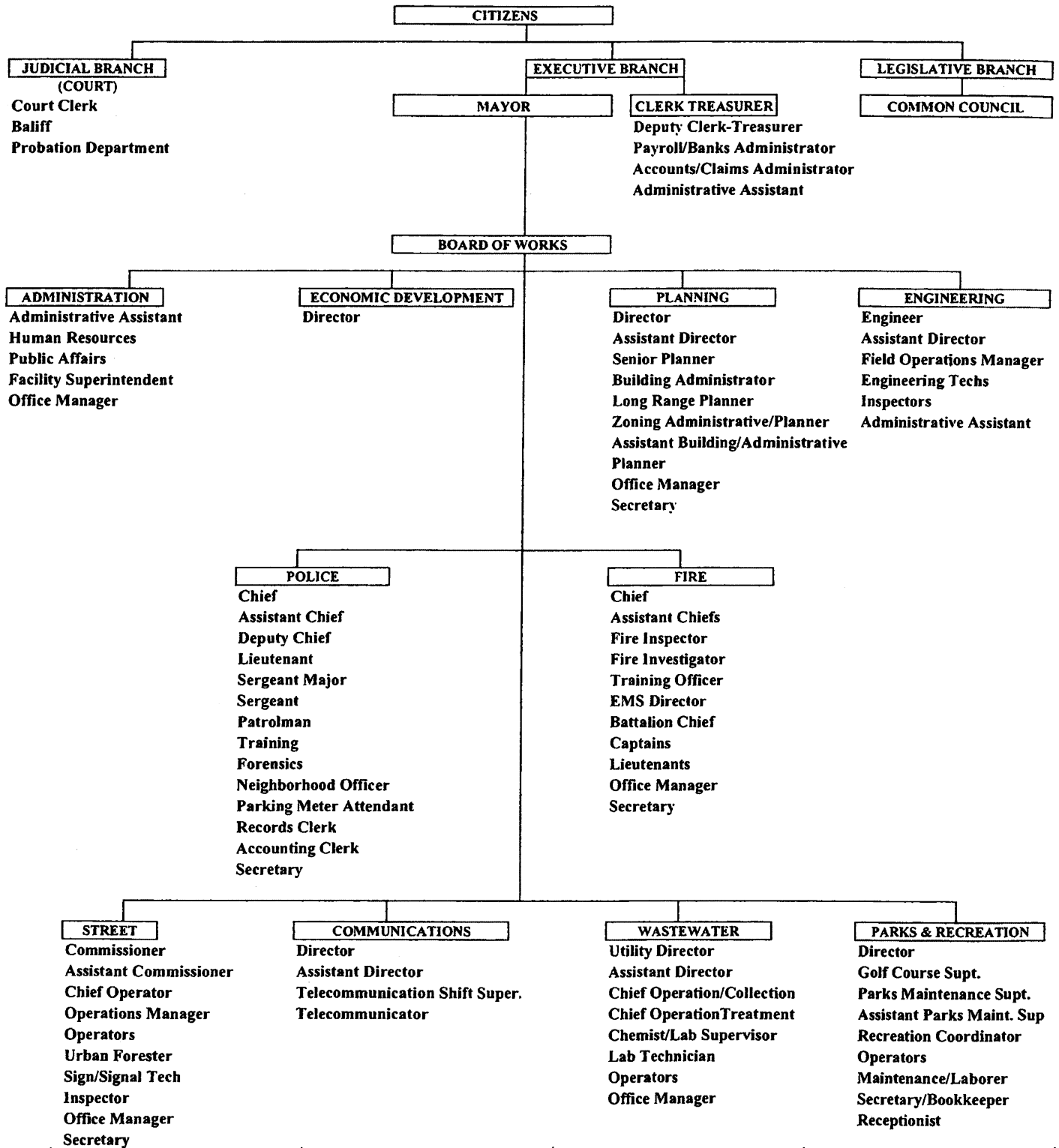


Front Row: *(left to right)* Mary Sue Rowland, Brian Ayer, Dale Snelling  
Second Row: *(left to right)* Roy Johnson, Gregory P. O'Connor, Mark Boice, Stephen C. Wood

## NOBLESVILLE CITY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Mayor	John Ditslear	1/01/08 to 12/31/11
Clerk-Treasurer	Janet Jaros	1/01/08 to 12/31/11
Judge	Greg Caldwell	1/01/08 to 12/31/11
Common Council Members	Brian Ayer	1/01/08 to 12/31/11
	Mark Boice	1/01/08 to 12/31/11
	Roy Johnson	1/01/08 to 12/31/11
	Gregory O'Connor	1/01/08 to 12/31/11
	Mary Sue Rowland	1/01/08 to 12/31/11
	Dale Snelling	1/01/08 to 12/31/11
	Stephen Wood	1/01/08 to 12/31/11
President of the Board of Public Works and Safety	John Ditslear	1/01/08 to 12/31/11
Members of the Board of Public Works	Jack Martin	Appointed
	Larry Stork	Appointed

**CITY OF NOBLESVILLE  
ORGANIZATION CHART**



## FINANCIAL SECTION

## FINANCIAL SECTION



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
302 WEST WASHINGTON STREET  
ROOM E418  
INDIANAPOLIS, INDIANA 46204-2769

Telephone: (317) 232-2513  
Fax: (317) 232-4711  
Web Site: [www.in.gov/sboa](http://www.in.gov/sboa)

**INDEPENDENT AUDITOR'S REPORT**

TO: THE OFFICIALS OF THE CITY OF NOBLESVILLE, HAMILTON COUNTY, INDIANA

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Noblesville (City), as of and for the year ended December 31, 2010, which collectively comprise the City's primary government basic financial statements. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of December 31, 2010, and the respective changes in financial position and cash flows, where applicable, thereof and for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

The Management's Discussion and Analysis, Schedules of Funding Progress, Schedules of Contributions from the Employer and Other Contributing Entities, Budgetary Comparison Schedule, and Budget/GAAP Reconciliation, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

INDEPENDENT AUDITOR'S REPORT  
(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other budgetary comparison schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. The combining and individual nonmajor fund statements and other budgetary comparison schedules have been subjected to the auditing procedures applied in the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

May 10, 2011

## MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Noblesville, Indiana, we offer readers of the City of Noblesville's financial statements this narrative overview and analysis of the financial activities of the City of Noblesville for the fiscal year ended December 31, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages VI-XII of this report.

### FINANCIAL HIGHLIGHTS

- The assets of the City of Noblesville exceeded its liabilities at the close of the most recent fiscal year, with a total of \$237,124,675 (*net assets*). Of this amount, \$32,415,764 (*unrestricted net assets*) may be used to meet the City's ongoing obligations to citizens and creditors in accordance with the City's fund designations and fiscal policies.
- The City's total net assets decreased by \$496,032 as compared to the restated 2009 total net assets. The 2010 beginning net assets were restated due to (\$4,955,644) in prior period adjustments. The 2009 business type capital assets were increased \$609,378 to correct the amount of construction in progress reported. Also, the 2009 net pension obligation was eliminated in the prior year because it is being funded with State pension relief funds. Since that time, the State in consultation with GFOA has now determined that these pension liabilities should remain an obligation of each unit and therefore a \$5,565,022 prior period adjustment to 2010 beginning net assets was recorded to reinstate this liability. The overall decrease in net assets was due to the recording of \$5.2 million in unearned revenue in 2010 related to the estimated amount of local option income tax distributions due from the State. This decrease was partially offset by the increase in net assets is due to developer constructed and contributed assets. Contributed infrastructure assets totaled \$2.9 million and contributed wastewater assets totaled \$1.5 million.
- As of the close of the current fiscal year, the City of Noblesville's governmental funds reported combined ending fund balances of \$63,907,198. Almost 99 percent of this total amount or \$63,426,832 is available for use at the City's discretion (unreserved fund balance).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$3,390,856 or 10.4 percent of total general fund expenditures.
- The City of Noblesville total outstanding debt obligations increased by only \$165,000 during the current fiscal year. This change was due to the issuance of \$20,730,000 of Redevelopment Authority Bonds, a portion of which repaid \$14,575,000 of existing debt through refundings. An additional \$5,990,000 in bonds were retired by scheduled principal payments during the year.

### OVERVIEW OF THE FINANCIAL STATEMENTS

This discussion and analysis is intended to serve as an introduction to the City of Noblesville's basic financial statements. The City of Noblesville's basic financial statements comprise three components:

1. Government-wide financial statements, providing information for the City as a whole.
2. Fund financial statements, providing detailed information for the City's significant funds.
3. Notes to the financial statements, providing additional information that is essential to understanding the government-wide and fund statements.

This report also contains other supplementary information in addition to the basic financial statements themselves. Additional explanation of these sections of the financial statements follows.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

**Government-wide financial statements.** The *government-wide financial statements* are designed to provide readers with a broad overview of the City of Noblesville's finances, in a manner similar to a private-sector business.

The *statement of net assets* presents information on all of the City of Noblesville's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City of Noblesville is improving or deteriorating.

The *statement of activities* presents information showing how the City's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of the related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned, but not used, compensated absences).

Both of the government-wide financial statements distinguish functions of the City of Noblesville that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Noblesville include general government, public safety, highways and streets, and culture and recreation. The business-type activity of the City of Noblesville includes a wastewater utility.

The government-wide financial statements can be found on pages 16-17 of this report.

**Fund financial statements.** A *fund* is a grouping of related accounts that is used to maintain control over resources that have been segregated for specific activities or objectives. The City of Noblesville, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. All of the funds of the City of Noblesville can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** *Governmental funds* are used to account for essentially the same functions reported as *governmental activities* in the government-wide financial statements. However, unlike the government-wide financial statements, governmental fund financial statements focus on *near-term inflows and outflows of spendable resources*, as well as on *balances of spendable resources* available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financial requirements.

Because the focus of governmental funds is narrower than that of the government-wide financial statements, it is useful to compare the information presented for *governmental funds* with similar information presented for *governmental activities* in the government-wide financial statements. By doing so, readers may better understand the long-term impact of the government's near-term financing decisions. Both the governmental fund balance sheet and the governmental fund statement of revenues, expenditures, and changes in fund balances provide a reconciliation to facilitate this comparison between *governmental funds* and *governmental activities*.

The City of Noblesville maintains 58 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, redevelopment authority debt service fund and the redevelopment authority capital projects fund, all of which are considered to be major funds. Data from the other 55 governmental funds are combined into a single, aggregated presentation. Individual fund

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

data for each of these non major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of Noblesville adopts an annual appropriated budget for its general fund, certain special revenue funds, certain debt service funds and certain capital projects funds. Budgetary comparison statements have been provided for the general fund in the required supplementary information and for the other funds subsequent to the combining non major fund information, as other information, to demonstrate compliance with the budget.

The basic governmental fund financial statements can be found on pages 18-21 of this report.

**Proprietary funds.** The City of Noblesville maintains two different types of proprietary funds, *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City of Noblesville uses enterprise funds to account for its wastewater utility. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Noblesville's various functions. The City of Noblesville uses an internal service fund to account for its employee health and life insurance programs. Because this service predominately benefits governmental rather than business-type functions, it has been included within *governmental activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements provide separate information for the wastewater utility which is considered to be a major fund of the City. The internal service fund is presented in the proprietary fund financial statements.

The basic proprietary fund financial statements can be found on pages 22-24 of this report.

**Fiduciary funds.** Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are *not* reflected in the government-wide financial statement because the resources of those funds are *not* available to support the City of Noblesville's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds.

The basic fiduciary fund financial statements can be found on pages 26-27 of this report.

**Notes to the financial statements.** The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28-57 of this report.

**Other Information.** The combining statements referred to earlier in connection with non major governmental funds and fiduciary funds can be found on pages 74-110 of this report.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Noblesville, assets exceeded liabilities by \$237,124,675 at the close of the most recent fiscal year.

By far the largest portion of the City of Noblesville's net assets (74 percent) reflects its investment in capital assets (e.g. land, buildings, vehicles, and equipment); less any related debt used to acquire those assets that is still outstanding. The City of Noblesville uses these capital assets to provide services to

# MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

citizens; consequently, these assets are *not* available for future spending. Although the City of Noblesville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The comparison is presented for purposes of additional analysis.

## City of Noblesville's Net Assets as of December 31, 2010

	Governmental Activities		Business-Type Activities		Total	
	2009 Restated	2010	2009 Restated	2010	2009 Restated	2010
Current and other assets	\$ 84,731,817	\$ 78,300,188	\$ 27,590,641	\$ 22,693,527	\$ 112,322,458	\$ 100,993,715
Capital assets	286,278,500	297,109,966	103,873,916	110,538,103	390,152,416	407,648,069
Total assets	\$ 371,010,317	\$ 375,410,154	\$ 131,464,557	\$ 133,231,630	\$ 502,474,874	\$ 508,641,784
Long-term liabilities outstanding	217,093,057	219,828,858	31,020,597	30,389,011	248,113,654	250,217,869
Other liabilities	14,620,592	19,925,393	2,119,921	1,373,847	16,740,513	21,299,240
Total liabilities	\$ 231,713,649	\$ 239,754,251	\$ 33,140,518	\$ 31,762,858	\$ 264,854,167	\$ 271,517,109
Net assets:						
Invested in capital assets, net of related debt	96,105,611	93,878,151	72,038,646	80,563,974	168,144,257	174,442,125
Restricted	30,658,397	25,626,888	1,523,784	4,639,898	32,182,181	30,266,786
Unrestricted	12,532,660	16,150,864	24,761,609	16,264,900	37,294,269	32,415,764
Total net assets	\$ 139,296,668	\$ 135,655,903	\$ 98,324,039	\$ 101,468,772	\$ 237,620,707	\$ 237,124,675

A portion of the City of Noblesville's net assets (12 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$32,415,764 may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City of Noblesville is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its business-type activities.

# MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

The following is a summary of the information presented in the Statement of Activities for 2010 found on page 17 of this report compared to 2009:

<u>City of Noblesville Change in Net Assets</u>							
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>		
	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	
Revenue:							
Program revenues:							
Charges for services	\$ 13,409,163	\$ 9,156,073	\$ 9,573,608	\$ 10,078,803	\$ 22,982,771	\$ 19,234,876	
Operating grants and contributions	5,427,591	1,612,725	-	-	5,427,591	1,612,725	
Capital grants and contributions	4,818,117	2,927,352	4,581,935	1,497,444	9,400,052	4,424,796	
General revenues:							
Taxes:							
Property taxes	30,726,558	31,499,986	-	-	30,726,558	31,499,986	
Income	14,510,985	7,278,699	-	-	14,510,985	7,278,699	
Other	4,841,428	4,853,318	-	-	4,841,428	4,853,318	
Other	460,310	277,233	313,046	84,208	773,356	361,441	
Total revenues	<u>\$ 74,194,152</u>	<u>\$ 57,605,386</u>	<u>\$ 14,468,589</u>	<u>\$ 11,660,455</u>	<u>\$ 88,662,741</u>	<u>\$ 69,265,841</u>	
Expenses:							
General government	23,812,537	15,567,425			23,812,537	15,567,425	
Public safety	22,963,366	23,105,515			22,963,366	23,105,515	
Highways and streets	11,651,825	10,098,081			11,651,825	10,098,081	
Culture and recreation	3,898,546	3,037,866			3,898,546	3,037,866	
Economic Development	1,241,557	20,316			1,241,557	20,316	
Interest on long-term debt	10,108,830	9,416,948			10,108,830	9,416,948	
Wastewater	-	-	9,073,403	8,515,722	9,073,403	8,515,722	
Total expenses	<u>\$ 73,676,661</u>	<u>\$ 61,246,151</u>	<u>\$ 9,073,403</u>	<u>\$ 8,515,722</u>	<u>\$ 82,750,064</u>	<u>\$ 69,761,873</u>	
Increase(Decrease) in net assets	<u>517,491</u>	<u>(3,640,765)</u>	<u>5,395,186</u>	<u>3,144,733</u>	<u>5,912,677</u>	<u>(496,032)</u>	
Net assets, beginning of year	144,344,199	144,861,690	92,319,475	97,714,661	236,663,674	242,576,351	
Restatement	-	(5,565,022)	-	609,378	-	(4,955,644)	
Net assets, beginning of year restated	<u>144,344,199</u>	<u>139,296,668</u>	<u>92,319,475</u>	<u>98,324,039</u>	<u>236,663,674</u>	<u>237,620,707</u>	
Net assets, end of year	<u>\$ 144,861,690</u>	<u>\$ 135,655,903</u>	<u>\$ 97,714,661</u>	<u>\$ 101,468,772</u>	<u>\$ 242,576,351</u>	<u>\$ 237,124,675</u>	

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

### Governmental Activities

Governmental activities decreased the City's net assets by \$3,640,765. Total assets increased approximately \$4.4 million while total liabilities increased by approximately \$8 million. The increase in long term liabilities was mainly due to the \$2.7 million increase in the net OPEB obligation. The increase in other liabilities was due to reported unearned revenue of \$5,252,083 which was new in 2010. This represents the new balance reported by the State of COIT distributions in excess of local option income tax collections.

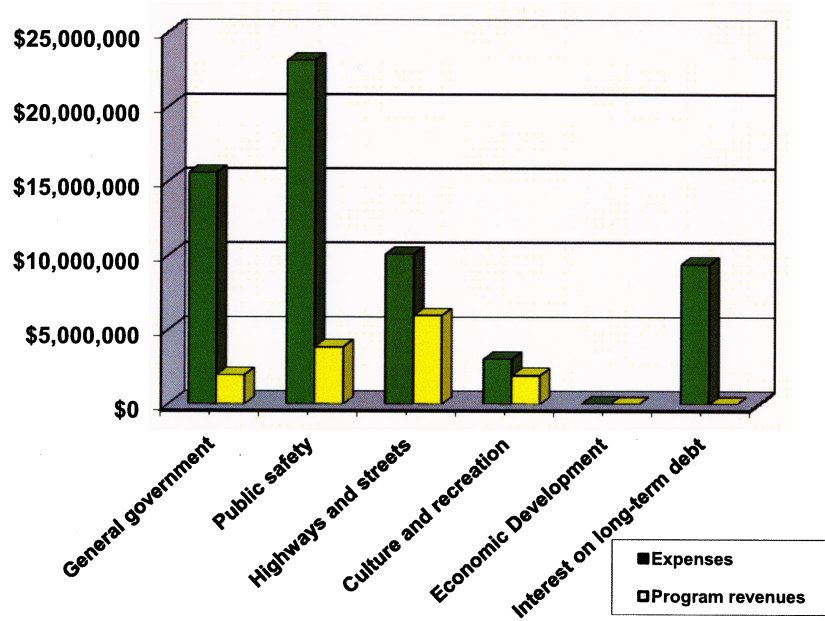
Notable changes in governmental activities revenues and expenses in 2010 compared to the restated 2009 included the following:

- Charges for Services decreased \$4,253,090 due mainly to nonrecurring transactions from 2009 including \$1.2 million in various reimbursements in the COIT Fund including \$795,000 from the 2009 COIT bonds, \$223,057 for debt payments for the Business Park TIF, and \$116,313 from Hamilton County for ADA ramps. Also in 2009, the Stoney Creek East TIF fund received reimbursements in the amount of \$1.96 million from the Union Chapel bond proceeds for Right-of-Ways and preliminary engineering. There were no similar reimbursements in 2010.
- Operating grants and contributions decreased \$3,814,866 because in 2009 the City received \$3.8 million in reimbursement from Hamilton County. This represented the final balance of federal grant funds on the 146<sup>th</sup> Street project for the City's portion of this improvement project.
- Income tax revenues decreased \$7,278,699 due to the recognition in 2010 of new State estimates of the balance in undistributed county option income taxes. The State makes monthly distributions of COIT based upon estimates and reconciles to actual collections. At the end of 2009, the State reported a receivable of \$4,694,911 for the City's pro rata share of collected but undistributed COIT. At the end of 2010, this balance shifted to a \$5,250,916 payable which reflects declining tax collections due to the economy.
- General Government expenses decreased \$8,245,112 partly due to a onetime \$2 million transfer to the wastewater utility in 2009 which was contributed to the Maple Street sewer project from 2009 COIT bond proceeds. The most significant portion of this decrease related to capital outlays which did not meet the City's capitalization policy. In 2009, general government expenditures included \$4,437,480 in capital outlays which did not qualify for capitalization. In 2010 this amount was only \$1,000,165. This shift is representative of the City's efforts to reduce discretionary expenditures because of anticipated revenue reductions. Compensated absences increased by \$700,000 more in 2009 than in 2010. Finally, 2009 expenditures included \$789,286 in reimbursement expenditures for consulting fees paid out of 2009 COIT Bond funds.
- Highway and Street expenses decreased \$1,553,744 mainly as a result of the City's \$1.6 million contribution in 2009 to Hamilton County for the Olio Road Bridge project. That project has been completed without further contributions from the City in 2010.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

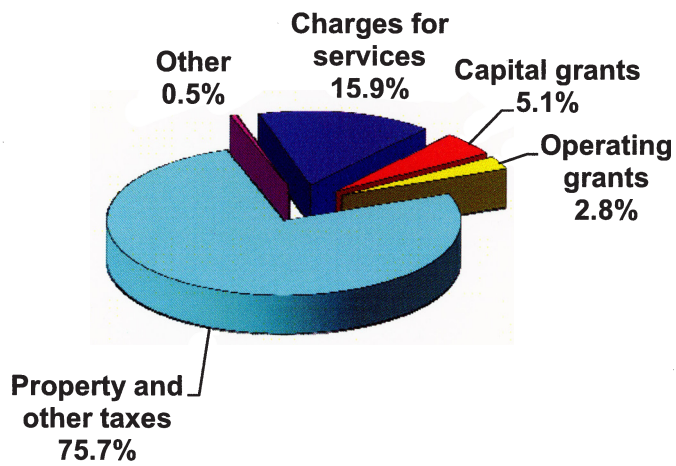
The following chart compares expenses with program revenues for the City's governmental activities.

**Expenses and Program Revenues – Governmental Activities**



**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(CONTINUED)**

The following graph shows the composition of revenues for the City's governmental activities:



## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

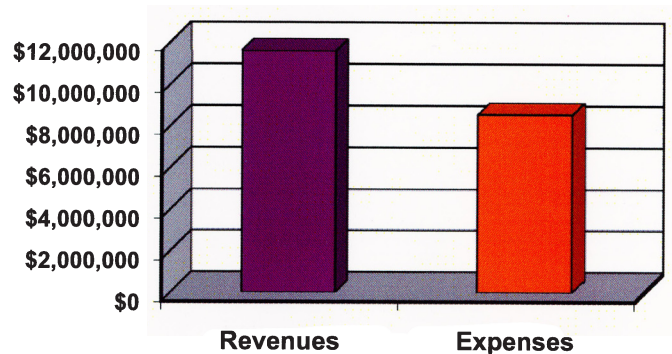
### Business-type Activities

Business-type activities increased the City's net assets by \$3,144,733. The increase in net assets is primarily attributable to contributed assets from developers and others which totaled approximately \$1.5 million in 2010.

Operating revenues for the Utility increased by \$505,195 due to scheduled rate increases of 3% each on July 1 of 2009 and 2010. Operating expenses originally reported as \$7,562,068 in 2009 were overstated by \$609,378 due to capital expenditures that were expensed but should have been reported as construction in progress. This was corrected by a prior period adjustment to beginning 2010 net assets. The resulting 2009 operating expense of \$6,952,690 was relatively the same as 2010 operating expenses.

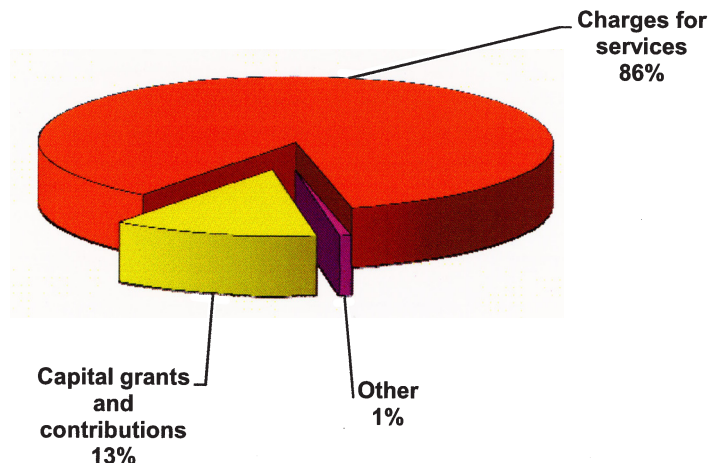
The following chart compares expenses with program revenues for the City's business-type activities:

Expenses and Program Revenues – Business-type Activities



The following graph shows the composition of revenues for the City's business-type activities:

Revenues by Source – Business-type Activities



## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

### Financial analysis of the Government's Funds

As noted earlier, the City of Noblesville uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements.

**Governmental funds.** The focus of the City of Noblesville's *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. Such information is useful in assessing the City of Noblesville's financing requirements. In particular, *unreserved fund balance* may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year.

As of the end of the current fiscal year, the City of Noblesville's governmental funds reported combined ending fund balances of \$63,907,198, a decrease of \$10,520,277. Almost 99 percent of this total amount constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of this fund balance, \$480,366, is *reserved* to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period.

The general fund is the chief operating fund of the City of Noblesville. At the end of the current fiscal year, the total general fund balance was \$3,731,222 of which \$3,390,856 was unreserved and \$340,366 was reserved. As a measure of the general fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. The fund balance represents 10 percent of total general fund expenditures. The general fund's balance decreased by \$7,111,257 most of which was due to a \$7.2 million decrease in county option income tax revenues in 2010.

General fund budget basis revenues were 9.25% under the final budgeted amounts, most of which was attributable to tax revenues. Total expenditures on a budgetary basis were 12.76% under the final budget. All departments were under budget with the most significant favorable variance relating to Council, Fire, Police, Economic Development, and Engineering. Approximately \$2.2 million in capital outlays were budgeted for the Council; however, only \$556,245 was expended. The City uses this general fund budget category each year to ensure that the budget meets the State requirements for successfully receiving an appeal to the maximum levy limitations. Public Safety was under budget by \$2,014,721 mainly due to the police and fire departments. The personal services for each had variances of \$320,260 and \$808,062, respectively, due to hiring delays, employee retirements and more efficient control of overtime. Economic Development's variance of \$221,820 was due mostly to savings in personal services. Engineering's variance of \$333,059 was due to lower expenses in other services and charges.

The Redevelopment Authority Capital Projects fund decreased by \$6,735,004 during the current fiscal year. This decrease in fund balance is due to approximately \$10.8 million of capital expenditures in 2010 for road and infrastructure improvements for the Union Chapel, Hazel Dell, and SMC projects. the receipt of \$5,332, capital project bond proceeds from the 2010 Union Chapel Road bond issue offset some of the overall decrease in capital project funds.

The Redevelopment Authority Debt Services fund decreased by \$2,415,921 during the current fiscal year. This decrease was due the expenditure of capitalized interest funds from bond funds for 146<sup>th</sup> Street, Hamilton Town Center and SMC.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

**Proprietary funds.** The City's proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Unrestricted net assets of the Wastewater Utility at the end of the year amounted to \$17,430,654. Net assets for the Wastewater Utility increased \$3,144,733 during 2010. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Noblesville's business-type activities.

### **General Fund Budgetary Highlights**

Differences between the original budget and final amended budget for total expenditures provided for a \$1,422,340 increase in appropriations and are briefly summarized below:

- The increases were in general government totaled \$497,035; \$408,520 of which was allocated to engineering due to an increase in the need for other services and charges and capital outlays. Economic development had an \$82,467 increase for supplies and other service and charges.
- Approximately 65% of the increases were in public safety of \$925,305; \$127,463 allocated to police, \$792,498 allocated to fire and \$5,344 allocated to emergency medical service due to increase in staff and training, as well as an increase in capital outlay needs for the police department.

### **Capital Asset and Debt Management.**

**Capital assets.** The City of Noblesville's investment in capital assets for its governmental and business-type activities as of December 31, 2009, amounts to \$407,648,069 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, traffic signals, and storm sewers. The total increase in the City of Noblesville's reported investment in capital assets for the current fiscal year was \$17,495,653, or 4.5 percent. Within governmental activities the increase in capital assets relates primarily to construction of road projects for Union Chapel Phases I-V (\$8.3 million) together with \$2.7 in contributed infrastructure from developers. Within the business-type activities the \$6.7 million increase occurred due to completion of Phase II Division I of the wastewater treatment plant project and construction expenditures during the year on the Maple Avenue collection system project.

Additional information on the City of Noblesville's capital assets can be found in Note II C, on pages 36-38 of this report.

# MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

	Governmental Activities		Business-Type Activities		Total	
	<u>2009</u>	<u>2010</u>	<u>2009</u> Restated	<u>2010</u>	<u>2009</u> Restated	<u>2010</u>
Land	52,944,203	54,098,054	687,736	687,736	\$53,631,939	54,785,790
Buildings	38,713,243	38,367,324	15,505,457	26,527,738	54,218,700	64,895,062
Improvements other than buildings	7,793,720	8,859,107	60,465,328	60,503,020	68,259,048	69,362,127
Machinery and equipment	11,941,366	10,900,337	4,981,435	14,634,491	16,922,801	25,534,828
Infrastructure	163,914,206	164,421,516	-	-	163,914,206	164,421,516
Construction in progress	10,971,762	20,463,628	22,233,960	8,185,118	33,205,722	28,648,746
Total	<u>\$286,278,500</u>	<u>\$297,109,966</u>	<u>\$103,873,916</u>	<u>110,538,103</u>	<u>\$390,152,416</u>	<u>\$407,648,069</u>

**Long-term debt.** At the end of the current fiscal year, the City of Noblesville had \$234,765,000 in long-term bonds outstanding. Of this amount, \$202,875,000 comprises debt backed by the full faith and credit of the government and \$31,890,000 represents revenue bonds issued by the Wastewater Utility secured solely by the net revenues of the utility.

## City of Noblesville's Outstanding Debt as of December 31, 2010

	Governmental Activities		Business-Type Activities		Total	
	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>	<u>2009</u>	<u>2010</u>
General Obligations bonds:						
Primary Security: Property Tax	\$ 40,415,000	\$ 38,020,000	\$ -	\$ -	\$ 40,415,000	\$ 38,020,000
County Option Income Tax	7,490,000	7,095,000	-	-	7,490,000	7,095,000
Tax Increment	154,970,000	159,105,000	-	-	154,970,000	159,105,000
Total	<u>\$ 202,875,000</u>	<u>\$ 204,220,000</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 202,875,000</u>	<u>\$ 204,220,000</u>
Revenue Bonds	-	-	31,890,000	30,710,000	31,890,000	30,710,000
Total Outstanding Debt	<u>\$ 202,875,000</u>	<u>\$ 204,220,000</u>	<u>\$ 31,890,000</u>	<u>\$ 30,710,000</u>	<u>\$ 234,765,000</u>	<u>\$ 234,930,000</u>

The City's total bonds payable increased by only \$165,000 during the current fiscal year. This increase was due to the following new bond issues, much of which was for refunding and also offset by scheduled principal payments:

- \$5,860,000 lease rental bonds to finance the construction of certain local improvements to the next phase of Union Chapel Road. The Lease Rental is payable from incremental tax revenues collected in the Union Chapel Allocation Area.
- \$12,885,000 lease rental refunding bonds for the purpose of the advance refunding of \$12,705,000 of outstanding lease rental bonds of 2003, used for the Hague Road and Field Drive road projects.
- \$1,985,000 lease rental refunding bonds for the purpose of the current refunding of \$1,870,000 of outstanding lease rental bonds of 1999, used for improvements to Fox Prairie.

The City of Noblesville's most recent debt rating was "AA-" from Standard & Poor's. The Wastewater Utility carries an "Aaa" rating from Moody's.

## **MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)**

The State of Indiana limits the amount of general obligation debt a City may issue to 2% of its current assessed value. For the City of Noblesville, this amount is \$14,654,513. The City of Noblesville Redevelopment Commission also may issue general obligation debt subject to the same limit. As of December 31, 2009, the City has \$5,110,000 of outstanding debt subject to this limit and the Redevelopment Commission has \$615,000 outstanding. The remaining outstanding City and Redevelopment Commission debt was issued as lease rental obligations or tax increment district bonds which are not subject to the 2% limit. Additional information on the City's long-term liabilities can be found in Note II H, on pages 41-45 of this report.

### **Economic Factors and Next Year's Budgets and Rates**

- The unemployment rate for the City of Noblesville ended 2010 at 9.3 percent. This compares favorably to the State's average unemployment rate of 10.2 percent and the National average rate of 9.6 percent.
- The City has experienced a notable decline in new building permits and development activity due to the current economic climate which is a dramatic change from the past 5-6 years. As a result, prior estimates of growth in tax base and related property tax revenues have been reduced and the City will have to adjust spending levels accordingly in future budget years.
- County option income tax (COIT) was 13% of the City's 2010 governmental revenues compared to 19.8% in 2009. These funds can be used for capital projects as well as ongoing operating expenses. The current recession has had a negative impact on COIT paid by County residents. Since it is difficult to determine when COIT tax collections will begin to increase again, strategies for revenue enhancement and expenditure controls continue to be pursued.
- State wide property tax caps (based upon a percent of gross AV by property class) became effective beginning in 2009. In 2010, the circuit breaker adjustments from these caps resulted in a loss of approximately \$2.9 million in revenue. Those losses are estimated at \$3.2 million for 2011. The City has taken several steps to right size the budget for these losses including: hiring freeze, staff reductions through attrition, overtime reductions and departmental cost sharing.

All of these factors were considered in preparing the City of Noblesville's budget for the 2011 fiscal year. To deal with both cycles in the economy and to plan for future capital expansion, the City routinely puts aside resources.

### **Requests for Information**

This financial report is designed to provide a general overview of the City of Noblesville's finances for all those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Office of the Clerk Treasurer, City of Noblesville, 16 South 10<sup>th</sup> Street, Noblesville, Indiana 46060-2809.

CITY OF NOBLESVILLE  
STATEMENT OF NET ASSETS  
December 31, 2010

<u>Assets</u>	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
Cash and cash equivalents	\$ 73,036,529	\$ 16,376,490	\$ 89,413,019
Receivables (net of allowances for uncollectibles):			
Taxes	1,162,977	-	1,162,977
Accounts - customers	92,888	791,744	884,632
Intergovernmental	855,973	-	855,973
Other	-	427,366	427,366
Inventories	-	37,634	37,634
Prepays	3,627	-	3,627
Restricted assets:			
Cash and cash equivalents	-	4,639,898	4,639,898
Deferred debits	2,733,872	420,395	3,154,267
Net pension asset	414,322	-	414,322
Capital assets:			
Land, improvements and construction in progress	74,561,682	8,872,854	83,434,536
Other capital assets, net of depreciation	222,548,284	101,665,249	324,213,533
<b>Total assets</b>	<b>375,410,154</b>	<b>133,231,630</b>	<b>508,641,784</b>
<u>Liabilities</u>			
Accounts payable	742,159	245,896	988,055
Accrued payroll and withholdings payable	1,063,712	86,480	1,150,192
Contracts payable	1,136,370	324,945	1,461,315
Unpaid claims payable	471,352	-	471,352
Accrued interest payable	3,821,205	-	3,821,205
Trust payable	80,212	-	80,212
Unearned revenue	5,252,083	-	5,252,083
Noncurrent liabilities:			
Due within one year:			
Compensated absences payable	1,286,062	111,526	1,397,588
General obligation bonds payable	5,325,000	-	5,325,000
Revenue bonds	-	605,000	605,000
Capital lease obligations	747,238	-	747,238
Due in more than one year:			
Compensated absences payable	2,810,250	255,981	3,066,231
General obligation bonds payable	201,116,343	-	201,116,343
Revenue bonds payable	-	30,133,030	30,133,030
Capital lease obligations	2,222,750	-	2,222,750
Net pension obligation	5,580,631	-	5,580,631
Net OPEB obligation	8,098,884	-	8,098,884
<b>Total liabilities</b>	<b>239,754,251</b>	<b>31,762,858</b>	<b>271,517,109</b>
<u>Net Assets</u>			
Invested in capital assets, net of related debt	93,878,151	80,563,974	174,442,125
Restricted for:			
Public safety	65,930	-	65,930
Highways and streets	8,174,367	-	8,174,367
Culture and recreation	809,121	-	809,121
Debt service	16,577,470	766,838	17,344,308
Capital projects	-	3,873,060	3,873,060
Unrestricted	16,150,864	16,264,900	32,415,764
<b>Total net assets</b>	<b>\$ 135,655,903</b>	<b>\$ 101,468,772</b>	<b>\$ 237,124,675</b>

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

CITY OF NOBLESVILLE  
STATEMENT OF ACTIVITIES  
For The Year Ended December 31, 2010

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
Primary government:							
Governmental activities:							
General government	\$ 15,567,425	\$ 1,956,741	\$ -	\$ -	\$ (13,610,684)	\$ -	\$ (13,610,684)
Public safety	23,105,515	3,856,827	-	-	(19,248,688)	-	(19,248,688)
Highways and streets	10,098,081	1,422,557	1,612,725	2,927,352	(4,135,447)	-	(4,135,447)
Culture and recreation	3,037,866	1,919,948	-	-	(1,117,918)	-	(1,117,918)
Economic development	20,316	-	-	-	(20,316)	-	(20,316)
Interest on long-term debt	9,416,948	-	-	-	(9,416,948)	-	(9,416,948)
Total governmental activities	<u>61,246,151</u>	<u>9,156,073</u>	<u>1,612,725</u>	<u>2,927,352</u>	<u>(47,550,001)</u>	<u>-</u>	<u>(47,550,001)</u>
Business-type activities:							
Wastewater	<u>8,515,722</u>	<u>10,078,803</u>	<u>-</u>	<u>1,497,444</u>	<u>-</u>	<u>3,060,525</u>	<u>3,060,525</u>
Total primary government	<u>\$ 69,761,873</u>	<u>\$ 19,234,876</u>	<u>\$ 1,612,725</u>	<u>\$ 4,424,796</u>	<u>(47,550,001)</u>	<u>3,060,525</u>	<u>(44,489,476)</u>
General revenues:							
Property taxes					31,499,986	-	31,499,986
County option income tax					7,278,699	-	7,278,699
Local shared revenues					1,995,871	-	1,995,871
General state distributions					2,857,447	-	2,857,447
Other miscellaneous					96,081	-	96,081
Unrestricted investment earnings					<u>181,152</u>	<u>84,208</u>	<u>265,360</u>
Total general revenues					<u>43,909,236</u>	<u>84,208</u>	<u>43,993,444</u>
Change in net assets					<u>(3,640,765)</u>	<u>3,144,733</u>	<u>(496,032)</u>
Net assets - beginning, before prior period adjustment					144,861,690	97,714,661	242,576,351
Prior period adjustment (See Note II.L.)					<u>(5,565,022)</u>	<u>609,378</u>	<u>(4,955,644)</u>
Net assets - beginning, after prior period adjustment					<u>139,296,668</u>	<u>98,324,039</u>	<u>237,620,707</u>
Net assets - ending					<u>\$ 135,655,903</u>	<u>\$ 101,468,772</u>	<u>\$ 237,124,675</u>

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

CITY OF NOBLESVILLE  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2010

<u>Assets</u>	<u>General</u>	<u>Redevelopment Authority - Debt Service</u>	<u>Redevelopment Authority - Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
Cash and cash equivalents	\$ 9,986,729	\$ 9,149,722	\$ 5,677,222	\$ 46,835,170	\$ 71,648,843
Receivables (net of allowances for uncollectibles)					
Taxes	756,116	-	-	406,861	1,162,977
Accounts	92,888	-	-	-	92,888
Intergovernmental	442,301	-	-	413,672	855,973
<b>Total assets</b>	<b>\$ 11,278,034</b>	<b>\$ 9,149,722</b>	<b>\$ 5,677,222</b>	<b>\$ 47,655,703</b>	<b>\$ 73,760,681</b>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 339,330	\$ -	\$ -	\$ 402,829	\$ 742,159
Accrued payroll and withholdings payable	918,906	-	-	144,806	1,063,712
Contracts payable	21,012	-	242,201	873,157	1,136,370
Trust payable	-	-	-	80,212	80,212
Unearned revenue	5,252,083	-	-	-	5,252,083
Unavailable revenue	1,015,481	-	-	563,466	1,578,947
<b>Total liabilities</b>	<b>7,546,812</b>	<b>-</b>	<b>242,201</b>	<b>2,064,470</b>	<b>9,853,483</b>
Fund balances:					
Reserved for:					
Encumbrances	340,366	-	-	140,000	480,366
Unreserved, reported in:					
General fund	3,390,856	-	-	-	3,390,856
Special revenue funds	-	-	-	9,596,605	9,596,605
Debt service funds	-	9,149,722	-	7,427,748	16,577,470
Capital projects funds	-	-	5,435,021	28,426,880	33,861,901
<b>Total fund balances</b>	<b>3,731,222</b>	<b>9,149,722</b>	<b>5,435,021</b>	<b>45,591,233</b>	<b>63,907,198</b>
<b>Total liabilities and fund balances</b>	<b>\$ 11,278,034</b>	<b>\$ 9,149,722</b>	<b>\$ 5,677,222</b>	<b>\$ 47,655,703</b>	<b>\$ 73,760,681</b>

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

CITY OF NOBLESVILLE  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
December 31, 2010

Fund Balance - Governmental Funds		\$	63,907,198
Amounts reported for governmental activities in the Statement of Net Assets are different because:			
Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds:			
Land and construction in progress	74,561,682		
Other capital assets, net of depreciation	<u>222,548,284</u>	297,109,966	
Prepays are not financial resources and, therefore, are not reported in the funds.		3,627	
Deferred charges are not financial resources and, therefore, are not reported in the funds.		2,733,872	
Unavailable revenues are not available to pay current resources and, therefore, are not reported in the Statement of Net Assets.		1,578,947	
Internal Service funds are used by management to charge the costs of insurances to general and highway funds. The assets and liabilities of the Internal Services fund are included in governmental activities in the Statement of Net Assets.		916,334	
Compensated absences that are not due and payable in the current period and, therefore, are not reported in the funds.		(4,096,312)	
Accrued interest on bonds payable is not due and payable in the current period and, therefore, is not reported in the funds.		(3,821,205)	
Net pension asset is a prepaid amount and is not a current financial resource; therefore, this is not reported in the funds.		414,322	
Net pension obligation, including the 1925 Police Officers' Pension and the 1937 Firefighters' Pension plans, are not due and payable in the current period and, therefore, are not reported in the funds.		(5,580,631)	
Net OPEB obligation is not due and payable in the current period and, therefore, is not reported in the funds.		(8,098,884)	
Long-term liabilities, including bonds payable are not due and payable in the current period and, therefore, are not reported in the funds:			
General obligation bonds	(206,441,343)		
Capital leases	<u>(2,969,988)</u>	(209,411,331)	
Net assets of governmental activities		\$	<u>135,655,903</u>

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

CITY OF NOBLESVILLE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010

	General	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:					
Taxes	\$ 17,622,756	\$ -	\$ -	\$ 22,069,778	\$ 39,692,534
Licenses and permits	733,769	-	-	478,120	1,211,889
Intergovernmental	3,563,067	-	-	2,837,913	6,400,980
Charges for services	2,468,425	-	-	1,798,237	4,266,662
Fines and forfeits	407,162	-	-	1,103,583	1,510,745
Other	768,870	416,050	302	1,458,776	2,643,998
Total revenues	<u>25,564,049</u>	<u>416,050</u>	<u>302</u>	<u>29,746,407</u>	<u>55,726,808</u>
Expenditures:					
Current:					
General government	9,556,140	9,253	30,305	1,291,253	10,886,951
Public safety	21,273,130	-	-	248,159	21,521,289
Highways and streets	-	-	10,300	3,725,884	3,736,184
Culture and recreation	-	-	-	2,313,302	2,313,302
Economic development	-	-	-	20,316	20,316
Debt service:					
Principal	-	2,290,000	-	3,433,110	5,723,110
Interest	-	7,711,360	-	1,938,355	9,649,715
Bond issuance costs	-	373,748	-	-	373,748
Capital outlay	1,629,473	-	10,791,284	6,083,955	18,504,712
Total expenditures	<u>32,458,743</u>	<u>10,384,361</u>	<u>10,831,889</u>	<u>19,054,334</u>	<u>72,729,327</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(6,894,694)</u>	<u>(9,968,311)</u>	<u>(10,831,587)</u>	<u>10,692,073</u>	<u>(17,002,519)</u>
Other financing sources (uses):					
Transfers in	170,000	7,924,666	225,834	7,635,195	15,955,695
Transfers out	(386,563)	(1,359,991)	(1,461,251)	(12,747,890)	(15,955,695)
Payment to refunded bond escrow	-	(15,337,538)	-	-	(15,337,538)
Financing by capital lease	-	-	-	162,527	162,527
Bond issuance	-	528,000	5,332,000	-	5,860,000
Issuance of refunding bonds	-	14,870,000	-	-	14,870,000
Premium (discount) on bond issuance	-	927,253	-	-	927,253
Total other financing sources and uses	<u>(216,563)</u>	<u>7,552,390</u>	<u>4,096,583</u>	<u>(4,950,168)</u>	<u>6,482,242</u>
Net change in fund balances	<u>(7,111,257)</u>	<u>(2,415,921)</u>	<u>(6,735,004)</u>	<u>5,741,905</u>	<u>(10,520,277)</u>
Fund balances - beginning	<u>10,842,479</u>	<u>11,565,643</u>	<u>12,170,025</u>	<u>39,849,328</u>	<u>74,427,475</u>
Fund balances - ending	<u>\$ 3,731,222</u>	<u>\$ 9,149,722</u>	<u>\$ 5,435,021</u>	<u>\$ 45,591,233</u>	<u>\$ 63,907,198</u>

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

CITY OF NOBLESVILLE  
RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
For The Year Ended December 31, 2010

Amounts reported for governmental activities in the Statement of Activities are different because:

Net change in fund balances - total governmental funds (Statement of Revenues, Expenditures, and Changes in Fund Balances)	\$	(10,520,277)
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Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:

Capital outlay per the funds statement	18,504,712	
Capital outlay for items costing less than the capitalization threshold	(3,011,800)	
Depreciation expense	<u>(7,043,768)</u>	8,449,144

The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.

Asset disposals	(345,030)	
Donated assets	<u>2,727,352</u>	2,382,322

Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.

Unavailable revenue	(848,786)	
Prepays	<u>(8,189)</u>	(856,975)

The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:

Bond issuance:		
General obligation bonds	(5,860,000)	
Refunding bonds	(14,870,000)	
Bond premium	(927,253)	
Bond issue costs	373,748	
Capital leases	(162,527)	
Recognize deferred loss	709,346	
Principal payments:		
General obligation bonds	4,810,000	
Capital leases	1,032,565	
Payment to escrow agent for refunding	14,575,000	
Amortization of bond discount	499,556	
Amortization of bond issuance costs	<u>(462,327)</u>	(281,892)

Accrued interest reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.		232,767
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Net pension asset is a prepaid amount and is not a current financial resource, therefore, this is not reported in the funds.		(8,604)
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Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of the internal service funds is reported with governmental activities.		(115,924)
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Compensated absences which are not due and payable in the current period are, therefore, not reported in the funds.		(163,200)
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Net pension asset and net OPEB obligation are not due and payable in the current period and, therefore, are not reported in the funds, but are included in the government-wide statements.		<u>(2,758,126)</u>
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Change in net assets of governmental activities (Statement of Activities)	\$	<u><u>(3,640,765)</u></u>
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The notes to the financial statements are an integral part of this statement.

CITY OF NOBLESVILLE  
STATEMENT OF NET ASSETS  
PROPRIETARY FUNDS  
December 31, 2010

	Business-Type Activities - Enterprise Fund	
<u>Assets</u>	Wastewater Utility	Internal Service Fund
Current assets:		
Cash and cash equivalents	\$ 16,376,490	\$ 1,387,686
Accounts receivable (net of allowance)	791,744	-
Other receivable	427,366	-
Inventories	37,634	-
Restricted cash, cash equivalents and investments:		
Revenue bond covenant accounts	4,639,898	-
	<u>                    </u>	<u>                    </u>
Total current assets	<u>22,273,132</u>	<u>1,387,686</u>
Noncurrent assets:		
Deferred charges	420,395	-
	<u>                    </u>	<u>                    </u>
Capital assets:		
Land, improvements to land and construction in progress	8,872,854	-
Other capital assets (net of accumulated depreciation)	101,665,249	-
	<u>                    </u>	<u>                    </u>
Total capital assets	<u>110,538,103</u>	<u>                    </u>
Total noncurrent assets	<u>110,958,498</u>	<u>                    </u>
Total assets	<u>133,231,630</u>	<u>1,387,686</u>
<u>Liabilities</u>		
Current liabilities:		
Accounts payable	245,896	-
Accrued payroll and withholdings payable	86,480	-
Contracts payable	324,945	-
Compensated absences payable	111,526	-
Unpaid claims payable	-	471,352
Current liabilities payable from restricted assets:		
Revenue bonds payable	605,000	-
	<u>                    </u>	<u>                    </u>
Total current liabilities	<u>1,373,847</u>	<u>471,352</u>
Noncurrent liabilities:		
Compensated absences	255,981	-
Revenue bonds payable (net of unamortized discount and premium)	30,133,030	-
	<u>                    </u>	<u>                    </u>
Total noncurrent liabilities	<u>30,389,011</u>	<u>                    </u>
Total liabilities	<u>31,762,858</u>	<u>471,352</u>
<u>Net Assets</u>		
Invested in capital assets, net of related debt	80,563,974	-
Restricted for debt service	766,838	-
Restricted for capital outlay	3,873,060	-
Unrestricted	16,264,900	916,334
	<u>                    </u>	<u>                    </u>
Total net assets	<u>\$ 101,468,772</u>	<u>\$ 916,334</u>

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

CITY OF NOBLESVILLE  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
PROPRIETARY FUNDS  
For The Year Ended December 31, 2010

	<u>Enterprise Fund</u>	
	<u>Wastewater Utility</u>	<u>Internal Service Fund</u>
Operating revenues:		
Metered revenue	\$ 8,434,395	\$ -
Charges for services	-	6,443,273
Tap fees	1,231,990	-
Other	<u>412,418</u>	<u>281,132</u>
Total operating revenues	<u>10,078,803</u>	<u>6,724,405</u>
Operating expenses:		
Collection system - operations and maintenance	1,157,907	-
Treatment and disposal expense - operations and maintenance	1,362,510	-
Stormwater	310,314	-
Customer accounts	347,525	-
Administration and general	370,349	-
Employee pensions and benefits	942,334	6,840,341
Rents	27,530	-
Transportation	63,472	-
Insurance	95,916	-
Miscellaneous	386,305	-
Depreciation and amortization	<u>1,777,136</u>	<u>-</u>
Total operating expenses	<u>6,841,298</u>	<u>6,840,341</u>
Operating income	<u>3,237,505</u>	<u>(115,936)</u>
Nonoperating revenues (expenses):		
Loss on disposal of capital assets	(9,594)	-
Interest and investment revenue	84,208	12
Bond issue costs	(46,493)	-
Interest expense	<u>(1,418,337)</u>	<u>-</u>
Total nonoperating revenue (expenses)	<u>(1,390,216)</u>	<u>12</u>
Income (loss) before contributions	1,847,289	(115,924)
Contributions to the City	(200,000)	-
Capital contributions from developers and others	<u>1,497,444</u>	<u>-</u>
Change in net assets	<u>3,144,733</u>	<u>(115,924)</u>
Total net assets - beginning, before prior period adjustment	97,714,661	1,032,258
Prior period adjustment (See Note II.L.)	<u>609,378</u>	<u>-</u>
Net assets - beginning, after prior period adjustment	<u>98,324,039</u>	<u>1,032,258</u>
Total net assets - ending	<u>\$ 101,468,772</u>	<u>\$ 916,334</u>

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

CITY OF NOBLESVILLE  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
For The Year Ended December 31, 2010

	<u>Enterprise Fund</u> Wastewater Utility	Internal Service Fund
Cash flows from operating activities:		
Receipts from customers and users	\$ 9,337,175	\$ 6,724,405
Payments to suppliers and employees	(5,134,333)	(6,786,560)
Other receipts (payments)	<u>412,418</u>	<u>-</u>
Net cash provided (used) by operating activities	<u>4,615,260</u>	<u>(62,155)</u>
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(6,953,473)	-
Capital contributions paid to the City	(200,000)	-
Principal paid on capital debt	(1,180,000)	-
Interest paid on capital debt	<u>(1,433,450)</u>	<u>-</u>
Net cash used by capital and related financing activities	<u>(9,766,923)</u>	<u>-</u>
Cash flows from investing activities:		
Interest received	<u>84,208</u>	<u>12</u>
Net increase in cash and cash equivalents	(5,067,455)	(62,143)
Cash and cash equivalents, January 1 (Including \$6,406,115 for the Wastewater Utility reported in restricted accounts)	<u>26,083,843</u>	<u>1,449,829</u>
Cash and cash equivalents, December 31 (Including \$4,639,898 for the Wastewater Utility reported in restricted accounts)	<u>\$ 21,016,388</u>	<u>\$ 1,387,686</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 3,237,505	\$ (115,936)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	1,777,136	-
(Increase) decrease in assets:		
Accounts receivable	8,801	-
Other receivable	(338,011)	-
Inventories	112,376	-
Increase (decrease) in liabilities:		
Contracts payable	(284,433)	-
Accounts payable	124,379	-
Unpaid claim payable	-	53,781
Accrued payroll and payroll withholdings payable	(6,938)	-
Compensated absence payable	<u>(15,555)</u>	<u>-</u>
Total adjustments	<u>1,377,755</u>	<u>53,781</u>
Net cash provided by operating activities	<u>\$ 4,615,260</u>	<u>\$ (62,155)</u>
Noncash transactions:		
Capital assets were contributed by private developers in the amounts of \$951,841.		

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

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CITY OF NOBLESVILLE  
STATEMENT OF FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
December 31, 2010

<u>Assets</u>	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Cash and cash equivalents	\$ 1,123,891	\$ 85,136	\$ 205,898
Total assets	<u>1,123,891</u>	<u>85,136</u>	<u>205,898</u>
<u>Liabilities</u>			
Performance deposits payable	-	85,136	-
Payroll withholdings payable	-	-	<u>205,898</u>
Total liabilities	<u>-</u>	<u>85,136</u>	<u>205,898</u>
<u>Net Assets</u>			
Held in trust for:			
Employees' pension benefits	<u>\$ 1,123,891</u>	<u>\$ -</u>	<u>\$ -</u>

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

CITY OF NOBLESVILLE  
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
FIDUCIARY FUNDS  
For The Year Ended December 31, 2010

<u>Additions</u>	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>
Contributions:		
Employer	\$ -	\$ -
On behalf payments	<u>753,003</u>	<u>-</u>
Total contributions	753,003	-
Investment income:		
Interest	<u>1,730</u>	<u>-</u>
Total additions	<u>754,733</u>	<u>-</u>
<u>Deductions</u>		
Benefits	<u>873,670</u>	<u>-</u>
Changes in net assets	(118,937)	-
Net assets - beginning	<u>1,242,828</u>	<u>-</u>
Net assets - ending	<u>\$ 1,123,891</u>	<u>\$ -</u>

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

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Noblesville (primary government) was established under the laws of the State of Indiana. The primary government operates under a Council-Mayor form of government and provides the following services: public safety (police and fire), highways and streets, health, culture and recreation, public improvements, planning and zoning, general administrative services, wastewater, and urban redevelopment.

The accompanying financial statements present the activities of the primary government and its significant component units. The component units discussed below are included in the primary government's reporting entity because of the significance of their operational or financial relationships with the primary government. Blended component units, although legally separate entities, are in substance part of the government's operations and exist solely to provide services for the government; data from these units is combined with data of the primary government.

Blended Component Units

The Noblesville Economic Development Infrastructure Building Corporation (ED Building Corporation) is a significant blended component unit of the primary government. It was created by the primary government for the purpose of constructing and financing buildings and infrastructure. The primary government appoints a voting majority of the ED Building Corporation's board and a financial benefit/burden relationship exists between the primary government and the ED Building Corporation. Although it is legally separate from the primary government, the Building Corporation is reported as if it were a part of the primary government because it provides services entirely or almost entirely to the primary government.

The Noblesville Building Corporation (Building Corporation) is a significant blended component unit of the primary government. It was created by the primary government for the purpose of constructing and financing buildings and infrastructure. The primary government appoints a voting majority of the Building Corporation's board and a financial benefit/burden relationship exists between the primary government and the Building Corporation. Although it is legally separate from the primary government, the Building Corporation is reported as if it were a part of the primary government because it provides services entirely or almost entirely to the primary government.

The Noblesville Redevelopment Authority (Redevelopment Authority) is a significant blended component unit of the primary government. It was created by the primary government for the purpose of constructing and financing development and redevelopment of areas within the corporate boundaries of the City. The primary government appoints a voting majority of the Redevelopment Authority's board and a financial benefit/burden relationship exists between the primary government and the Redevelopment Authority. Although it is legally separate from the primary government, the Redevelopment Authority is reported as if it were a part of the primary government because it provides services entirely or almost entirely to the primary government.

Jointly Governed Organization

The primary government and the Town of Fishers jointly own, on an equal basis, a certain railroad right-of-way obtained from a railroad company extending approximately 37 miles from the City of Tipton, Indiana, to near downtown City of Indianapolis, Indiana. The primary government

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
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and the Town of Fishers created the Historic Railroad Multi-Jurisdictional Port Authority (Port Authority) for the purpose of protecting and preserving the existence of real property, contained within the railroad's right-of-way, as a single parcel of real estate in perpetuity for such uses as may benefit the citizens of Noblesville and Fishers, including, but not necessarily limited to, recreational, transportation, and tourism purposes. Subsequently, Hamilton County joined with the primary government and the Town of Fishers to become part of the Port Authority. The Port Authority's board consists of six members with two appointed by the Mayor of the primary government, two appointed by the Town Council of Fishers, and two appointed by the County Commissioners of Hamilton County. The primary government, Town of Fishers, and Hamilton County do not have any obligations for or any interests in Port Authority matters.

B. Government-Wide and Fund Financial Statements

Government-wide financial statements (i.e., the Statement of Net Assets and the Statement of Activities) report information on all of the nonfiduciary activities of the primary government. For the most part, the effect of interfund activity has been removed from these statements. Governmental activities, which normally are supported by taxes and intergovernmental revenues, are reported separately from business-type activities, which rely to a significant extent on fees and charges for support. Likewise, the primary government is reported separately from certain legally separate component units for which the primary government is financially accountable.

The Statement of Activities demonstrates the degree to which direct expenses of a given function or segments are offset by program revenues. Direct expenses are clearly identifiable with a specific function or segment. Program revenues include (1) charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function or segment and (2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as general revenues.

Separate financial statements are provided for governmental funds, proprietary funds and fiduciary funds, even though the latter are excluded from the government-wide financial statements. Major individual governmental funds and major individual enterprise funds are reported as separate columns in the fund financial statements.

C. Measurement Focus, Basis of Accounting and Financial Statement Presentation

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the primary government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, are recorded only when payment is due.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Property taxes, franchise taxes, licenses and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. All other revenue items are considered to be measurable and available only when the primary government receives cash.

The primary government reports the following major governmental funds:

The general fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.

The Redevelopment Authority – Debt Service fund (debt service) accounts for the accumulation of resources and payments of general obligation bonds issued by the Noblesville Redevelopment Authority (a component unit of the City of Noblesville). Financing is provided by semiannual lease payments from the County Option Income Tax (COIT) fund.

The Redevelopment Authority - Capital Projects fund (capital projects) accounts for expenditures related to the construction of various infrastructure projects. Financing is provided by general obligation bonds issued by the Noblesville Redevelopment Authority (a component unit of the City of Noblesville).

The primary government reports the following major proprietary fund:

The wastewater utility fund accounts for the operation of the primary government's wastewater treatment plant, pumping stations and collection systems.

Additionally, the primary government reports the following fund types:

The internal service fund accounts for the collection and payment to an insurance third party administrator for the City's employees' health and life insurance programs provided to other departments on a cost-reimbursement basis.

The pension trust funds account for the activities of the 1925 Police Officers' and 1937 Firefighters' pension funds which accumulate resources for pension benefit payments.

The private purpose trust fund accounts for the funds being held for vendor security bonds, maintenance bonds, and performance bonds. These bonds are normally held for a specific length of time and then returned to the payee.

The agency fund accounts for payroll withholdings held by the primary government as an agent for the federal and state governments, and various employee insurance companies. Agency funds, however, report only assets and liabilities. Since they do not report equity (or changes in equity), they have no measurement focus.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The primary government has elected not to follow subsequent private-sector guidance.

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NOTES TO FINANCIAL STATEMENTS  
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As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are payments-in-lieu of taxes and other charges between the government's wastewater function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include (1) charges to customers or applicants for goods, services or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions. Internally dedicated resources are reported as general revenues rather than as program revenues. Likewise, general revenues include all taxes.

Proprietary funds distinguish operating revenues from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the enterprise funds are charges to customers for sales and services. Operating expenses for enterprise funds and internal service funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

When both restricted and unrestricted resources are available for use, it is the primary government's policy to use restricted resources first, then unrestricted resources as they are needed.

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

The primary government's cash and cash equivalents are considered to be cash on hand, demand deposits and short-term investments with original maturities of three months or less from the date of acquisition.

State statute (IC 5-13-9) authorizes the primary government to invest in securities, including but not limited to, federal government securities, repurchase agreements, and certain money market mutual funds. Certain other statutory restrictions apply to all investments made by local governmental units.

Debt securities are reported at fair value. Debt securities are defined as securities backed by the full faith and credit of the United States Treasury or fully insured or guaranteed by the United States or any United States government agency.

Investment income, including changes in the fair value of investments, is reported as revenue in the operating statement.

2. Interfund Transactions and Balances

Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as "interfund receivables/payables" (i.e., the current and noncurrent portion of interfund loans). All other outstanding balances between funds are reported as "interfund services provided/used." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "internal balances."

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3. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the primary government in June and in December. State statutes (IC 6-1.1-17-16) require the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. 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 that become delinquent if not paid by May 10 and November 10, respectively. Delinquent property taxes outstanding at year end for governmental and/or proprietary funds, net of allowances for uncollectible accounts, are recorded as a receivable with an offset to deferred revenue since the amounts are not considered available within 60 days.

4. Cash and Cash Equivalents

Cash and cash equivalents include amounts in demand deposits as well as short-term investments with a maturity date within three months of the date acquired by the City.

5. Inventories and Prepaid Items

All inventories are valued at cost using the first in/first out (FIFO) method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

Certain payments to vendors reflect costs applicable to future accounting periods and are recorded as prepaid items in both government-wide and fund financial statements.

6. Restricted Assets

Certain proceeds of the enterprise fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets balance sheet because City Ordinance No. 34-5-03 requires the establishment of a Bond and Interest Fund and a Depreciation Fund.

7. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements.

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.

Capitalization thresholds (the dollar values above which asset acquisitions are added to the capital asset accounts), depreciation methods and estimated useful lives of capital assets reported in the government-wide statements and proprietary funds are as follows:

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(Continued)

	Capitalization Threshold	Depreciation Method	Estimated Useful Life
Governmental activities:			
Land	\$ 5,000	N/A	N/A
Buildings and improvements	5,000	Straight-line	20 - 50 yrs
Machinery and equipment	5,000	Straight-line	3 - 25 yrs
Roads – collectors and residential	5,000	Straight-line	10 - 50 yrs
Business-type activities:			
Land	5,000	N/A	N/A
Buildings and improvements	5,000	Straight-line	20 - 50 yrs
Machinery and equipment	5,000	Straight-line	3 - 25 yrs
Wastewater distribution and Collection systems	5,000	Straight-line	50 yrs

N/A = Not applicable

For depreciated assets, the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized.

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental-type and business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by the primary government in its business-type activities was \$1,777,136. There was no interest expense capitalized during 2010.

8. Compensated Absences

- a. Sick Leave – primary government employees earn sick leave at the rate of 7 hours per month worked. Unused sick leave may be accumulated to a maximum of 120 days. Full-time employees terminating their employment on or after January 1, 2007, are entitled to payment of their unused sick time, based on the years of full-time service with the City.
- b. Vacation Leave – primary government employees earn vacation leave at rates from 10 days to 25 days per year based upon the number of years of service. Vacation leave may not be accumulated. Unused accrued vacation leave is paid to employees through cash payments upon termination.

Vacation and sick leave are accrued when incurred in government-wide statements and proprietary fund statements and are reported as a liability in the statement of net assets. Only amounts due and payable at year end to terminated employees are included in the fund statements.

9. Unavailable and Unearned Revenue

Unavailable and unearned revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

10. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, and proprietary fund type statement of net assets. Bond premiums and discounts, as well as issuance costs, are deferred and amortized over the life of the bonds using the interest method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as deferred charges.

In the fund financial statements, governmental fund types recognize bond premiums and discounts, as well as bond issuance costs, during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from actual debt proceeds received, are reported as debt service expenditures.

11. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

II. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the City's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance Corporation or the Public Deposit Insurance Fund, which covers all public funds held in approved depositories. The City does not have a formal deposit policy for custodial credit risk.

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2010, the City had the following investments:

Investment Type	Government Fair Value	Investment Maturities (in Years)	
		Less Than 1	1-2
Mutual funds	\$ 16,869,298	\$ 16,869,298	\$ -

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Statutory Authorization for Investment Policies

Indiana Code 5-13-9 authorizes the City to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the unit to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of no more than 2 years.

Indiana code also provides for investment in money market mutual funds that are in the form of securities of or interest in an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50 percent of the funds held by the City and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise; or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. The form of securities or interest in an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

Additionally, the City may enter into repurchase agreements with depositories designated by the State Board of Finance as depositories for state deposits involving the unit's purchase and guaranteed resale of any interest-bearing obligations issued or fully insured or guaranteed by the United States of America, a United States of America government agency, an instrumentality of the United States of America, or a federal government sponsored enterprise. The repurchase agreement is considered to have a stated final maturity of one day. This agreement must be fully collateralized by interest-bearing obligations as determined by their current market value.

Investment Custodial Credit Risk

The custodial risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City does not have a formal investment policy for custodial credit risk for investments. At December 31, 2010, the City held investments in mutual funds in the amount of \$16,869,298. Of these investments \$16,869,298 were held by the counterparty's trust department or agent in the City's name.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City must follow state statute and limit the stated final maturities of the investments to no more than 2 years. The City does not have a formal investment policy for interest rate risk for investments.

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Credit Risk

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below. The City does not have a formal investment policy for credit risk for investments.

Standard and Poor's Rating	<u>City's Investments</u>
	Mutual Funds
AAA	<u>\$ 16,869,298</u>

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City does not have a policy in regards to concentration of credit risk. United States of America government and United States of America governmental agency securities are exempt from this policy requirement.

B. Receivables

The Emergency Management Service receivable accounts have timing and credit characteristics different from typical accounts receivable. Many of these receivables are due from insurance companies and collection experience indicates that most are received in excess of 90 days.

C. Capital Assets

Capital asset activity for the year ended December 31, 2010, was as follows:

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 13,543,324	\$ 291,143	\$ -	\$ 13,834,467
Right-of-ways	39,400,879	862,708	-	40,263,587
Construction in progress	<u>10,971,763</u>	<u>14,189,771</u>	<u>4,697,906</u>	<u>20,463,628</u>
Total capital assets, not being depreciated	<u>63,915,966</u>	<u>15,343,622</u>	<u>4,697,906</u>	<u>74,561,682</u>
Capital assets, being depreciated:				
Buildings	44,086,972	530,180	-	44,617,152
Improvements other than buildings	8,946,571	1,237,505	-	10,184,076
Machinery and equipment	19,156,498	802,799	652,029	19,307,268
Roads being depreciated	154,916,663	3,587,688	347,653	158,156,698
Storm sewers being depreciated	27,400,078	1,416,378	-	28,816,456
Traffic signals	<u>1,886,213</u>	<u>-</u>	<u>-</u>	<u>1,886,213</u>
Totals	<u>256,392,995</u>	<u>7,574,550</u>	<u>999,682</u>	<u>262,967,863</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities (continued):				
Capital assets, being depreciated (continued):				
Less accumulated depreciation for:				
Buildings	5,373,729	876,099	-	6,249,828
Improvements other than buildings	1,152,851	172,118	-	1,324,969
Machinery and equipment	7,215,133	1,769,194	577,396	8,406,931
Roads being depreciated	17,935,247	3,467,954	77,256	21,325,945
Storm sewers being depreciated	1,885,813	628,394	-	2,514,207
Traffic signals	467,690	130,009	-	597,699
Totals	34,030,463	7,043,768	654,652	40,419,579
Total capital assets, being depreciated, net	222,362,532	530,782	345,030	222,548,284
Total governmental activities capital assets, net	<u>\$ 286,278,498</u>	<u>\$ 15,874,404</u>	<u>\$ 5,042,936</u>	<u>\$ 297,109,966</u>

<u>Primary Government</u>	<u>Previously Reported Beginning Balance</u>	<u>Prior Period Adjustment</u>	<u>Restated Beginning Balance</u>
Business-type activities			
Capital assets, not being depreciated:			
Land	\$ 687,736	\$ -	\$ 687,736
Construction in progress	21,624,582	609,378	22,233,960
Total capital assets, not being depreciated	22,312,318	609,378	22,921,696
Capital assets, being depreciated:			
Buildings	21,127,830	-	21,127,830
Improvements other than buildings	68,017,448	-	68,017,448
Machinery and equipment	11,286,331	-	11,286,331
Totals	100,431,609	-	100,431,609
Less accumulated depreciation for:			
Buildings	5,622,373	-	5,622,373
Improvements other than buildings	7,552,120	-	7,552,120
Machinery and equipment	6,304,896	-	6,304,896
Totals	19,479,389	-	19,479,389
Total capital assets, being depreciated, net	80,952,220	-	80,952,220
Total business-type activities capital assets, net	<u>\$ 103,264,538</u>	<u>\$ 609,378</u>	<u>\$ 103,873,916</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

<u>Primary Government</u>	<u>Restated Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 687,736	\$ -	\$ -	\$ 687,736
Construction in progress	22,233,960	7,406,310	21,455,152	8,185,118
Total capital assets, not being depreciated	22,921,696	7,406,310	21,455,152	8,872,854
Capital assets, being depreciated:				
Buildings	21,127,830	11,506,164	-	32,633,994
Improvements other than buildings	68,017,448	951,841	-	68,969,289
Machinery and equipment	11,286,331	10,041,754	91,283	21,236,802
Totals	100,431,609	22,499,759	91,283	122,840,085
Less accumulated depreciation for:				
Buildings	5,622,373	483,883	-	6,106,256
Improvements other than buildings	7,552,120	914,149	-	8,466,269
Machinery and equipment	6,304,896	379,104	81,689	6,602,311
Totals	19,479,389	1,777,136	81,689	21,174,836
Total capital assets, being depreciated, net	80,952,220	20,722,623	9,594	101,665,249
Total business-type activities capital assets, net	<u>\$ 103,873,916</u>	<u>\$ 28,128,933</u>	<u>\$ 21,464,746</u>	<u>\$ 110,538,103</u>

Depreciation expense was charged to functions/programs of the primary government as follows:

Governmental activities:	
General government	\$ 653,276
Public safety	1,083,254
Highways and streets	4,847,969
Culture and recreation	<u>459,267</u>
Total depreciation expense - governmental activities	<u>\$ 7,043,766</u>
Business-type activities:	
Wastewater	<u>\$ 1,777,136</u>
Total depreciation expense - business-type activities	<u>\$ 1,777,136</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
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D. Construction Commitments

Construction work in progress is composed of the following:

Project	Total Project Authorized	Expended to December 31, 2010	Committed	Required Future Funding
Governmental activities:				
Highways and roadways	\$ 31,887,573	\$ 20,463,628	\$ 11,423,945	\$ -
Totals - governmental activities	31,887,573	20,463,628	11,423,945	-
Business-type activities:				
Wastewater Plant, Phase II	1,433,520	564,704	868,816	-
Maple avenue	9,337,977	7,620,414	1,717,563	-
Total - business-type activities	10,771,497	8,185,118	2,586,379	-
Totals	\$ 42,659,070	\$ 28,648,746	\$ 14,010,324	\$ -

E. Interfund Activity

Interfund transfers at December 31, 2010, were as follows:

Transfer From	Transfer To				Totals
	General	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental	
Governmental:					
Major funds:					
General	\$ -	\$ -	\$ 164,063	\$ 222,500	\$ 386,563
Redevelopment Authority - Debt Service	-	-	61,771	1,298,220	1,359,991
Redevelopment Authority - Capital Projects	-	75,991	-	1,385,260	1,461,251
Nonmajor governmental	170,000	7,848,675	-	4,729,215	12,747,890
Totals	\$ 170,000	\$ 7,924,666	\$ 225,834	\$ 7,635,195	\$ 15,955,695

The primary government typically uses transfers to fund ongoing operating subsidies and to transfer the portion of state-shared revenues from the General Fund to the Debt Service Fund for current-year debt service requirements.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

F. Other Income

The other income shown on the Statement of Revenues, Expenditures, and Changes in Fund Balances is comprised of the following:

Description	General Fund	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental Funds	Totals
Interest Earned	\$ 41,199	\$ 51,275	\$ 302	\$ 88,364	\$ 181,140
Refunds and Reimbursements	727,671	364,775	-	1,074,331	2,166,777
Donations	-	-	-	296,081	296,081
Totals	<u>\$ 768,870</u>	<u>\$ 416,050</u>	<u>\$ 302</u>	<u>\$ 1,458,776</u>	<u>\$ 2,643,998</u>

G. Leases

1. Operating Leases

The primary government has entered into various operating leases having initial or remaining noncancelable terms exceeding one year for copiers and a postage meter. Rental expenditures for these leases were \$14,946. The following is a schedule by years of future minimum rental payments as of December 31, 2010:

2011	12,520
2012	<u>1,020</u>
Total	<u>\$ 13,540</u>

2. Capital Leases

The primary government has entered into various capital leases for equipment for various departments including Police, Fire, Street, Emergency Medical Services, Park, and Network. Future minimum lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2010, are as follows:

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
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2011	\$ 886,352
2012	847,133
2013	574,717
2014	538,821
2015	397,166
2016	<u>158,324</u>
Total minimum lease payments	3,402,513
Less amount representing interest	<u>(432,525)</u>
Present value of net minimum lease payments	2,969,988
Less current portion of capital lease	<u>(747,238)</u>
Total long-term portion	<u>\$ 2,222,750</u>

Assets acquired through capital leases still in effect are as follows:

	<u>Governmental Activities</u>
Machinery and equipment	\$ 4,777,120
Accumulated depreciation	<u>(412,141)</u>
Total	<u>\$ 4,364,979</u>

H. Long-Term Liabilities

1. General Obligation Bonds

The primary government issues general obligation bonds to provide funds for the acquisition and construction of major capital facilities.

General obligation bonds are direct obligations and pledge the full faith and credit of the primary government. General obligation bonds currently outstanding at year end are as follows:

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
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Purpose	Interest Rates	Original Debt Issued	Outstanding Principal
2003 Redevelopment District Bonds (Field Dr. Project) due in installments of \$40,000 to \$65,000 plus interest through January 15, 2023	1.50% to 5.00%	\$ 900,000	\$ 615,000
1998 Building Corporation Bonds (Commerce Park) due in installments of \$195,000 to \$225,000 plus interest through December 15, 2014	4.50% to 4.85%	2,400,000	840,000
2001 Building Corporation Bonds (Fire Station 2) due in installments of \$40,000 to \$60,000 plus interest through January 15, 2019	3.25% to 5.00%	1,330,000	820,000
2004 Building Corporation Bonds (Fire Station 5 and 6) due in installments of \$155,000 to \$300,000 plus interest through January 15, 2025	2.00% to 5.00%	7,690,000	6,290,000
2010 Redevelopment Authority Refunding Bonds (Fox Prairie Golf Course) due in installments of \$50,000 to \$125,000 plus interest through January 1, 2020	2.00% to 3.50%	1,985,000	1,985,000
2009 Redevelopment Authority Refunding Bonds (Stoney Creek East) due in installments of \$170,000 to \$190,000 plus interest through February 1, 2022	2.00% to 4.05%	4,080,000	3,740,000
2010 Redevelopment Authority Refunding Bonds (Hague Rd./Field Dr.) due in installments of \$375,000 to \$605,000 plus interest through January 15, 2024	2.00% to 5.00%	12,885,000	12,885,000
2003 Redevelopment Authority Bonds (Exit 10) due in installments of \$170,000 to \$1,010,000 plus interest through January 15, 2028	2.75% to 4.65%	23,880,000	23,300,000
2004 Redevelopment Authority Bonds (Little Chicago Road) due in installments of \$140,000 to \$275,000 plus interest through January 15, 2026	2.35% to 5.00%	7,325,000	6,145,000
2006 Redevelopment Authority Bonds (146th Street Expansion) due in installments of \$325,000 to \$1,825,000 plus interest through February	4.00% to 5.25%	44,370,000	42,840,000
2006 Redevelopment Authority Bonds (Hamilton Town Center) due in installments of \$200,000 to \$760,000 plus interest through February 1, 2032	4.50% to 5.00%	20,870,000	20,680,000
2005 Building Corporation Bonds (City Hall) due in installments of \$275,000 to \$760,000 plus interest through January 15, 2025	3.00% to 5.00%	17,040,000	16,070,000
2007 Redevelopment Authority Bonds (Hazel Dell Road) due in installments of \$25,000 to \$1,045,000 plus interest through February 1, 2029	4.25% to 5.75%	24,330,000	24,310,000
2008 Building Authority Bonds (Fire Station 7) due in installments of \$165,000 to \$355,000 plus interest through July 15, 2028	3.00% to 5.00%	9,025,000	8,695,000
2008 Redevelopment Authority Bonds (SMC) due in installments of \$45,000 to \$525,000 plus interest through February 1, 2031	3.50% to 5.13%	12,590,000	12,590,000
2009 Redevelopment Authority Bonds (Union Chapel) due in installments of \$125,000 to \$615,000 plus interest through August 1, 2029	2.00% to 4.70%	12,285,000	12,285,000
2009 COIT Bonds due in installments of \$85,000 to \$170,000 plus interest through December 15, 2028	1.50% to 5.00%	4,480,000	4,270,000
2010 Redevelopment Authority Bonds (Union Chapel) due in installments of \$120,000 to \$215,000 plus interest through February 1, 2030	2.00% to 4.25%	5,860,000	5,860,000
Totals		<u>\$ 213,325,000</u>	204,220,000
Current portion of debt			(5,325,000)
Unamortized bond discount			(329,187)
Unamortized bond premium			3,259,876
Unamortized deferred loss			<u>(709,346)</u>
Total long-term portion			<u>\$ 201,116,343</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Annual debt service requirements to maturity for general obligation bonds are as follows:

Year Ended December 31	Governmental Activities		
	Principal	Interest	Totals
2011	\$ 5,325,000	\$ 9,189,763	\$ 14,514,763
2012	6,780,000	9,181,585	15,961,585
2013	7,730,000	8,835,985	16,565,985
2014	8,645,000	8,640,331	17,285,331
2015	9,205,000	8,289,377	17,494,377
2016-2020	53,795,000	34,852,241	88,647,241
2021-2025	62,970,000	21,005,618	83,975,618
2026-2030	47,010,000	6,252,523	53,262,523
2031-2032	2,760,000	122,258	2,882,258
Totals	<u>\$ 204,220,000</u>	<u>\$ 106,369,681</u>	<u>\$ 310,589,681</u>

2. Revenue Bonds

The primary government issues bonds to be paid by income derived from the acquired or constructed assets. Revenue bonds outstanding at year end are as follows:

Purpose	Interest Rates	Original Debt Issued	Outstanding Principal
2003 Refunding revenue bonds due in installments of \$250,000 to \$445,000 plus interest through January 1, 2024	2.00% to 5.00%	\$ 12,040,000	\$ 8,740,000
2006 Revenue bonds due in installments of \$110,000 to \$710,000 plus interest through January 1, 2026	4.13% to 4.25%	7,370,000	6,565,000
2007 Revenue bonds due in installments of \$245,000 to \$1,290,000 plus interest through January 1, 2028	4.25% to 5.75%	16,355,000	15,405,000
Totals		<u>\$ 35,765,000</u>	30,710,000
Current portion of debt			(605,000)
Unamortized premium			258,983
Unamortized discount			<u>(230,953)</u>
Total long-term portion			<u>\$ 30,133,030</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Revenue bonds debt service requirements to maturity are as follows:

Year Ended December 31	Business-Type Activities		
	Principal	Interest	Totals
2011	\$ 1,235,000	\$ 1,374,590	\$ 2,609,590
2012	1,285,000	1,324,862	2,609,862
2013	1,340,000	1,273,025	2,613,025
2014	1,395,000	1,212,634	2,607,634
2015	1,460,000	1,147,653	2,607,653
2016-2020	8,405,000	4,654,158	13,059,158
2021-2025	10,600,000	2,512,793	13,112,793
2026-2030	4,990,000	283,950	5,273,950
Totals	<u>\$ 30,710,000</u>	<u>\$ 13,783,665</u>	<u>\$ 44,493,665</u>

3. Advance Refunding

On November 16, 2010, the primary government through its Redevelopment Authority issued \$12,885,000 in Redevelopment Lease Rental Refunding Bonds to advance refund \$12,705,000 of the outstanding Redevelopment Lease Rental Bonds of 2003. Bond proceeds together with funds on hand were used to purchase U.S. government securities which were deposited in an irrevocable trust to provide for all future debt service payments of \$13,420,200 of the 2003 bonds. As a result, the 2003 bonds are considered to be defeased and the primary government has removed the liability from its accounts. The reacquisition price exceeded the net carrying value of the old debt by \$626,192. This amount is being netted against the new debt and amortized over the remaining life of the refunded bonds.

At December 31, 2010, bonds totaling \$12,705,000 were considered to be defeased. The advanced refunding reduced total debt service payments over the next 13 years by more than \$1.1 million. This results in an economic gain of \$1,037,287.

4. Current Refunding

On November 16, 2010, the primary government through its Redevelopment Authority issued \$1,985,000 in County Option Income Tax (COIT) Lease Rental Refunding Bonds for the current refunding of \$1,870,000 of the outstanding COIT Lease Rental Bonds of 1999. Bond proceeds together with funds on hand were used to provide for all remaining debt service, through the December 16, 2010 redemption date, of \$1,917,338 of the 1999 bonds. The reacquisition price exceeded the net carrying value of the old debt by \$83,154. This amount is being netted against the new debt and amortized over the remaining life of the refunding bonds. The refunding reduced total debt service payments over the next 8 years by \$157,490 and results in an economic gain of \$129,812.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

5. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2010, was as follows:

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable	\$ 202,875,000	\$ 20,730,000	\$ 19,385,000	\$ 204,220,000	\$ 5,325,000
Compensated absences	3,933,112	1,948,518	1,785,318	4,096,312	1,286,062
Capital leases	3,840,026	162,527	1,032,565	2,969,988	747,238
Net OPEB obligation	<u>5,356,367</u>	<u>2,885,363</u>	<u>142,846</u>	<u>8,098,884</u>	<u>-</u>
Total governmental activities long-term liabilities	<u>\$ 216,004,505</u>	<u>\$ 25,726,408</u>	<u>\$ 22,345,729</u>	<u>\$ 219,385,184</u>	<u>\$ 7,358,300</u>
Business-type activities:					
Revenue bonds payable	\$ 31,890,000	\$ -	\$ 1,180,000	\$ 30,710,000	\$ 605,000
Compensated absences	<u>383,062</u>	<u>178,594</u>	<u>194,149</u>	<u>367,507</u>	<u>111,526</u>
Total business-type activities long-term liabilities	<u>\$ 32,273,062</u>	<u>\$ 178,594</u>	<u>\$ 1,374,149</u>	<u>\$ 31,077,507</u>	<u>\$ 716,526</u>

Compensated absences for governmental activities typically have been liquidated from the general, motor vehicle highway and park and recreation funds.

I. Restricted Net Assets

The government-wide statement of net assets report restricted net assets for the governmental activities and business-type activities of \$25,626,888 and \$4,639,898, respectively, all of which are restricted by enabling legislation.

J. Investment in Capital Assets Net of Related Debt

The investments in capital assets net of related debt is composed of the outstanding debt associated with the acquisition of capital assets less the cash on hand from bond issues at year end. The breakdown is scheduled as follows:

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

	Governmental Activities	Business-Type Activities
Total capital assets	\$ 297,109,966	\$ 110,538,103
Less:		
Bonds payable	206,441,343	30,738,030
Capital lease payable	2,969,988	-
Deduct cash on hand	(6,179,516)	(763,901)
Total related net debt	203,231,815	29,974,129
Investment in capital assets, net of related debt	<u>\$ 93,878,151</u>	<u>\$ 80,563,974</u>

K. Unavailable and Unearned Revenue

The unavailable and unearned revenue balances in the governmental funds are as follows:

	Taxes	Intergovernmental	Totals
Unavailable revenue:			
General	\$ 756,116	\$ 259,365	\$ 1,015,481
Motor vehicle highway	126,189	42,376	168,565
Park and recreation	71,866	24,134	96,000
Fire Station 2 debt	5,772	1,938	7,710
Public safety building debt bonds	566	190	756
Fire Stations 5 and 6 debt	26,143	8,779	34,922
Little Chicago Road debt	24,106	8,095	32,201
City Hall debt	64,736	21,739	86,475
Fire Station 7 and street debt	31,236	10,490	41,726
Cumulative capital improvement	-	11,364	11,364
Cumulative capital development	33,839	19,975	53,814
Cumulative building and fire fighting equipment	22,408	7,525	29,933
Total unavailable revenue	<u>\$ 1,162,977</u>	<u>\$ 415,970</u>	<u>\$ 1,578,947</u>
Unearned revenue:			
General	<u>\$ 5,252,083</u>	<u>\$ -</u>	<u>\$ 5,252,083</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

L. Restatements

For the year ended December 31, 2010, certain changes have been made to the financial statements to more appropriately reflect financial activity of the primary government.

In 2009, a change in funding contributions of the 1925 Police and 1937 Firefighters' Pensions was enacted based on the following law change: Indiana Code 5-10.3-11-4.7 states "(a) In 2009 and each year thereafter, the state board shall distribute from the pension relief fund to each unit of local government the total amount of pension, disability, and survivor benefit payments from the 1925 police pension fund (IC 36-8-6), and the 1937 firefighters' pension fund (IC 36-8-7), and the 1953 police pension fund (IC 36-8-7.5) to be made by the unit in the calendar year, as estimated by the state board under section 4 of this chapter, after subtracting any distributions to the unit from the public deposit insurance fund that will be used for benefit payments." Based on an interpretation of this law, it was determined that the primary government no longer was liable for the pension obligations of the 1925 Police and 1937 Firefighters' Pensions. Upon further review at the state level and in consultation with GASB, it was determined that the local governments would retain reporting of the liabilities because those covered by these pensions are still local government employees and the local governments remain legally responsible for making the pension payments to them. The local governments are still legally responsible to administer the plans and make the pension payments. Therefore, the liability is reinstated.

The prior period adjustment to capital assets was a result of an adjustment made to capitalize Wastewater Utility project construction expenditures reported as expenses in the prior year, rather than as an addition to construction in progress of \$609,378.

The following schedule presents a summary of restated beginning balances by fund type.

	Governmental Activities	Business-Type Activities
Net assets - beginning - as previously stated	\$ 144,861,690	\$ 97,714,661
Prior period adjustment:		
Capital assets	-	609,378
Net pension obligation	(5,565,022)	-
Net assets - beginning - as restated	<u>\$ 139,296,668</u>	<u>\$ 98,324,039</u>

M. Subsequent Events

On April 27, 2011, the City issued \$12,000,000 of Sewage Works Revenue Bonds. The bonds are payable solely from the net revenues of the City's sewage works and the proceeds, together with utility funds on hand, will be used to pay the costs of certain additions, extensions and improvements to the sewage works and to pay issuance costs.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

N. Receipts Pledged

Wastewater Utility Receipts Pledged

The City has pledged future receipts, net of specified operating expenditures, to repay revenue bonds issued in 2003 and 2009. Proceeds from the bonds provided financing for Wastewater treatment plant expansion. The bonds are payable solely from net receipts and are payable through 2028. Annual principal and interest payments are expected to require less than 25 percent of net receipts.

III. Other Information

A. Risk Management

The primary government is 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 (excluding postemployment benefits); and natural disasters.

The risks of 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 (excluding postemployment benefits); and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees, Retirees, and Dependents

The primary government has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees, and dependents. The risk financing fund is accounted for in the Employee Benefit Trust Fund, an internal service fund, where assets are set aside for claim settlements. An excess policy through commercial insurance covers individual claims in excess of \$40,000 per year. Settled claims resulting from this risk did not exceed commercial insurance coverage in the past three years. A premium is charged to each fund that accounts for payroll expenses. The total charge allocated to each of the funds is calculated as it relates to payroll. Provisions are also made for unexpected and unusual claims.

Claim expenditures and liabilities of the fund are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported (IBNRs). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amounts of pay outs and other economic and social factors.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Changes in the balance of claim liabilities during the past two years are as follows:

	2010	2009
Unpaid claims, beginning of fiscal year	\$ 417,571	\$ 452,701
Incurred claims and changes in estimates	6,894,122	5,536,592
Claim payments	<u>6,840,341</u>	<u>5,571,722</u>
Unpaid claims, end of fiscal year	<u>\$ 471,352</u>	<u>\$ 417,571</u>

Job Related Illnesses or Injuries to Employees

During 1997, the primary government joined together with other governmental entities to form the Indiana Public Employers' Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for approximately 515 member governmental entities. This risk pool was formed in 1990. The purpose of the risk pool is to provide a medium for the funding and administration of benefits for job related illnesses or injuries to employees. The primary government pays an annual premium to the risk pool for its coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$1,000,000 limit.

B. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

Noblesville Healthcare Plan is a single-employer defined benefit healthcare plan administered by the City of Noblesville. The plan provides health, vision and dental benefits to eligible retirees and their spouses. Local ordinance assigns the authority to establish and amend benefit provisions to the City.

Funding Policy

The contribution requirements of plan members for the Noblesville Healthcare Plan are established by the City's insurance committee and approved by the City Council. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the governing board. For the year ended December 31, 2010, the City contributed \$112,404 to the plan for current premiums. Plan members receiving benefits contributed \$16,861, or approximately 15 percent of the total premiums.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed 30 years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the plan:

Annual required contribution	\$ 1,631,806
Amortization of transition liability	1,112,969
Interest on net OPEB obligation	405,955
Adjustment to annual required contribution	<u>(332,960)</u>
Annual OPEB cost	2,817,770
Contributions made	<u>93,210</u>
Increase in net OPEB obligation	2,724,560
Net OPEB obligation, beginning of year	<u>5,374,324</u>
Net OPEB obligation, end of year	<u><u>\$ 8,098,884</u></u>

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2010 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12-31-08	\$ 2,795,311	6.3%	\$ 2,618,052
12-31-09	2,850,719	3.9%	5,356,367
12-31-10	2,817,770	3.0%	8,098,884

Funded Status and Funding Progress

As of December 31, 2010, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$25,645,297, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$25,645,297. The covered payroll (annual payroll of active employees covered by the plan) was \$19,174,969, and the ratio of the UAAL to covered payroll was 134 percent.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The Schedule of Funding Progress, presented as Required Supplementary Information following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumption

Projections of benefits for financial reporting purposes are based on the substantive plan (the plan as understood by the employer and the plan members) and include the types of benefits provided at the time of each valuation and the historical pattern of sharing of benefit costs between the employer and plan members to that point. The actuarial methods and assumptions used include techniques that are designed to reduce the effects of short-term volatility in actuarial accrued liabilities and the actuarial value of assets, consistent with the long-term perspective of the calculations.

In the December 31, 2008, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 10.0 percent initially, reduced by decrements to an ultimate rate of 6.0 percent after 10 years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2008, was 29 years.

C. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

The primary government contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. PERF is an agent multiple-employer public employee retirement system, which provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the PERF Board, most requirements of the system and give the primary government authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Public Employees' Retirement Fund  
Harrison Building, Room 800  
143 West Market Street  
Indianapolis, IN 46204  
Ph. (317) 233-4162

Funding Policy and Annual Pension Cost

PERF members are required to contribute 3 percent of their annual covered salary. The primary government is required to contribute at an actuarially determined rate; the current rate is 7.5 percent of annual covered payroll. The contribution requirements of plan members and primary government are established and may be amended by the PERF Board of Trustees. The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The primary government's annual pension cost and related information, as provided by the actuary, is presented in this note.

Information to segregate the assets/liabilities and the actuarial study figures between the primary government and the Wastewater Utility is not available.

Annual Pension Cost

For 2010, the primary government's annual pension cost of \$691,790 for PERF was equal to the City's required and actual contributions.

b. 1925 Police Officers' Pension Plan

Plan Description

The primary government contributes to the 1925 Police Officers' Pension Plan which 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 and Annual Pension Cost

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to 6 percent of the salary of a first class patrolman. The primary government is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis); the amount contributed for 2010 is \$267,281. The contribution requirements of plan members and the primary government are established by state statute. All of this amount is contributed by the State of Indiana on behalf of the primary government. On-behalf contributions from the State of Indiana approximates the amount paid out for benefits.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The primary government's annual pension cost and related information, as provided the actuary, is presented in this note.

The use of pay-as-you-go actuarial cost method by the primary government results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

Annual Pension Cost

For 2010, the primary government's annual pension cost of \$196,700 for 1925 Police Officers' Pension Plan was equal to the primary government's required and actual contributions.

c. 1937 Firefighters' Pension Plan

Plan Description

The primary government contributes to the 1937 Firefighters' Pension Plan which 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.

Funding Policy and Annual Pension Cost

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to 6 percent of the salary of a fully paid first class firefighter. The primary government is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis); the amount contributed for 2010 is \$460,610. The contribution requirements of plan members and the primary government are established by state statute. All of this amount is contributed by the State of Indiana on behalf of the primary government. On-behalf contributions from the State of Indiana approximates the amount paid out for benefits.

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute. The primary government's annual pension cost and related information, as provided the actuary, is presented in this note.

The use of pay-as-you-go actuarial cost method by the primary government results in significant underfunding of the plan. Therefore, the Net Pension Obligation (NPO) is not reflected in the financial statements of the pension trust funds.

Annual Pension Cost

For 2010, the primary government's annual pension cost of \$566,800 for 1937 Firefighters' Pension Plan was equal to the primary government's required and actual contributions.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Actuarial Information for the Above Plans

	PERF	Officers' Pension	Firefighters' Pension
Annual required contribution	\$ 687,510	\$ 235,300	\$ 622,400
Interest on net pension obligation	(30,662)	137,000	196,900
Adjustment to annual required contribution	<u>34,942</u>	<u>(175,600)</u>	<u>(252,500)</u>
Annual pension cost	691,790	196,700	566,800
Contributions made	<u>683,186</u>	<u>267,281</u>	<u>480,610</u>
Increase in net pension obligation	8,604	(70,581)	86,190
Net pension obligation, beginning of year	<u>(422,926)</u>	<u>2,282,848</u>	<u>3,282,174</u>
Net pension obligation, end of year	<u>\$ (414,322)</u>	<u>\$ 2,212,267</u>	<u>\$ 3,368,364</u>

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Contribution rates:			
City	7.5%	0%	0%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-10	01-01-10	01-01-10
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed 30 years	Level percentage of projected payroll, closed 20 years	Level percentage of projected payroll, closed 20 years
Amortization period			
Amortization period (from date)	07-01-07	01-01-05	01-01-05
Asset valuation method	75% of expected actuarial value plus 25% of market value	4 year phase in of unrealized and realized capital	4 year Phase in of unrealized and realized capital

Actuarial Assumptions

Investment rate of return	7.25%	6.00%	6.00%
Projected future salary increases:			
Total	5.00%	4.00%	4.00%
Attributed to inflation	4.00%	4.00%	4.00%
Attributed to merit/seniority	1.00%	0.00%	0.00%
Cost-of-living adjustments	1.50%	2.75/4%*	2.75/4%*

\*2.75% converted members; 4% nonconverted members

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Three Year Trend Information

	<u>Year Ending</u>	<u>Annual Pension Cost (APC)</u>	<u>Percentage of APC Contributed</u>	<u>Net Pension Obligation</u>
1925 Police Officers' Pension Plan	06-30-08	\$ 525,377	104%	\$ (429,319)
	06-30-09	634,484	99%	(422,926)
	06-30-10	691,790	99%	(414,322)
	12-31-08	304,400	43%	2,310,729
	12-31-09	235,600	112%	2,282,848
	12-31-10	196,700	136%	2,212,267
1937 Firefighters' Pension Plan	12-31-08	462,700	62%	3,280,584
	12-31-09	482,200	99%	3,282,174
	12-31-10	566,800	85%	3,368,364

Membership in the 1925 Police Officers' Pension Plan and the 1937 Firefighters' Pension Plan at January 1, 2009, was comprised of the following:

	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>
Retires and beneficiaries currently receiving benefits	10	20
Terminated employees entitled to but Not yet receiving benefits	-	-
Current active employees	2	1

Funded status and Funding Progress for the Above Plans

The funded status of each plan as of July 1, 2010, the most recent actuarial valuation date (except the Police Officers' and Firefighters' pension funds which is as of January 1, 2010) is as follows:

<u>Retirement Plan</u>	<u>Actuarial Value of Plan Assets (a)</u>	<u>Actuarial Accrued Liability (AAL) Entry Age (b)</u>	<u>Unfunded AAL or (Funding Excess) (b-a)</u>	<u>Funded Ratio (a/b)</u>	<u>Annual Covered Payroll (c)</u>	<u>Unfunded AAL or (Funding Excess) as a Percentage of Covered Payroll ((b-a)/c)</u>
PERF	\$ 5,888,150	\$ 8,576,723	\$ 2,688,573	69%	\$ 9,320,210	29%
1925 Police Officers' Pension Plan	570,393	3,095,000	(2,524,607)	18%	-	0%
1937 Firefighters' Pension Plan	672,435	8,011,800	(7,339,365)	8%	-	0%

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The Schedule of Funding Progress, presented as RSI for the above plans following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

d. Financial Statements for Defined Benefits Plans

Statements of Fiduciary Net Assets:

<u>Assets</u>	1925 Police Officers' Pension	1937 Firefighters' Pension	Totals
Cash and cash equivalents	\$ 552,996	\$ 570,895	\$ 1,123,891
<u>Net Assets</u>			
Held in trust for:			
Employee's pension benefits	\$ 552,996	\$ 570,895	\$ 1,123,891

Statements of Changes in Fiduciary Net Assets:

<u>Additions</u>	1925 Police Officers' Pension	1937 Firefighters' Pension	Totals
Contributions:			
On behalf	\$ 242,549	\$ 510,454	\$ 753,003
Investment income:			
Interest	-	1,730	1,730
Total additions	242,549	512,184	754,733
<u>Deductions</u>			
Benefits and refunds paid to plan members and beneficiaries	259,946	613,724	873,670
Changes in net assets	(17,397)	(101,540)	(118,937)
Net assets - beginning	570,393	672,435	1,242,828
Net assets - ending	\$ 552,996	\$ 570,895	\$ 1,123,891

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

2. Cost-Sharing Multiple-Employer Defined Benefit Pension Plan

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The primary government contributes to the 1977 Police Officers' and Firefighters' Pension and Disability Fund, a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public Employees' Retirement Plan (PERF) for all police officers and firefighters hired after April 30, 1977.

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 55 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 55. The plan also provides for death and disability benefits.

PERF 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:

Public Employees' Retirement Fund  
Harrison Building, Room 800  
143 West Market Street  
Indianapolis, IN 46204  
Ph. (317) 233-4162

Funding Policy and Annual Pension Costs

Plan members are required to contribute 6 percent of the first-class police officers' and firefighters' salary and the primary government is to contribute at an actuarially determined rate. The current rate, which has not changed since the inception of the plan, is 21 percent of the first-class police officers' and firefighters' salary. The contribution requirements of plan members and the primary government are established by the Board of Trustees of PERF. The primary government's contributions to the plan for the years ending December 31, 2008, 2007, and 2006, were \$1,954,642, \$1,813,416, and \$1,634,086, respectively, equal to the required contributions for each year.

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## Required Supplementary Information

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-08	\$ 5,836,894	\$ 7,186,951	\$ (1,350,057)	81%	\$ 8,401,860	(16%)
07-01-09	6,424,101	8,038,151	(1,614,050)	80%	9,655,412	(17%)
07-01-10	5,888,150	8,576,723	(2,688,573)	69%	9,320,210	(29%)

1925 Police Officers' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-04	\$ 506,188	\$ 4,471,700	\$ (3,965,512)	11%	\$ 90,000	(4,406%)
01-01-05	546,004	3,911,400	(3,365,396)	14%	88,400	(3,807%)
01-01-06	606,784	4,110,700	(3,503,916)	15%	91,000	(3,850%)
01-01-07	660,820	4,222,800	(3,561,980)	16%	97,600	(3,650%)
01-01-08	674,528	4,204,100	(3,529,572)	16%	100,400	(3,516%)
01-01-09	579,172	3,726,700	(3,147,528)	16%	-	No Covered Payroll
01-01-10	570,393	3,095,000	(2,524,607)	18%	-	No Covered Payroll

1937 Firefighters' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-04	\$ 694,212	\$ 8,691,200	\$ (7,996,988)	8%	\$ 134,300	(5,955%)
01-01-05	801,665	8,048,800	(7,247,135)	10%	132,000	(5,490%)
01-01-06	837,397	7,003,500	(6,166,103)	12%	45,400	(13,582%)
01-01-07	853,737	6,831,500	(5,977,763)	12%	48,200	(12,402%)
01-01-08	858,836	6,817,800	(5,958,964)	13%	49,600	(12,014%)
01-01-09	684,002	7,196,700	(6,512,698)	10%	-	No Covered Payroll
01-01-10	672,435	8,011,800	(7,339,365)	8%	-	No Covered Payroll

Other Postemployment Benefits

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-04	*	*	*	*	*	*
01-01-05	*	*	*	*	*	*
01-01-06	*	*	*	*	*	*
01-01-07	*	*	*	*	*	*
01-01-08	\$ -	\$ 17,885,929	\$ (17,885,929)	0%	\$ 15,699,600	(114%)
01-01-09	-	20,313,362	(20,313,362)	0%	18,074,247	(112%)
01-01-10	-	22,786,965	(22,786,965)	0%	18,616,475	(122%)
01-01-11	-	25,645,297	(25,645,297)	0%	19,174,969	(134%)

\* - Information is not available

The notes to the required supplementary information are an integral part of the required supplementary information.

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF CONTRIBUTIONS FROM THE  
EMPLOYER AND OTHER CONTRIBUTING ENTITIES

1925 Police Officers' Pension Plan				
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed		
		City	State	
12-31-04	\$ 533,400	19%	24%	
12-31-05	303,800	34%	40%	
12-31-06	321,800	29%	35%	
12-31-07	335,300	25%	37%	
12-31-08	337,900	2%	36%	
12-31-09	278,500	0%	96%	

1937 Firefighters' Pension Plan				
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed		
		City	State	
12-31-04	\$ 1,023,700	33%	23%	
12-31-05	602,500	34%	44%	
12-31-06	509,800	39%	50%	
12-31-07	504,800	37%	53%	
12-31-08	511,400	3%	53%	
12-31-09	537,800	0%	89%	

Other Postemployment Benefits				
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed		
		City	State	
12-31-04	*	*	*	
12-31-05	*	*	*	
12-31-06	*	*	*	
12-31-07	*	*	*	
12-31-08	\$ 2,795,311	6%	0%	
12-31-09	2,882,014	3%	0%	
12-31-10	2,882,014	3%	0%	

\* - Information is not available.

The notes to the required supplementary information are an integral part of the required supplementary information.

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For The Year Ended December 31, 2010

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 17,210,311	\$ 17,210,311	\$ 14,327,616	\$ (2,882,695)
Licenses and permits	845,000	845,000	733,769	(111,231)
Intergovernmental	14,267,001	14,267,001	13,270,337	(996,664)
Charges for services	2,884,800	2,884,800	2,422,120	(462,680)
Fines and forfeits	65,600	65,600	407,162	341,562
Other	100,000	100,000	938,871	838,871
Total revenues	<u>35,372,712</u>	<u>35,372,712</u>	<u>32,099,875</u>	<u>(3,272,837)</u>
Expenditures:				
Current:				
General government:				
Board of Works:				
Personal services	212,791	212,791	169,837	42,954
Supplies	-	-	-	-
Other services and charges	3,481,082	3,481,082	3,462,080	19,002
Capital outlay	4,100	4,100	2,235	1,865
Total Board of Works	<u>3,697,973</u>	<u>3,697,973</u>	<u>3,634,152</u>	<u>63,821</u>
Mayor:				
Personal services	467,493	468,099	456,654	11,445
Supplies	14,400	14,400	7,908	6,492
Other services and charges	73,093	74,664	51,323	23,341
Capital outlay	500	518	211	307
Total Mayor	<u>555,486</u>	<u>557,681</u>	<u>516,096</u>	<u>41,585</u>
Clerk-Treasurer:				
Personal services	292,624	292,641	282,953	9,688
Supplies	8,000	8,000	6,958	1,042
Other services and charges	68,329	68,329	60,957	7,372
Capital outlay	2,000	2,000	521	1,479
Total Clerk-Treasurer	<u>370,953</u>	<u>370,970</u>	<u>351,389</u>	<u>19,581</u>
Planning:				
Personal services	1,146,771	1,147,201	1,069,713	77,488
Supplies	44,778	44,925	18,563	26,362
Other services and charges	136,485	139,744	91,230	48,514
Capital outlay	3,900	3,900	3,162	738
Total Planning	<u>1,331,934</u>	<u>1,335,770</u>	<u>1,182,668</u>	<u>153,102</u>
Court:				
Personal services	225,006	225,006	195,458	29,548
Supplies	2,550	2,550	2,377	173
Other services and charges	14,423	14,423	9,882	4,541
Capital outlay	500	500	181	319
Total Court	<u>242,479</u>	<u>242,479</u>	<u>207,898</u>	<u>34,581</u>

The notes to the required supplementary information are an integral part of the required supplementary information.

Continued on next page

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For The Year Ended December 31, 2010  
(Continued)

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (continued):				
Current (continued):				
General government (continued):				
Network Administrator:				
Personal services	275,602	275,602	270,561	5,041
Supplies	10,155	10,155	10,154	1
Other services and charges	151,782	151,782	151,768	14
Total Network Administrator	437,539	437,539	432,483	5,056
Council:				
Personal services	173,432	174,332	173,860	472
Supplies	200	200	-	200
Other services and charges	72,400	71,500	28,921	42,579
Capital outlay	2,238,468	2,238,468	556,245	1,682,223
Total Council	2,484,500	2,484,500	759,026	1,725,474
Human Resources:				
Personal services	167,584	167,584	164,014	3,570
Supplies	1,900	1,900	1,710	190
Other services and charges	20,445	20,445	10,192	10,253
Total Human Resources	189,929	189,929	175,916	14,013
Maintenance:				
Personal services	363,115	363,115	353,655	9,460
Supplies	43,645	43,645	35,747	7,898
Other services and charges	122,629	122,629	86,967	35,662
Capital outlay	-	-	-	-
Total Economic Development	529,389	529,389	476,369	53,020
Economic Development:				
Personal services	351,621	351,621	234,668	116,953
Supplies	5,900	86,517	2,416	84,101
Other services and charges	245,560	247,410	227,156	20,254
Capital outlay	1,000	1,000	488	512
Total Economic Development	604,081	686,548	464,728	221,820
Engineering:				
Personal services	732,671	732,671	693,626	39,045
Supplies	46,020	53,602	39,378	14,224
Other services and charges	912,639	1,033,544	753,786	279,758
Capital outlay	246,500	526,533	526,501	32
Total Engineering	1,937,830	2,346,350	2,013,291	333,059
Total general government	12,382,093	12,879,128	10,214,016	2,665,112

The notes to the required supplementary information are an integral part of the required supplementary information.

Continued on next page

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For The Year Ended December 31, 2010  
(Continued)

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (continued):				
Public safety:				
Police:				
Personal services	6,948,553	6,994,999	6,674,739	320,260
Supplies	450,375	451,666	289,931	161,735
Other services and charges	697,348	735,931	613,591	122,340
Capital outlay	477,780	518,923	496,753	22,170
Total Police	8,574,056	8,701,519	8,075,014	626,505
Fire:				
Personal services	11,449,727	12,189,880	11,381,818	808,062
Supplies	217,950	246,352	224,471	21,881
Other services and charges	675,201	698,204	411,103	287,101
Capital outlay	46,700	47,640	39,809	7,831
Total Fire	12,389,578	13,182,076	12,057,201	1,124,875
Emergency Medical Service:				
Personal services	16,500	16,659	9,318	7,341
Supplies	126,892	132,077	92,022	40,055
Other services and charges	54,700	54,700	48,004	6,696
Capital outlay	59,444	59,444	11,315	48,129
Total Emergency Medical Service	257,536	262,880	160,659	102,221
Communications:				
Personal services	1,388,371	1,388,371	1,312,843	75,528
Supplies	3,550	3,550	1,495	2,055
Other services and charges	259,852	259,852	178,286	81,566
Capital outlay	5,000	5,000	3,029	1,971
Total Communications	1,656,773	1,656,773	1,495,653	161,120
Total public safety	22,877,943	23,803,248	21,788,527	2,014,721
Total expenditures	35,260,036	36,682,376	32,002,543	4,679,833
Other financing sources (uses):				
Operating transfers in	-	-	-	-
Operating transfers out	(35,000)	(35,000)	(35,000)	-
Capital leases	-	-	-	-
Total other financing sources (uses)	(35,000)	(35,000)	(35,000)	-
Net change in fund balances	77,676	(1,344,664)	62,332	1,406,996
Fund balance - beginning	9,924,397	9,924,397	9,924,397	-
Fund balance - December 31	\$ 10,002,073	\$ 8,579,733	\$ 9,986,729	\$ 1,406,996

The notes to the required supplementary information are an integral part of the required supplementary information.

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGET/GAAP RECONCILIATION  
GENERAL FUND  
For The Year Ended December 31, 2010

The major differences between Budgetary (Non-GAAP) basis and GAAP basis are:

- a. Revenues are recorded when received in cash (budgetary) as opposed to susceptible to accrual (GAAP).
- b. Expenditures are recorded when paid in cash (budgetary) as opposed to when the liability is incurred (GAAP).

Adjustments necessary to convert the results of operations at the end of the year on a budgetary basis to a GAAP basis are as follows:

	<u>General</u>
Net change in fund balance (budgetary basis)	\$ 62,332
Adjustments:	
To adjust revenues for accruals	(7,118,829)
To adjust expenditures for accruals	<u>(54,760)</u>
Net change in fund balance (GAAP basis)	<u>\$ (7,111,257)</u>

The notes to the required supplementary information are an integral part of the required supplementary information.

CITY OF NOBLESVILLE  
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

Note I. Budgets and Budgetary Accounting

Annual budgets are adopted on the cash basis which is not consistent with accounting principles generally accepted in the United States. All annual appropriations lapse at fiscal year end.

On or before August 31, the City Executive Fiscal Officer submits to the Common Council a proposed operating budget for the year commencing the following January 1. Prior to adoption, the budget is advertised and public hearings are conducted by the Common Council to obtain taxpayer comments. In September of each year, the Common Council through the passage of an ordinance approves the budget for the next year. Copies of the budget ordinance and the advertisement for funds for which property taxes are levied or highway use taxes are received are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the City receives approval of the Indiana Department of Local Government Finance.

The primary government's management cannot transfer budgeted appropriations between object classifications of a budget without approval of the Common Council. The Indiana Department of Local Government Finance must approve any revisions to the appropriations for any fund or any department of the General Fund. The legal level of budgetary control is by object and department within the fund for the General Fund and by object within the fund for all other budgeted funds.

Formal budgetary integration is required by state statute and is employed as a management control device. An annual budget was legally adopted for the following funds:

Major funds:

General

Nonmajor funds:

Special revenue:

Motor Vehicle Highway  
Local Road and Street  
County Option Income Tax  
Local Law Enforcement Continuing Education  
Park and Recreation  
Park Nonreverting Operating  
Parking Meter

Debt service:

Fire Station 2 Debt  
Public Safety Building Debt Bonds  
Fire Stations 5 & 6 Debt  
Little Chicago Road Debt  
City Hall Debt

Capital projects:

Cumulative Capital Improvement  
Cumulative Capital Development  
Cumulative Building and Fire Fighting Equipment

## Supplemental Schedules

## NONMAJOR GOVERNMENTAL FUNDS

**Special revenue funds** - used to account for specific revenues that are legally restricted to expenditure for particular purposes. The title of the fund is descriptive of the activities involved. The primary government maintains the following nonmajor special revenue funds:

Motor Vehicle Highway -	To account for street construction and the operations of the street and maintenance department. Financing is provided by a specific annual property tax levy and by state motor vehicle highway distributions.
Local Road and Street -	To account for operation and maintenance of local and arterial road and street systems. Financing is provided by state gasoline tax distributions.
County Option Income Tax -	To account for expenditures related to the capital improvement projects financed by county option income tax revenues.
Local Law Enforcement Continuing Education -	To account for expenditures related to continuing education of law enforcement officers employed by the City. Financing is provided by fees collected for gun permit applications, accident report copies, motor checks, and the violation of City ordinances.
Park and Recreation -	To account for the operations of the City parks and activities sponsored by the parks department. Financing is provided by a specific annual property tax levy, charges for use of park facilities, and donations.
Park Nonreverting Operating -	To account for the operations of the City golf courses and special events. Financing is provided by golf revenue and fees charged for events.
Tree Board Nonreverting -	To account for Federal grant monies used for planting trees in urban areas.
Parking Meter -	To account for the acquisition and maintenance of parking lots. Financing is provided by fees collected for violation of City ordinance governing public parking.
Police Donation -	To account for donations received for police department expenditures.
Fire Donation -	To account for donations received for fire department expenditures.
Adult Probation -	To account for the costs incurred in the operation of a probation department. Financing is provided by fees collected from individuals receiving services from the probation department.
Communications -	To account for costs of projects or equipment for communication needs. Financing is provided by enhanced 911 collections.
Parking Lot Maintenance -	To account for the maintenance of the parking lot.
Electronic Sign -	To account for joint venture between property owners and the City for the maintenance of the electronic sign. Residents paid for the materials and the City provided the Labor.
Cultural Arts -	To account for a summer concert series. Financing is provided by donations from the community.

**NONMAJOR GOVERNMENTAL FUNDS**  
(Continued)

Court Record -	To account for equipment or supplies used by the City Court. Financing is provided by fax fees.
Hazardous Materials -	To account for the Fire Department cleanup of hazardous spills. Financing is provided by payment to the City by the responsible party.
Play-It Clean Campaign -	To account for a project to clean up the City. Financing was provided by donations.
Unemployment -	To account for the City's share of unemployment claims. Financing is provided by other funds of the City.
Deferral Program -	To account for fees collected from individuals involved in the deferral program and used to pay costs of prosecuting City ordinances.
Block Grant -	To account for State and Federal grant monies received by the City for various grant projects.
Sick Payout -	To allow the pay out of sick hours the employee has accumulated during employment with the City when the employee leaves their employment with the City. The payout is a percentage of the hours accumulated and is based on the number of years of service.
Contingency -	To create a rainy day fund established by the Common Council. Financing was provided by a transfer of City funds.
City Court -	To account for fines and fees collected by the City Court.
Levy Excess -	To account for over collected prior year property tax levy's. Such funds must be used to reduce the subsequent year's levy.

**Debt service funds** - used to account for the accumulation of resources for, and retirement of, general long-term debt principal and interest. The primary government maintains the following nonmajor debt service funds:

Fire Station 2 Debt -	To account for the accumulation of resources and payment of semi-annual lease payments for Fire Station 2 through July 15, 2019. Financing is provided by an annual property tax levy.
Public Safety Building Debt Bonds -	To account for the accumulation of resources and payments of general obligation bonds issued for the renovation of the Public Safety Building. Financing is provided by an annual property tax levy.
Fire Stations 5 & 6 Debt -	To account for the accumulation of resources and payment of semi-annual lease payments for Fire Stations 5 and 6 through January 15, 2025. Financing is provided by an annual property tax levy.
Little Chicago Road Debt -	To account for the accumulation of resources and payment of semi-annual lease payments for Little Chicago Road through January 15, 2026. Financing is provided by an annual property tax levy.

## NONMAJOR GOVERNMENTAL FUNDS

(Continued)

City Hall Debt -	To account for the accumulation of resources and payment of semi-annual lease payments for City Hall through 2035. Financing is provided by an annual property tax levy.
146 <sup>th</sup> Street Reimbursement -	To account for the reimbursement of funds from the Federal grant monies. Financing came from Federal grants.
Fire Station 7/Streets -	To account for the accumulation of resources and payment of semi-annual lease payments for Fire Station 7 through July 15, 2028. Financing is provided by an annual property tax levy.
Economic development infrastructure building corporation -	To account for the accumulation of resources and payments of general obligation bonds issued by the Noblesville Economic Development Infrastructure Building Corporation (a component unit of the City of Noblesville). Financing is provided by semiannual lease payments from the County Option Income Tax (COIT), Public Safety Building Debt Bonds, and Redevelopment Tax Increment Financing funds.
Noblesville Building Corporation - Debt Service	To account for the accumulation of resources and payments of general obligation bonds issued by the Noblesville Building Corporation (a component unit of the City of Noblesville). Financing is provided by semi-annual lease payments from the County Option Income Tax (COIT), Fire Station 5 & 6 Debt Bonds and Redevelopment Tax Increment Financing funds.
<b>Capital projects funds</b> - used to account for acquisition and construction of major capital facilities other than those financed by proprietary funds. The primary government maintains the following nonmajor capital projects funds:	
Cumulative Capital Improvement -	To account for financial resources related to the improvement projects financed by state cigarette tax distributions.
Cumulative Capital Development -	To account for expenditures related to the capital improvements for the City. Financing is provided by a specific property tax levy.
Cumulative Building and Fire Fighting Equipment -	To account for expenditures related to the Fire Department capital improvements and acquisitions. Financing is provided by a specific annual property tax levy.
Park Nonreverting Capital -	To account for park expenditures related to long-term maintenance or capital improvements. Financing is provided by golf course revenue.
River Overlook -	To account for expenditures related to the capital improvements for a walking path along the river. Financing was provided through donations.
Streetscape -	To account for capital expenditures for the Downtown Streetscape project. Financing was provided by general obligation bonds.

**.NONMAJOR GOVERNMENTAL FUNDS**  
(Continued)

Road Impact Fee -	To account for expenditures relating to the maintenance of City streets. Financing is provided by permit charges assessed for new residential and commercial construction.
Field Drive Capital -	To account for the expenditures for capital improvements related to Field Drive infrastructure. Financing is provided by note and bond proceeds.
Redevelopment Tax Increment Financing -	To account for the expenditures for capital improvements. Financing is provided by an annual property tax levy.
Redevelopment Tax Increment Financing 2 -	To account for the expenditures for capital improvements related to extending wastewater services from Cumberland Road to the 146th Street. Financing was provided by general obligation bonds.
Stoney Creek East Tax Increment Financing -	To account for the expenditures for capital improvements related to Stoney Creek East infrastructure. Financing is provided by an annual property tax levy.
Business Park Tax Increment Financing -	To account for the expenditures for capital improvements related to Business Park infrastructure. Financing is provided by an annual property tax levy.
Corporate Campus Tax Increment Financing – West -	To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.
Corporate Campus Tax Increment Financing – East -	To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.
South Side Flood -	To account for funds received from a Federal Grant the City received to purchase property in the South Side Flood area.
Hollywood and Vine Tax Increment Financing -	To account for the expenditures for capital improvements related to the parking lot at the corner of S.R. 37 and Pleasant Street.
Hazel Dell Tax Increment Financing -	To account for the expenditures for capital improvements related to Hazel Dell Road expansion. Financing will be provided by bond proceeds in 2007.

**NONMAJOR GOVERNMENTAL FUNDS**  
(Continued)

The Noblesville Building  
Corporation -  
Capital Projects -

Capital projects fund (capital projects) accounts for expenditures for capital improvements by the Noblesville Building Corporation (a component unit of the City of Noblesville). Financing is provided by semi-annual lease payments from the County Option Income Tax (COIT), Public Safety Building Debt Bonds, and Redevelopment Tax Increment Financing funds.

Park Impact Fee -

To account for expenditures relating to the maintenance, landscaping and development of parks. Financing is provided by permit charges assessed for new residential and commercial construction.

146<sup>th</sup> Street Extension -

To account for expenditures for capital improvements related to 146<sup>th</sup> Street. Financing is from bond proceeds.

2009 GO Bonds -

To account for the upgrades to the sewer system on Maple Avenue and a reimbursement for money spent on the parks. Financing is provided by COIT revenues.

## **FIDUCIARY FUNDS**

**Trust funds** - used to account for assets held by the primary government in a trustee capacity.

### **Pension trust funds**

Police Pension - To account for resources related to police pension benefit payments to qualified police officers and/or their beneficiaries.

Fire Pension - To account for resources related to pension benefit payments to qualified firefighters and/or their beneficiaries.

### **Private-purpose trust fund**

Escrow - To account for the tracking of fees that are deposited for vendor security bonds, maintenance bonds, and performance bonds. These bonds are normally held for specific length of time and then returned to the payee.

**Agency funds** - used to account for assets held by the primary government as an agent for individuals, private organizations, other governments and/or other funds.

Payroll - To account for the payroll of City employees. Gross payroll is treated as expenditures in other City funds and transferred into this fund, which serves as a clearing account.

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2010

<u>Assets</u>	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
Cash and cash equivalents	\$ 9,940,111	\$ 7,427,748	\$ 29,467,311	\$ 46,835,170
Receivables:				
Taxes	198,055	152,559	56,247	406,861
Intergovernmental	323,577	51,231	38,864	413,672
Total assets	<u>\$ 10,461,743</u>	<u>\$ 7,631,538</u>	<u>\$ 29,562,422</u>	<u>\$ 47,655,703</u>
<u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 375,555	\$ -	\$ 27,274	\$ 402,829
Accrued payroll and withholdings payable	144,806	-	-	144,806
Contracts payable	-	-	873,157	873,157
Trust payable	80,212	-	-	80,212
Unavailable revenue	264,565	203,790	95,111	563,466
Total liabilities	<u>865,138</u>	<u>203,790</u>	<u>995,542</u>	<u>2,064,470</u>
Fund balances:				
Reserved for:				
Encumbrances	-	-	140,000	140,000
Unreserved, reported in:				
Special revenue funds	9,596,605	-	-	9,596,605
Debt service funds	-	7,427,748	-	7,427,748
Capital projects funds	-	-	28,426,880	28,426,880
Total fund balances	<u>9,596,605</u>	<u>7,427,748</u>	<u>28,566,880</u>	<u>45,591,233</u>
Total liabilities and fund balances	<u>\$ 10,461,743</u>	<u>\$ 7,631,538</u>	<u>\$ 29,562,422</u>	<u>\$ 47,655,703</u>

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 6,348,839	\$ 2,669,680	\$ 13,051,259	\$ 22,069,778
Licenses and permits	20,345	-	457,775	478,120
Intergovernmental	1,943,183	244,903	649,827	2,837,913
Charges for services	1,136,234	-	662,003	1,798,237
Fines and forfeits	1,103,583	-	-	1,103,583
Other	342,402	14,565	1,101,809	1,458,776
Total revenues	10,894,586	2,929,148	15,922,673	29,746,407
Expenditures:				
Current:				
General government	1,204,528	7,670	79,055	1,291,253
Public safety	248,159	-	-	248,159
Highways and streets	3,503,843	-	222,041	3,725,884
Culture and recreation	2,313,302	-	-	2,313,302
Economic development	-	-	20,316	20,316
Debt service:				
Principal	543,523	2,310,000	579,587	3,433,110
Interest	82,292	1,585,671	270,392	1,938,355
Capital outlay	917,129	498	5,166,328	6,083,955
Total expenditures	8,812,776	3,903,839	6,337,719	19,054,334
Excess (deficiency) of revenues over (under) expenditures	2,081,810	(974,691)	9,584,954	10,692,073
Other financing sources (uses):				
Transfers in	675,000	3,647,760	3,312,435	7,635,195
Transfers out	(456,000)	(5,215,544)	(7,076,346)	(12,747,890)
Financing by capital lease	162,527	-	-	162,527
Total other financing sources and uses	381,527	(1,567,784)	(3,763,911)	(4,950,168)
Net change in fund balances	2,463,337	(2,542,475)	5,821,043	5,741,905
Fund balances - beginning	7,133,268	9,970,223	22,745,837	39,849,328
Fund balances - ending	\$ 9,596,605	\$ 7,427,748	\$ 28,566,880	\$ 45,591,233

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2010

<u>Assets</u>	Motor Vehicle Highway	Local Road and Street	County Option Income Tax	Local Law Enforcement Continuing Education	Park and Recreation
Cash and cash equivalents	\$ 900,075	\$ 145,853	\$ 7,089,413	\$ 65,934	\$ 189,998
Receivables:					
Taxes	126,189	-	-	-	71,866
Intergovernmental	200,044	99,399	-	-	24,134
Total assets	<u>\$ 1,226,308</u>	<u>\$ 245,252</u>	<u>\$ 7,089,413</u>	<u>\$ 65,934</u>	<u>\$ 285,998</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 348,713	\$ -	\$ -	\$ 4	\$ 11,532
Accrued payroll and withholdings payable	99,078	-	-	-	28,232
Trust payable	-	-	-	-	-
Unavailable revenue	168,565	-	-	-	96,000
Total liabilities	<u>616,356</u>	<u>-</u>	<u>-</u>	<u>4</u>	<u>135,764</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	609,952	245,252	7,089,413	65,930	150,234
Total fund balances	<u>609,952</u>	<u>245,252</u>	<u>7,089,413</u>	<u>65,930</u>	<u>150,234</u>
Total liabilities and fund balances	<u>\$ 1,226,308</u>	<u>\$ 245,252</u>	<u>\$ 7,089,413</u>	<u>\$ 65,934</u>	<u>\$ 285,998</u>

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2010  
(Continued)

<u>Assets</u>	<u>Park Nonreverting Operating</u>	<u>Tree Board Nonreverting</u>	<u>Parking Meter</u>	<u>Police Donation</u>	<u>Fire Donation</u>
Cash and cash equivalents	\$ 32,663	\$ 10,713	\$ 460,113	\$ 2,652	\$ 11,248
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 32,663</u>	<u>\$ 10,713</u>	<u>\$ 460,113</u>	<u>\$ 2,652</u>	<u>\$ 11,248</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 14,009	\$ -	\$ 83	\$ 260	\$ -
Accrued payroll and withholdings payable	15,397	-	2,099	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>29,406</u>	<u>-</u>	<u>2,182</u>	<u>260</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	<u>3,257</u>	<u>10,713</u>	<u>457,931</u>	<u>2,392</u>	<u>11,248</u>
Total fund balances	<u>3,257</u>	<u>10,713</u>	<u>457,931</u>	<u>2,392</u>	<u>11,248</u>
Total liabilities and fund balances	<u>\$ 32,663</u>	<u>\$ 10,713</u>	<u>\$ 460,113</u>	<u>\$ 2,652</u>	<u>\$ 11,248</u>

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2010  
(Continued)

<u>Assets</u>	<u>Adult Probation</u>	<u>Communications</u>	<u>Parking Lot Maintenance</u>	<u>Electronic Sign</u>	<u>Cultural Arts</u>
Cash and cash equivalents	\$ 6,454	\$ 175,836	\$ 285	\$ 3,500	\$ 26,339
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 6,454</u>	<u>\$ 175,836</u>	<u>\$ 285</u>	<u>\$ 3,500</u>	<u>\$ 26,339</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 925
Accrued payroll and withholdings payable	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>925</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	<u>6,454</u>	<u>175,836</u>	<u>285</u>	<u>3,500</u>	<u>25,414</u>
Total fund balances	<u>6,454</u>	<u>175,836</u>	<u>285</u>	<u>3,500</u>	<u>25,414</u>
Total liabilities and fund balances	<u>\$ 6,454</u>	<u>\$ 175,836</u>	<u>\$ 285</u>	<u>\$ 3,500</u>	<u>\$ 26,339</u>

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CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2010  
(Continued)

<u>Assets</u>	<u>Court Record</u>	<u>Hazardous Materials</u>	<u>Play-It Clean Campaign</u>	<u>Unemployment</u>	<u>Deferral Program</u>
Cash and cash equivalents	\$ 7,863	\$ 2,074	\$ -	\$ 32,772	\$ 106,545
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 7,863</u>	<u>\$ 2,074</u>	<u>\$ -</u>	<u>\$ 32,772</u>	<u>\$ 106,545</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 29	\$ -	\$ -	\$ -
Accrued payroll and withholdings payable	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>29</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	<u>7,863</u>	<u>2,045</u>	<u>-</u>	<u>32,772</u>	<u>106,545</u>
Total fund balances	<u>7,863</u>	<u>2,045</u>	<u>-</u>	<u>32,772</u>	<u>106,545</u>
Total liabilities and fund balances	<u>\$ 7,863</u>	<u>\$ 2,074</u>	<u>\$ -</u>	<u>\$ 32,772</u>	<u>\$ 106,545</u>

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2010  
(Continued)

<u>Assets</u>	<u>Block Grant</u>	<u>Sick Pay Out</u>	<u>Contingency</u>	<u>City Court</u>	<u>Levy Excess</u>	<u>Totals</u>
Cash and cash equivalents	\$ 215,981	\$ 4,703	\$ 307,489	\$ 80,212	\$ 61,396	\$ 9,940,111
Receivables:						
Taxes	-	-	-	-	-	198,055
Intergovernmental	-	-	-	-	-	323,577
Total assets	<u>\$ 215,981</u>	<u>\$ 4,703</u>	<u>\$ 307,489</u>	<u>\$ 80,212</u>	<u>\$ 61,396</u>	<u>\$ 10,461,743</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 375,555
Accrued payroll and withholdings payable	-	-	-	-	-	144,806
Trust payable	-	-	-	80,212	-	80,212
Unavailable revenue	-	-	-	-	-	264,565
Total liabilities	-	-	-	80,212	-	865,138
Fund balances:						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Unreserved, reported in:						
Special revenue funds	215,981	4,703	307,489	-	61,396	9,596,605
Total fund balances	<u>215,981</u>	<u>4,703</u>	<u>307,489</u>	<u>-</u>	<u>61,396</u>	<u>9,596,605</u>
Total liabilities and fund balances	<u>\$ 215,981</u>	<u>\$ 4,703</u>	<u>\$ 307,489</u>	<u>\$ 80,212</u>	<u>\$ 61,396</u>	<u>\$ 10,461,743</u>

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CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
December 31, 2010

<u>Assets</u>	Fire Station 2 Debt	Public Safety Building Debt Bonds	Fire Stations 5 & 6 Debt	Little Chicago Road Debt	City Hall Debt
Cash and cash equivalents	\$ 46,639	\$ 63,393	\$ 177,276	\$ 163,231	\$ 568,815
Receivables:					
Taxes	5,772	566	26,143	24,106	64,736
Intergovernmental	<u>1,938</u>	<u>190</u>	<u>8,779</u>	<u>8,095</u>	<u>21,739</u>
Total assets	<u>\$ 54,349</u>	<u>\$ 64,149</u>	<u>\$ 212,198</u>	<u>\$ 195,432</u>	<u>\$ 655,290</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Unavailable revenue	\$ 7,710	\$ 756	\$ 34,922	\$ 32,201	\$ 86,475
Total liabilities	<u>7,710</u>	<u>756</u>	<u>34,922</u>	<u>32,201</u>	<u>86,475</u>
Fund balances:					
Unreserved, reported in:					
Debt service funds	<u>46,639</u>	<u>63,393</u>	<u>177,276</u>	<u>163,231</u>	<u>568,815</u>
Total fund balances	<u>46,639</u>	<u>63,393</u>	<u>177,276</u>	<u>163,231</u>	<u>568,815</u>
Total liabilities and fund balances	<u>\$ 54,349</u>	<u>\$ 64,149</u>	<u>\$ 212,198</u>	<u>\$ 195,432</u>	<u>\$ 655,290</u>

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR DEBT SERVICE FUNDS  
December 31, 2010  
(Continued)

	146th Street Reimbursement	Fire Station 7 and Street Debt	Economic Development Infrastructure Building Corporation	Noblesville Building Corporation	Totals
<u>Assets</u>					
Cash and cash equivalents	\$ 4,639,192	\$ 229,142	\$ -	\$ 1,540,060	\$ 7,427,748
Receivables:					
Taxes	-	31,236	-	-	152,559
Intergovernmental	-	10,490	-	-	51,231
Total assets	<u>\$ 4,639,192</u>	<u>\$ 270,868</u>	<u>\$ -</u>	<u>\$ 1,540,060</u>	<u>\$ 7,631,538</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Unavailable revenue	\$ -	\$ 41,726	\$ -	\$ -	\$ 203,790
Total liabilities	-	41,726	-	-	203,790
Fund balances:					
Unreserved, reported in:					
Debt service funds	4,639,192	229,142	-	1,540,060	7,427,748
Total fund balances	4,639,192	229,142	-	1,540,060	7,427,748
Total liabilities and fund balances	<u>\$ 4,639,192</u>	<u>\$ 270,868</u>	<u>\$ -</u>	<u>\$ 1,540,060</u>	<u>\$ 7,631,538</u>

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2010

	Cumulative Capital Improvement	Cumulative Capital Development	Cumulative Building and Fire Fighting Equipment	Park Nonreverting Capital	River Overlook	Streetscape
<u>Assets</u>						
Cash and cash equivalents	\$ 464,695	\$ 985,818	\$ 1,409,760	\$ 6,090	\$ 10	\$ -
Receivables:						
Taxes	-	33,839	22,408	-	-	-
Intergovernmental	19,975	11,364	7,525	-	-	-
Total assets	<u>\$ 484,670</u>	<u>\$ 1,031,021</u>	<u>\$ 1,439,693</u>	<u>\$ 6,090</u>	<u>\$ 10</u>	<u>\$ -</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	\$ 42	\$ 16,320	\$ 8	\$ 3,180	\$ -	\$ -
Contacts payable	1,152	-	-	-	-	-
Unavailable revenue	19,975	45,203	29,933	-	-	-
Total liabilities	<u>21,169</u>	<u>61,523</u>	<u>29,941</u>	<u>3,180</u>	<u>-</u>	<u>-</u>
Fund balances:						
Reserved for:						
Encumbrances	-	-	140,000	-	-	-
Unreserved, reported in:						
Capital projects funds	463,501	969,498	1,269,752	2,910	10	-
Total fund balances	<u>463,501</u>	<u>969,498</u>	<u>1,409,752</u>	<u>2,910</u>	<u>10</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 484,670</u>	<u>\$ 1,031,021</u>	<u>\$ 1,439,693</u>	<u>\$ 6,090</u>	<u>\$ 10</u>	<u>\$ -</u>

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2010  
(Continued)

	Park Impact Fee	Road Impact Fee	Field Drive Capital	Redevelopment Tax Increment Financing	Redevelopment Tax Increment Financing 2	Stoney Creek East Tax Increment Financing
<u>Assets</u>						
Cash and cash equivalents	\$ 810,747	\$ 7,726,143	\$ 794,025	\$ 3,055,403	\$ -	\$ 5,276,076
Receivables:						
Taxes	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Total assets	<u>\$ 810,747</u>	<u>\$ 7,726,143</u>	<u>\$ 794,025</u>	<u>\$ 3,055,403</u>	<u>\$ -</u>	<u>\$ 5,276,076</u>
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	\$ 1,626	\$ -	\$ -	\$ 6,098	\$ -	\$ -
Contacts payable	-	406,980	-	6,874	-	378,498
Unavailable revenue	-	-	-	-	-	-
Total liabilities	<u>1,626</u>	<u>406,980</u>	<u>-</u>	<u>12,972</u>	<u>-</u>	<u>378,498</u>
Fund balances:						
Reserved for:						
Encumbrances	-	-	-	-	-	-
Unreserved, reported in:						
Capital projects funds	<u>809,121</u>	<u>7,319,163</u>	<u>794,025</u>	<u>3,042,431</u>	<u>-</u>	<u>4,897,578</u>
Total fund balances	<u>809,121</u>	<u>7,319,163</u>	<u>794,025</u>	<u>3,042,431</u>	<u>-</u>	<u>4,897,578</u>
Total liabilities and fund balances	<u>\$ 810,747</u>	<u>\$ 7,726,143</u>	<u>\$ 794,025</u>	<u>\$ 3,055,403</u>	<u>\$ -</u>	<u>\$ 5,276,076</u>

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CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2010  
(Continued)

<u>Assets</u>	<u>Business Park Tax Increment Financing</u>	<u>Corporate Campus Tax Increment Financing - West</u>	<u>Corporate Campus Tax Increment Financing - East</u>	<u>South Side Flood</u>	<u>Hollywood and Vine Tax Increment Financing</u>
Cash and cash equivalents	\$ 975,106	\$ 4,263,159	\$ 1,839,759	\$ -	\$ -
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 975,106</u>	<u>\$ 4,263,159</u>	<u>\$ 1,839,759</u>	<u>\$ -</u>	<u>\$ -</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Contacts payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	-	-	-	-	-
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Capital projects funds	975,106	4,263,159	1,839,759	-	-
Total fund balances	<u>975,106</u>	<u>4,263,159</u>	<u>1,839,759</u>	<u>-</u>	<u>-</u>
Total liabilities and fund balances	<u>\$ 975,106</u>	<u>\$ 4,263,159</u>	<u>\$ 1,839,759</u>	<u>\$ -</u>	<u>\$ -</u>

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2010  
(Continued)

<u>Assets</u>	<u>Hazell Dell Tax Increment Financing</u>	<u>146th Street Extension</u>	<u>2009 Construction</u>	<u>Noblesville Building Corporation - Capital Projects</u>	<u>Totals</u>
Cash and cash equivalents	\$ 1,097,704	\$ -	\$ 260,522	\$ 502,294	\$ 29,467,311
Receivables:					
Taxes	-	-	-	-	56,247
Intergovernmental	-	-	-	-	38,864
<b>Total assets</b>	<b>\$ 1,097,704</b>	<b>\$ -</b>	<b>\$ 260,522</b>	<b>\$ 502,294</b>	<b>\$ 29,562,422</b>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 27,274
Contacts payable	-	-	-	79,653	873,157
Unavailable revenue	-	-	-	-	95,111
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>79,653</b>	<b>995,542</b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	140,000
Unreserved, reported in:					
Capital projects funds	1,097,704	-	260,522	422,641	28,426,880
<b>Total fund balances</b>	<b>1,097,704</b>	<b>-</b>	<b>260,522</b>	<b>422,641</b>	<b>28,566,880</b>
<b>Total liabilities and fund balances</b>	<b>\$ 1,097,704</b>	<b>\$ -</b>	<b>\$ 260,522</b>	<b>\$ 502,294</b>	<b>\$ 29,562,422</b>

CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For The Year Ended December 31, 2010

	Motor Vehicle Highway	Local Road and Street	County Option Income Tax	Local Law Enforcement Continuing Education	Park and Recreation
Revenues:					
Taxes	\$ 2,200,252	\$ -	\$ 2,834,133	\$ -	\$ 1,253,058
Licenses and permits	-	-	-	20,080	-
Intergovernmental	1,311,351	511,923	-	-	119,909
Charges for services	2,115	-	-	5,860	64,977
Fines and forfeits	-	-	-	9,314	88
Other	35,296	-	120,590	3,510	32,581
Total revenues	3,549,014	511,923	2,954,723	38,764	1,470,613
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	25,830	-
Highways and streets	3,503,843	-	-	-	-
Culture and recreation	-	-	-	-	1,295,717
Debt service:					
Principal	-	420,227	-	-	50,306
Interest	22,000	50,203	-	-	3,694
Capital outlay	45,978	-	471,678	-	108,625
Total expenditures	3,571,821	470,430	471,678	25,830	1,458,342
Excess (deficiency) of revenues over (under) expenditures	(22,807)	41,493	2,483,045	12,934	12,271
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	(386,000)	-	-
Financing by capital lease	-	-	-	-	60,519
Total other financing sources	-	-	(386,000)	-	60,519
Net change in fund balances	(22,807)	41,493	2,097,045	12,934	72,790
Fund balances - beginning	632,759	203,759	4,992,368	52,996	77,444
Fund balances - ending	\$ 609,952	\$ 245,252	\$ 7,089,413	\$ 65,930	\$ 150,234

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CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Park Nonreverting Operating	Tree Board Nonreverting	Parking Meter	Police Donation	Fire Donation
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	900,840	-	113,198	-	-
Fines and forfeits	-	-	-	-	-
Other	49,902	-	2,839	3,604	1,738
Total revenues	950,742	-	116,037	3,604	1,738
Expenditures:					
Current:					
General government	-	-	77,507	-	-
Public safety	-	-	-	3,342	1,242
Highways and streets	-	-	-	-	-
Culture and recreation	982,395	-	-	-	-
Debt service:					
Principal	72,990	-	-	-	-
Interest	6,395	-	-	-	-
Capital outlay	290,848	-	-	-	-
Total expenditures	1,352,628	-	77,507	3,342	1,242
Excess (deficiency) of revenues over (under) expenditures	(401,886)	-	38,530	262	496
Other financing sources (uses):					
Transfers in	327,500	-	-	-	-
Transfers out	-	-	-	-	-
Financing by capital lease	102,008	-	-	-	-
Total other financing sources	429,508	-	-	-	-
Net change in fund balances	27,622	-	38,530	262	496
Fund balances - beginning	(24,365)	10,713	419,401	2,130	10,752
Fund balances - ending	\$ 3,257	\$ 10,713	\$ 457,931	\$ 2,392	\$ 11,248

Continued on next page

CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Adult Probation	Communications	Parking Lot Maintenance	Electronic Sign	Cultural Arts
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	265	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	47,494	-	1,750	-
Fines and forfeits	-	-	-	-	-
Other	-	-	-	-	45,791
Total revenues	-	47,759	-	1,750	45,791
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	-	35,190
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	-	-	-	-	35,190
Excess (deficiency) of revenues over (under) expenditures	-	47,759	-	1,750	10,601
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Financing by capital lease	-	-	-	-	-
Total other financing sources	-	-	-	-	-
Net change in fund balances	-	47,759	-	1,750	10,601
Fund balances - beginning	6,454	128,077	285	1,750	14,813
Fund balances - ending	\$ 6,454	\$ 175,836	\$ 285	\$ 3,500	\$ 25,414

Continued on next page

CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR SPECIAL REVENUE FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Court Record	Hazardous Materials	Play-It Clean Campaign	Unemployment	Deferral Program
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	4,780	-	-	-	101,358
Other	-	2,342	-	-	-
Total revenues	4,780	2,342	-	-	101,358
Expenditures:					
Current:					
General government	3,242	2,655	-	21,778	-
Public safety	-	-	-	-	1,778
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	3,242	2,655	-	21,778	1,778
Excess (deficiency) of revenues over (under) expenditures	1,538	(313)	-	(21,778)	99,580
Other financing sources (uses):					
Transfers in	-	-	-	42,000	-
Transfers out	-	-	-	-	(70,000)
Financing by capital lease	-	-	-	-	-
Total other financing sources	-	-	-	42,000	(70,000)
Net change in fund balances	1,538	(313)	-	20,222	29,580
Fund balances - beginning	6,325	2,358	-	12,550	76,965
Fund balances - ending	\$ 7,863	\$ 2,045	\$ -	\$ 32,772	\$ 106,545

Continued on next page

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2010  
 (Continued)

	Block Grant	Sick Pay Out	Contingency	City Court	Levy Excess	Totals
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 61,396	\$ 6,348,839
Licenses and permits	-	-	-	-	-	20,345
Intergovernmental	-	-	-	-	-	1,943,183
Charges for services	-	-	-	-	-	1,136,234
Fines and forfeits	-	-	-	988,043	-	1,103,583
Other	41,840	-	2,369	-	-	342,402
Total revenues	41,840	-	2,369	988,043	61,396	10,894,586
Expenditures:						
Current:						
General government	-	111,303	-	988,043	-	1,204,528
Public safety	215,967	-	-	-	-	248,159
Highways and streets	-	-	-	-	-	3,503,843
Culture and recreation	-	-	-	-	-	2,313,302
Debt service:						
Principal	-	-	-	-	-	543,523
Interest	-	-	-	-	-	82,292
Capital outlay	-	-	-	-	-	917,129
Total expenditures	215,967	111,303	-	988,043	-	8,812,776
Excess (deficiency) of revenues over (under) expenditures	(174,127)	(111,303)	2,369	-	61,396	2,081,810
Other financing sources (uses):						
Transfers in	230,500	75,000	-	-	-	675,000
Transfers out	-	-	-	-	-	(456,000)
Financing by capital lease	-	-	-	-	-	162,527
Total other financing sources	230,500	75,000	-	-	-	381,527
Net change in fund balances	56,373	(36,303)	2,369	-	61,396	2,463,337
Fund balances - beginning	159,608	41,006	305,120	-	-	7,133,268
Fund balances - ending	\$ 215,981	\$ 4,703	\$ 307,489	\$ -	\$ 61,396	\$ 9,596,605

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CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR DEBT SERVICE FUNDS  
For The Year Ended December 31, 2010

	Fire Station 2 Debt	Public Safety Building Debt Bonds	Fire Stations 5 & 6 Debt	Little Chicago Road Debt	City Hall Debt
Revenues:					
Taxes	\$ 100,639	\$ 9,867	\$ 465,480	\$ 420,318	\$ 1,128,739
Intergovernmental	9,631	944	33,976	40,221	108,013
Other	-	-	-	-	-
Total revenues	<u>110,270</u>	<u>10,811</u>	<u>499,456</u>	<u>460,539</u>	<u>1,236,752</u>
Expenditures:					
General government	-	-	1,837	-	1,590
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	<u>-</u>	<u>-</u>	<u>1,837</u>	<u>-</u>	<u>1,590</u>
Excess (deficiency) of revenues over (under) expenditures	<u>110,270</u>	<u>10,811</u>	<u>497,619</u>	<u>460,539</u>	<u>1,235,162</u>
Other financing sources (uses):					
Transfers in	-	63,861	-	-	-
Transfers out	(125,000)	(355,100)	(617,000)	(570,999)	(1,299,000)
Total other financing sources and uses	<u>(125,000)</u>	<u>(291,239)</u>	<u>(617,000)</u>	<u>(570,999)</u>	<u>(1,299,000)</u>
Net change in fund balances	(14,730)	(280,428)	(119,381)	(110,460)	(63,838)
Fund balances - beginning	<u>61,369</u>	<u>343,821</u>	<u>296,657</u>	<u>273,691</u>	<u>632,653</u>
Fund balances - ending	<u>\$ 46,639</u>	<u>\$ 63,393</u>	<u>\$ 177,276</u>	<u>\$ 163,231</u>	<u>\$ 568,815</u>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 For The Year Ended December 31, 2010  
 (Continued)

	146th Street Reimbursement	Fire Station 7 and Street Debt	Economic Development Infrastructure Building Corporation	Noblesville Building Corporation	Totals
Revenues:					
Taxes	\$ -	\$ 544,637	\$ -	\$ -	\$ 2,669,680
Intergovernmental	-	52,118	-	-	244,903
Other	14,503	-	-	62	14,565
Total revenues	14,503	596,755	-	62	2,929,148
Expenditures:					
General government	-	-	1,200	3,043	7,670
Debt service:					
Principal	-	-	1,015,000	1,295,000	2,310,000
Interest	-	-	30,500	1,555,171	1,585,671
Capital outlay	498	-	-	-	498
Total expenditures	498	-	1,046,700	2,853,214	3,903,839
Excess (deficiency) of revenues over (under) expenditures	14,005	596,755	(1,046,700)	(2,853,152)	(974,691)
Other financing sources (uses):					
Transfers in	-	-	525,500	3,058,399	3,647,760
Transfers out	(1,422,500)	(736,000)	(89,945)	-	(5,215,544)
Total other financing sources and uses	(1,422,500)	(736,000)	435,555	3,058,399	(1,567,784)
Net change in fund balances	(1,408,495)	(139,245)	(611,145)	205,247	(2,542,475)
Fund balances - beginning	6,047,687	368,387	611,145	1,334,813	9,970,223
Fund balances - ending	\$ 4,639,192	\$ 229,142	\$ -	\$ 1,540,060	\$ 7,427,748

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2010

	Cumulative Capital Improvement	Cumulative Capital Development	Cumulative Building and Fire Fighting Equipment	Park Nonreverting Capital	River Overlook	Streetscape
Revenues:						
Taxes	\$ -	\$ 590,023	\$ 390,718	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-
Intergovernmental	115,216	56,461	37,389	-	-	-
Charges for services	-	-	-	128,012	-	-
Other	-	2,216	113,035	38,588	-	-
Total revenues	115,216	648,700	541,142	166,600	-	-
Expenditures:						
Current:						
General government	63,597	-	-	-	-	-
Highways and streets	-	-	-	-	-	-
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	93,821	275,766	-	-	-
Interest	-	14,728	41,760	-	-	-
Capital outlay	-	330,475	250,969	59,427	-	-
Total expenditures	63,597	439,024	568,495	59,427	-	-
Excess (deficiency) of revenues over (under) expenditures	51,619	209,676	(27,353)	107,173	-	-
Other financing sources (uses):						
Transfers in	-	-	-	-	-	-
Transfers out	(100,000)	-	-	(146,000)	-	-
Total other financing sources and uses	(100,000)	-	-	(146,000)	-	-
Net change in fund balances	(48,381)	209,676	(27,353)	(38,827)	-	-
Fund balances - beginning	511,882	759,822	1,437,105	41,737	10	-
Fund balances - ending	\$ 463,501	\$ 969,498	\$ 1,409,752	\$ 2,910	\$ 10	\$ -

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2010  
 (Continued)

	Park Impact Fee	Road Impact Fee	Field Drive Capital	Redevelopment Tax Increment Financing	Redevelopment Tax Increment Financing 2	Stoney Creek East Tax Increment Financing
Revenues:						
Taxes	\$ -	\$ -	\$ -	\$ 1,341,521	\$ -	\$ 2,582,063
Licenses and permits	457,775	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-
Charges for services	-	533,991	-	-	-	-
Other	107,563	34,688	2,219	353,624	9	444,936
Total revenues	565,338	568,679	2,219	1,695,145	9	3,026,999
Expenditures:						
Current:						
General government	-	-	315	-	-	5,280
Highways and streets	-	-	-	-	-	5,350
Economic development	-	-	-	-	-	-
Debt service:						
Principal	-	-	40,000	170,000	-	-
Interest	-	-	30,677	183,227	-	-
Capital outlay	671,238	620,591	-	350,663	-	2,567,806
Total expenditures	671,238	620,591	70,992	703,890	-	2,578,436
Excess (deficiency) of revenues over (under) expenditures	(105,900)	(51,912)	(68,773)	991,255	9	448,563
Other financing sources (uses):						
Transfers in	-	172,260	-	472,080	-	1,473,582
Transfers out	-	-	-	(1,350,180)	(10,043)	(247,755)
Total other financing sources and uses	-	172,260	-	(878,100)	(10,043)	1,225,827
Net change in fund balances	(105,900)	120,348	(68,773)	113,155	(10,034)	1,674,390
Fund balances - beginning	915,021	7,198,815	862,798	2,929,276	10,034	3,223,188
Fund balances - ending	\$ 809,121	\$ 7,319,163	\$ 794,025	\$ 3,042,431	\$ -	\$ 4,897,578

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CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
NONMAJOR CAPITAL PROJECTS FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Business Park Tax Increment Financing	Corporate Campus Tax Increment Financing - West	Corporate Campus Tax Increment Financing - East	South Side Flood	Hollywood and Vine Tax Increment Financing
Revenues:					
Taxes	\$ 965,032	\$ 2,852,561	\$ 3,127,983	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	440,761	-	-
Charges for services	-	-	-	-	-
Other	-	-	1,388	3,108	-
Total revenues	<u>965,032</u>	<u>2,852,561</u>	<u>3,570,132</u>	<u>3,108</u>	<u>-</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Highways and streets	-	-	-	-	-
Economic development	750	7,550	7,198	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	69,638	-
Total expenditures	<u>750</u>	<u>7,550</u>	<u>7,198</u>	<u>69,638</u>	<u>-</u>
Excess (deficiency) of revenues over (under) expenditures	<u>964,282</u>	<u>2,845,011</u>	<u>3,562,934</u>	<u>(66,530)</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	10,044	1,184,469	-	-	-
Transfers out	(819,374)	(604,469)	(2,522,779)	-	(12,827)
Total other financing sources and uses	<u>(809,330)</u>	<u>580,000</u>	<u>(2,522,779)</u>	<u>-</u>	<u>(12,827)</u>
Net change in fund balances	154,952	3,425,011	1,040,155	(66,530)	(12,827)
Fund balances - beginning	<u>820,154</u>	<u>838,148</u>	<u>799,604</u>	<u>66,530</u>	<u>12,827</u>
Fund balances - ending	<u>\$ 975,106</u>	<u>\$ 4,263,159</u>	<u>\$ 1,839,759</u>	<u>\$ -</u>	<u>\$ -</u>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2010  
 (Continued)

	Hazell Dell Tax Increment Financing	146th Street Extension	2009 Construction	Noblesville Building Corporation - Capital Projects	Totals
Revenues:					
Taxes	\$ 1,201,358	\$ -	\$ -	\$ -	\$ 13,051,259
Licenses and permits	-	-	-	-	457,775
Intergovernmental	-	-	-	-	649,827
Charges for services	-	-	-	-	662,003
Other	-	-	-	435	1,101,809
Total revenues	<u>1,201,358</u>	<u>-</u>	<u>-</u>	<u>435</u>	<u>15,922,673</u>
Expenditures:					
Current:					
General government	-	-	-	9,863	79,055
Highways and streets	-	216,691	-	-	222,041
Economic development	4,818	-	-	-	20,316
Debt service:					
Principal	-	-	-	-	579,587
Interest	-	-	-	-	270,392
Capital outlay	-	-	1,965	243,556	5,166,328
Total expenditures	<u>4,818</u>	<u>216,691</u>	<u>1,965</u>	<u>253,419</u>	<u>6,337,719</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,196,540</u>	<u>(216,691)</u>	<u>(1,965)</u>	<u>(252,984)</u>	<u>9,584,954</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	3,312,435
Transfers out	(1,220,894)	-	-	(42,025)	(7,076,346)
Total other financing sources and uses	<u>(1,220,894)</u>	<u>-</u>	<u>-</u>	<u>(42,025)</u>	<u>(3,763,911)</u>
Net change in fund balances	(24,354)	(216,691)	(1,965)	(295,009)	5,821,043
Fund balances - beginning	<u>1,122,058</u>	<u>216,691</u>	<u>262,487</u>	<u>717,650</u>	<u>22,745,837</u>
Fund balances - ending	<u>\$ 1,097,704</u>	<u>\$ -</u>	<u>\$ 260,522</u>	<u>\$ 422,641</u>	<u>\$ 28,566,880</u>

CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010

	Motor Vehicle Highway				Local Road and Street			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 2,904,240	\$ 2,904,240	\$ 2,200,252	\$ (703,988)	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	1,104,902	1,104,902	1,312,352	207,450	560,563	560,563	507,325	(53,238)
Charges for services	5,000	5,000	2,115	(2,885)	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	35,296	35,296	-	-	-	-
Total revenues	4,014,142	4,014,142	3,550,015	(464,127)	560,563	560,563	507,325	(53,238)
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	2,429,204	2,429,204	2,428,371	833	-	-	-	-
Supplies	425,571	425,571	388,260	37,311	-	-	-	-
Other services and charges	470,184	499,001	396,157	102,844	500,000	500,000	499,911	89
Capital	48,500	48,500	45,978	2,522	-	-	-	-
Total highways and streets	3,373,459	3,402,276	3,258,766	143,510	500,000	500,000	499,911	89
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	3,373,459	3,402,276	3,258,766	143,510	500,000	500,000	499,911	89
Other financing uses:								
Transfers out	-	-	-	-	-	-	-	-
Net change in fund balances	640,683	611,866	291,249	(320,617)	60,563	60,563	7,414	(53,149)
Fund balances - beginning	608,826	608,826	608,826	-	138,439	138,439	138,439	-
Fund balances - December 31	\$ 1,249,509	\$ 1,220,692	\$ 900,075	\$ (320,617)	\$ 199,002	\$ 199,002	\$ 145,853	\$ (53,149)

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	County Option Income Tax				Local Law Enforcement Continuing Education			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	25,000	25,000	20,080	(4,920)
Intergovernmental	-	-	3,045,187	3,045,187	-	-	-	-
Charges for services	-	-	-	-	6,000	6,000	5,860	(140)
Fines and forfeits	-	-	-	-	10,000	10,000	9,314	(686)
Other	-	-	120,589	120,589	-	-	3,509	3,509
Total revenues	-	-	3,165,776	3,165,776	41,000	41,000	38,763	(2,237)
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	16,497	19,997	19,994	3
Supplies	-	-	-	-	6,000	6,000	5,816	184
Other services and charges	-	-	-	-	-	-	16	(16)
Total public safety	-	-	-	-	22,497	25,997	25,826	171
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	4,785,713	5,008,603	857,678	4,150,925	-	-	-	-
Total expenditures	4,785,713	5,008,603	857,678	4,150,925	22,497	25,997	25,826	171
Other financing uses:								
Transfers out	-	-	-	-	-	-	-	-
Net change in fund balances	(4,785,713)	(5,008,603)	2,308,098	7,316,701	18,503	15,003	12,937	(2,066)
Fund balances - beginning	4,781,314	4,781,314	4,781,314	-	52,996	52,996	52,996	-
Fund balances - December 31	\$ (4,399)	\$ (227,289)	\$ 7,089,412	\$ 7,316,701	\$ 71,499	\$ 67,999	\$ 65,933	\$ (2,066)

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Park and Recreation				Park Nonreverting Operating			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 1,172,031	\$ 1,172,031	\$ 1,253,058	\$ 81,027	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	125,390	125,390	119,909	(5,481)	-	-	900,825	900,825
Charges for services	-	-	64,977	64,977	-	-	28,872	28,872
Fines and forfeits	-	-	-	-	-	-	-	-
Other	98,000	98,000	32,669	(65,331)	-	-	348,546	348,546
Total revenues	1,395,421	1,395,421	1,470,613	75,192	-	-	1,278,243	1,278,243
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	1,027,635	1,028,517	994,250	34,267	625,345	625,425	618,938	6,487
Supplies	86,546	86,546	66,591	19,955	173,235	186,256	174,226	12,030
Other services and charges	257,024	259,524	297,325	(37,801)	215,277	222,497	296,258	(73,761)
Capital	45,617	45,617	38,991	6,626	174,241	174,241	159,069	15,172
Total culture and recreation	1,416,822	1,420,204	1,397,157	23,047	1,188,098	1,208,419	1,248,491	(40,072)
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	1,416,822	1,420,204	1,397,157	23,047	1,188,098	1,208,419	1,248,491	(40,072)
Other financing uses:								
Transfers out	-	-	-	-	-	-	-	-
Net change in fund balances	(21,401)	(24,783)	73,456	98,239	(1,188,098)	(1,208,419)	29,752	1,238,171
Fund balances - beginning	116,543	116,543	116,543	-	2,912	2,912	2,912	-
Fund balances - December 31	\$ 95,142	\$ 91,760	\$ 189,999	\$ 98,239	\$ (1,185,186)	\$ (1,205,507)	\$ 32,664	\$ 1,238,171

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Parking Meter				Fire Station 2 Debt			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 150,590	\$ 150,590	\$ 100,639	\$ (49,951)
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	10,972	10,972	9,631	(1,341)
Charges for services	90,000	90,000	113,198	23,198	-	-	-	-
Fines and forfeits	-	-	2,839	2,839	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total revenues	90,000	90,000	116,037	26,037	161,562	161,562	110,270	(51,292)
Expenditures:								
Current:								
General government:								
Personal services	70,433	70,433	66,998	3,435	-	-	-	-
Supplies	4,321	4,321	2,041	2,280	-	-	-	-
Other services and charges	10,338	10,838	6,938	3,900	-	-	-	-
Capital	2,500	2,500	1,438	1,062	-	-	-	-
Total general government	87,592	88,092	77,415	10,677	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	87,592	88,092	77,415	10,677	-	-	-	-
Other financing uses:								
Transfers out	-	-	-	-	(125,000)	(125,000)	(125,000)	-
Net change in fund balances	2,408	1,908	38,622	36,714	36,562	36,562	(14,730)	(51,292)
Fund balances - beginning	421,490	421,490	421,490	-	61,369	61,369	61,369	-
Fund balances - December 31	\$ 423,898	\$ 423,398	\$ 460,112	\$ 36,714	\$ 97,931	\$ 97,931	\$ 46,639	\$ (51,292)

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Public Safety Building Debt Bonds				Fire Stations 5 & 6 Debt			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 21,513	\$ 21,513	\$ 9,867	\$ (11,646)	\$ 645,387	\$ 645,387	\$ 465,480	\$ (179,907)
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	1,567	1,567	945	(622)	47,021	47,021	33,977	(13,044)
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	63,861	63,861	-	-	-	-
Total revenues	23,080	23,080	74,673	51,593	692,408	692,408	499,457	(192,951)
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-	-	-
Other financing uses:								
Transfers out	(733,000)	(733,000)	(355,100)	377,900	(618,838)	(618,838)	(618,838)	-
Net change in fund balances	(709,920)	(709,920)	(280,427)	429,493	73,570	73,570	(119,381)	(192,951)
Fund balances - beginning	343,821	343,821	343,821	-	296,657	296,657	296,657	-
Fund balances - December 31	\$ (366,099)	\$ (366,099)	\$ 63,394	\$ 429,493	\$ 370,227	\$ 370,227	\$ 177,276	\$ (192,951)

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Little Chicago Road Debt				City Hall Debt			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 591,604	\$ 591,604	\$ 420,317	\$ (171,287)	\$ 1,505,902	\$ 1,505,902	\$ 1,128,739	\$ (377,163)
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	45,179	45,179	40,221	(4,958)	102,865	102,865	108,013	5,148
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total revenues	636,783	636,783	460,538	(176,245)	1,608,767	1,608,767	1,236,752	(372,015)
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	-	-	-	-	-	-	-	-
Other financing uses:								
Transfers out	(573,000)	(573,000)	(570,999)	2,001	(1,301,000)	(1,301,000)	(1,300,590)	410
Net change in fund balances	63,783	63,783	(110,461)	(174,244)	307,767	307,767	(63,838)	(371,605)
Fund balances - beginning	273,691	273,691	273,691	-	632,653	632,653	632,653	-
Fund balances - December 31	\$ 337,474	\$ 337,474	\$ 163,230	\$ (174,244)	\$ 940,420	\$ 940,420	\$ 568,815	\$ (371,605)

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Cumulative Capital Improvement				Cumulative Capital Development			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 752,951	\$ 752,951	\$ 590,023	\$ (162,928)
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	122,379	122,379	115,216	(7,163)	54,858	54,858	56,461	1,603
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	2,216	2,216
Total revenues	122,379	122,379	115,216	(7,163)	807,809	807,809	648,700	(159,109)
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	112,000	112,000	62,403	49,597	735,000	743,466	653,109	90,357
Total expenditures	112,000	112,000	62,403	49,597	735,000	743,466	653,109	90,357
Other financing uses:								
Transfers out	(100,000)	(100,000)	(100,000)	-	-	-	-	-
Net change in fund balances	(89,621)	(89,621)	(47,187)	42,434	72,809	64,343	(4,409)	(68,752)
Fund balances - beginning	511,882	511,882	511,882	-	990,226	990,226	990,226	-
Fund balances - December 31	\$ 422,261	\$ 422,261	\$ 464,695	\$ 42,434	\$ 1,063,035	\$ 1,054,569	\$ 985,817	\$ (68,752)

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2010  
(Continued)

	Cumulative Building and Fire Fighting Equipment			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 537,822	\$ 537,822	\$ 390,717	\$ (147,105)
Licenses and permits	-	-	-	-
Intergovernmental	39,184	39,184	37,389	(1,795)
Charges for services	-	-	-	-
Fines and forfeits	-	-	-	-
Other	-	-	113,036	113,036
Total revenues	577,006	577,006	541,142	(35,864)
Expenditures:				
Current:				
General government:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital	-	-	-	-
Total general government	-	-	-	-
Public safety:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Total public safety	-	-	-	-
Highways and streets:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital	-	-	-	-
Total highways and streets	-	-	-	-
Culture and recreation:				
Personal services	-	-	-	-
Supplies	-	-	-	-
Other services and charges	-	-	-	-
Capital	-	-	-	-
Total culture and recreation	-	-	-	-
Capital outlay	744,685	744,685	568,487	176,198
Total expenditures	744,685	744,685	568,487	176,198
Other financing uses:				
Transfers out	-	-	-	-
Net change in fund balances	(167,679)	(167,679)	(27,345)	140,334
Fund balances - beginning	1,437,105	1,437,105	1,437,105	-
Fund balances - December 31	\$ 1,269,426	\$ 1,269,426	\$ 1,409,760	\$ 140,334

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 December 31, 2010

	Pension Trust Funds		
	Police Pension	Fire Pension	Totals
<u>Assets</u>			
Cash and cash equivalents	\$ 552,996	\$ 570,895	\$ 1,123,891
Total assets	552,996	570,895	1,123,891
 <u>Net Assets</u>			
Held in trust for:			
Employees' pension benefits	552,996	570,895	1,123,891
Total net assets	\$ 552,996	\$ 570,895	\$ 1,123,891

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
 NONMAJOR FIDUCIARY FUNDS  
 For The Year Ended December 31, 2010

	Pension Trust Funds		
	Police Pension	Fire Pension	Totals
<u>Additions</u>			
Contributions:			
Employer	\$ -	\$ -	\$ -
Intergovernmental	242,549	510,454	753,003
Total contributions	242,549	510,454	753,003
Investment income:			
Interest	-	1,730	1,730
Total additions	242,549	512,184	754,733
<u>Deductions</u>			
Benefits	259,946	613,724	873,670
Changes in net assets	(17,397)	(101,540)	(118,937)
Net assets - beginning	570,393	672,435	1,242,828
Net assets - ending	<u>\$ 552,996</u>	<u>\$ 570,895</u>	<u>\$ 1,123,891</u>

CITY OF NOBLESVILLE  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
For The Year Ended December 31, 2010

	<u>Payroll</u>
Assets:	
Cash and cash equivalents, January 1, 2010	\$ 208,163
Additions	25,876,978
Deductions	<u>(25,879,243)</u>
Cash and cash equivalents, December 31, 2010	<u>\$ 205,898</u>
Liabilities:	
Withholdings payable, January 1, 2010	\$ 208,163
Additions	25,876,978
Deductions	<u>(25,879,243)</u>
Withholdings payable, December 31, 2010	<u>\$ 205,898</u>

## STATISTICAL SECTION

STATISTICAL SECTION

## Statistical Section

*This part of the City of Noblesville's comprehensive annual financial report presents detailed information as a context for understanding what the information in the financial statements, note disclosures, and required supplementary information says about the City's overall financial health.*

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b>	<b>113-117</b>
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
<b>Revenue Capacity</b>	<b>119-123</b>
These schedules contain information to help the reader assess the City's most significant local revenue source , property tax.	
<b>Debt Capacity</b>	<b>124-129</b>
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
<b>Demographic and Economic Information</b>	<b>130-133</b>
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
<b>Operating Information</b>	<b>134-136</b>
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	

**Sources:** Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

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**CITY OF NOBLESVILLE**  
Net Assets by Component  
As of December 31,

	2010	2009	2008	2007	2006 <sup>b</sup>	2005	2004	2003 *
<b>Governmental Activities:</b>								
Invested in capital assets,								
net of related debt	\$ 93,878,151	\$ 96,105,611 <sup>f</sup>	\$ 127,424,781	\$ 123,500,699 <sup>c</sup>	\$ 87,341,828	\$ 99,520,872	\$ 82,009,761	\$ 71,874,501
Restricted	25,626,888	30,658,397	25,929,821	14,871,782 <sup>d</sup>	1,607,990	1,356,836	6,731,844	7,864,532
Unrestricted	16,150,864	18,097,682	19,829,946	23,652,015	11,441,257	14,745,448	4,747,818	6,075,466
Total governmental activities net assets	\$ 135,655,903	\$ 144,861,690	\$ 173,184,548	\$ 162,024,496	\$ 100,391,075	\$ 115,623,156	\$ 93,489,423	\$ 85,814,499
<b>Business - Type Activities:</b>								
Invested in capital assets,								
net of related debt	\$ 80,563,974	\$ 71,429,268	\$ 70,311,934	\$ 67,208,835	\$ 56,974,554	\$ 51,602,046	\$ 45,676,516	\$ 41,073,217
Restricted	4,639,898	1,523,784	2,065,804	23,419,114 <sup>e</sup>	1,717,275	1,654,786	1,408,424	1,524,961
Unrestricted	16,264,900	24,761,609	19,941,737	(380,408)	26,856,156	22,405,018	19,365,768	14,332,674
Total business - type activities net assets	\$ 101,468,772	\$ 97,714,661	\$ 92,319,475	\$ 90,247,541	\$ 85,547,985	\$ 75,661,850	\$ 66,450,708	\$ 56,930,852
<b>Primary government:</b>								
Invested in capital assets,								
net of related debt	\$ 174,442,125	\$ 167,534,879	\$ 197,736,715	\$ 190,709,534	\$ 144,316,382	\$ 151,122,918	\$ 127,686,277	\$ 112,947,718
Restricted	30,266,786	32,182,181	27,995,625	38,290,896	3,325,265	3,011,622	8,140,268	9,389,493
Unrestricted	32,415,764	42,859,291	39,771,683	23,271,607	38,297,413	37,150,466	24,113,586	20,408,140
Total primary government net assets	\$ 237,124,675	\$ 242,576,351	\$ 265,504,023	\$ 252,272,037	\$ 185,939,060 <sup>a</sup>	\$ 191,285,006	\$ 159,940,131	\$ 142,745,351

*Note: The City of Noblesville has elected to present only eight years of data for this schedule.*

*The City of Noblesville implemented GASB 34 for the fiscal year ended December 31, 2003. Information prior to the implementation of GASB 34 is not available.*

\* Governmental Activities amounts for 2003 were restated in 2004 to include additional capital assets.

<sup>a</sup> Approximately 33% of the 2005 net asset increase was due to one time payments of wastewater tap fees and developer contributions of wastewater collection system assets. Another 22% was due to capital assets and infrastructure contributed by developers and infrastructure acquired through annexation.

<sup>b</sup> The 2006 balances were restated in 2007 to reflect certain prior period adjustments.

<sup>c</sup> Capital assets for 2007 were restated in 2008 to include \$42.7 million of infrastructure assets from the 146th Street project.

<sup>d</sup> Restricted funds from governmental activities include bond proceeds for debt service reserves and capitalized interest.

<sup>e</sup> Restricted funds from business activities include new revenue bond proceeds for construction of improvements to wastewater utility facilities.

<sup>f</sup> Capital assets for 2008 were restated in 2009 to include a prior period adjustment of \$34,431,662 due to overstatement of capital assets for infrastructure. This was offset by a \$5,591,065 adjustment to eliminate pension obligations assumed by the state.

**CITY OF NOBLESVILLE**

Changes in Net Assets  
For the years ended December 31,

	2010	2009	2008	2007	2006	2005	2004	2003
<b>Expenses:</b>								
Governmental Activities:								
General government	\$ 15,567,425	\$ 23,812,537 j	\$ 14,192,964	\$ 9,958,044	\$ 8,359,829	\$ 6,657,239	\$ 6,348,626	\$ 5,970,438
Public safety	23,105,515	22,963,366	23,282,769	21,691,988	18,782,406	18,071,974	14,889,511	13,884,319
Highways and streets	10,098,081	11,651,825	8,048,830 g	2,226,661 d	10,076,224	11,100,802	5,825,152	4,267,896
Culture and recreation	3,037,866	3,898,546	2,657,713	2,060,880	2,130,404	3,118,197	2,044,571	1,743,814
Economic Development	20,316	1,241,557	-	-	-	-	-	2,089,076
Capital Outlay	-	-	-	-	-	-	-	-
Interest on long-term debt	9,416,948	10,108,830	11,517,623 h	6,990,544	4,472,514	4,925,787	3,250,764	3,996,924
Total governmental activities expenses	61,246,151	73,676,661	59,699,899	42,928,117	43,821,377	43,873,999	32,358,624	31,952,467
<b>Business-Type Activities:</b>								
Wastewater	8,515,722	9,073,403	10,342,104	10,867,030 e	4,897,159	6,036,462	4,908,398	5,405,729
Total business-type activities expenses	8,515,722	9,073,403	10,342,104	10,867,030	4,897,159	6,036,462	4,908,398	5,405,729
Total primary government expenses	69,761,873	82,750,064	70,042,003	53,795,147	48,718,536	49,910,461	37,267,022	37,358,196
<b>Program Revenues:</b>								
Governmental Activities:								
Charges for services:								
General Government	1,956,741	3,079,111	3,256,605	3,251,548	1,920,314	1,843,666	2,660,519	1,711,218
Public Safety	3,856,827	2,829,023	2,093,103	2,259,777	2,044,568	2,163,480	1,757,397	1,661,158
Highways and streets	1,422,557	5,445,030	1,873,564	2,380,210	3,111,325	2,929,185	1,571,658	1,722,519
Culture and recreation	1,919,948	2,055,999	2,269,568	2,778,122	2,314,207	2,494,759	1,738,371	1,250,089
Operating grants and contributions	-	-	-	-	-	-	-	-
General Government	-	3,169	195,690	115,190	40,990	760,431	3,848	9,055,039 b
Public Safety	-	45,000	49,399	107,557	321,454	793,661	156,128	112,752
Highways and streets	1,612,725	5,379,422	5,863,335	2,276,912	4,297,129	4,207,127	1,472,769	1,603,351
Culture and recreation	-	-	-	39,582	119,298	734,666	123,967	83,907
Capital grants and contributions	-	-	-	352,550	424,803	3,330,430	73,127	4,243,170
General Government	-	-	-	53,371	52,067	74,482	43,463	40,318
Public Safety	-	-	-	-	-	-	-	-
Highways and streets	2,927,352	4,818,117	3,544,410	6,975,876 f	15,290,162	13,859,985 a	5,577,548	58,968
Culture and recreation	-	-	-	-	-	155,000	39,701	-
Total governmental activities revenues	13,696,150	23,654,871	19,145,674	20,590,695	29,936,317	33,346,872	15,218,496	21,542,489
<b>Business-Type Activities:</b>								
Wastewater:								
Charges for services	10,078,803	9,573,608	10,305,669	10,265,927	10,081,629	9,999,960	9,800,980	8,717,327
Operating grants and contributions	-	-	-	-	-	-	167	478
Capital grants and contributions	1,497,444	4,581,935	1,194,750	3,315,824	3,347,996	4,669,631	4,461,900	4,155,742
Total business-type activities revenues	11,576,247	14,155,543	11,500,419	13,581,751	13,429,625	14,669,591	14,263,047	12,873,547
Total primary government revenues	25,272,397	37,810,414	30,646,093	34,172,446	43,365,942	48,016,463	29,481,543	34,416,036
<b>Net Revenues (expenses):</b>								
Governmental activities	(47,550,001)	(50,021,790)	(40,554,225)	(22,337,422)	(13,885,060)	(10,527,127)	(17,140,128)	(10,409,978)
Business-type activities	3,060,525	5,082,140	1,158,315	2,714,721	8,532,466	8,633,129	9,354,649	7,467,818
Total net revenues (expenses):	(44,489,476)	(44,939,650)	(39,395,910)	(19,622,701)	(5,352,594)	(1,893,998)	(7,785,479)	(2,942,160)

**CITY OF NOBLESVILLE**  
Changes in Net Assets  
For the years ended December 31,  
(continued)

	2010	2009	2008	2007	2006	2005	2004	2003
<b>General revenues and other changes in net assets:</b>								
Governmental activities:								
Taxes:								
Property Taxes	\$ 31,499,986	\$ 30,726,558	\$ 31,297,880	\$ 21,496,817	\$ 18,938,695	\$ 17,690,397	\$ 13,622,792	\$ 11,487,257
Food and beverage tax	1,134,993	976,370	1,057,393	906,666	786,550	92,843	-	-
County Option income tax <sup>b</sup>	7,278,699	14,510,985	14,819,612	12,939,381	9,684,323	11,960,197	8,735,420	-
Financial institutions tax	103,537	111,783	113,471	68,756	69,533	75,661	-	-
Auto and aircraft excise tax <sup>b</sup>	1,860,137	2,037,471	1,914,759	1,158,011	961,210	1,002,165	1,015,497	-
Commercial vehicle excise tax	32,197	32,107	36,149	20,881	20,057	20,340	-	-
State cigarette tax <sup>b</sup>	146,638	153,567	34,900	37,660	42,882	23,932	146,725	-
Gaming tax	246,254	246,254	246,845	248,132	247,622	180,281	180,281	-
Other taxes	1,329,562	1,283,876	221,809	102,025	80,738	86,717	204,712	-
Other Miscellaneous	96,081	94,128	351,169	479,202	521,137	389,597	525,768	535,739
Unrestricted investment earnings	181,152	366,182	1,620,290	3,759,583	2,526,149	1,138,730	383,857	279,044
Transfers	-	-	-	-	-	-	-	12,549,758
<b>Total Governmental activities:</b>	<b>43,909,236</b>	<b>50,539,281</b>	<b>51,714,277</b>	<b>41,217,114</b>	<b>33,878,896</b>	<b>32,660,860</b>	<b>24,815,052</b>	<b>24,851,798</b>
Business - Type activities:								
Other Miscellaneous	-	-	-	470,461	6,507	19,937	2,285	2,785
Unrestricted investment earnings	84,208	313,046	913,619	1,514,374	1,347,162	558,076	162,922	185,920
Transfers	-	-	-	-	-	-	-	(12,549,758)
<b>Total Business - Type activities:</b>	<b>84,208</b>	<b>313,046</b>	<b>913,619</b>	<b>1,984,835</b>	<b>1,353,669</b>	<b>578,013</b>	<b>165,207</b>	<b>(12,361,053)</b>
<b>Total Primary Government</b>	<b>43,993,444</b>	<b>50,852,327</b>	<b>52,627,896</b>	<b>43,201,949</b>	<b>35,232,565</b>	<b>33,238,873</b>	<b>24,980,259</b>	<b>12,490,745</b>
Change in net assets								
Governmental activities	(3,640,765)	517,491	11,160,052	18,879,692	19,993,836	22,133,733	7,674,924	14,441,820
Business-type activities	3,144,733	5,395,186	2,071,934	4,699,556	9,886,135	9,211,142	9,519,856	(4,893,235)
<b>Total primary government</b>	<b>\$ (496,032)</b>	<b>\$ 5,912,677</b>	<b>\$ 13,231,986</b>	<b>\$ 23,579,248</b>	<b>\$ 29,879,971</b>	<b>\$ 31,344,875</b>	<b>\$ 17,194,780</b>	<b>\$ 9,548,585</b>

Note: The City of Noblesville has elected to present only eight years of data for this schedule.

The City of Noblesville implemented GASB 34 for the fiscal year ended December 31, 2003. Information prior to the implementation of GASB 34 is not available.

**Notes:**

<sup>a</sup>The increase is due to infrastructure (roadways, right of ways, storm sewers) contributed by developers or acquired in annexations.

<sup>b</sup>Certain tax revenues were reported as operating contributions prior to 2004.

<sup>c</sup>The food and beverage tax is a new local tax established in the last quarter of 2005.

<sup>d</sup>Various road maintenance and repair projects were completed in 2005 and 2006 that would interface with the Corporate Campus, 146th Street Extension and Hamilton Town Center.

<sup>e</sup>In 2007, the plant expansion was complete. Operating Expenses increased due to additional staff and treatment cost; growth in customer base and the maintaining of the Stormwater lines. A rate increase is planned beginning in 2008 to fund

<sup>f</sup>In 2007, developers contributed a lower level of infrastructure assets.

<sup>g</sup>The increase in 2008 was a result of unusually low expenses in 2007. The majority of roadwork in 2007 included new bond funded capitalized infrastructure. Street repair and maintenance expenditures returned to historical norms in 2008.

<sup>h</sup>The increase in 2008 was due to interest incurred on three major bond issues in 2007, in addition the City reimbursed the County \$1.9 Million which paid a portion of the County's short term financing obligation for the 146<sup>th</sup> street project based on the terms of their interlocal agreement.

<sup>i</sup>Increase due to additional tax increment revenues from growth in the City's economic development district and increase in the general levy to support the cost of services to growing areas.

<sup>j</sup>The increase is due to a \$2 million transfer to the wastewater utility and overstatement of capital additions in 2008 which was corrected in 2009 with a prior period adjustment.

<sup>k</sup>The increase in 2009 was due to pension obligations paid by the state that were received in the general fund and are expensed into the pension obligation funds.

<sup>l</sup>The decrease in COIT taxes is due to the recognition in 2010 of new State estimates of the balance in undistributed county option income taxes which now indicate distributions to the City exceed actual collections by \$5.2 million.

**CITY OF NOBLESVILLE**  
Fund Balances of Government Funds  
As of December 31,

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund								
Reserved	\$ 340,366	\$ 788,475	\$ -	\$ -	\$ 438,066	\$ 404,161	\$ 181,262	\$ 264,185
Unreserved	3,390,856 <sup>b</sup>	10,054,004	11,365,305	9,575,844	8,429,043	7,126,256	5,588,667	4,243,336
Total general fund	<u>\$ 3,731,222</u>	<u>\$ 10,842,479</u>	<u>\$ 11,365,305</u>	<u>\$ 9,575,844</u>	<u>\$ 8,867,109</u>	<u>\$ 7,530,417</u>	<u>\$ 5,769,929</u>	<u>\$ 4,507,521</u>
All other governmental funds:								
Reserved	\$ 140,000	\$ 182,703	\$ 52,257	\$ 8,000	\$ 93,109	\$ 157,343	\$ 119,502	\$ 677,137
Unreserved, reported in:								
Special revenue funds	9,596,605	7,133,268	4,518,786	8,746,607	9,248,520	7,612,249	1,703,223	1,263,375
Debt service funds	16,577,470	21,535,866	16,705,425	13,796,356	15,539,652 <sup>a</sup>	8,202,844	8,479,147	8,530,397
Capital projects funds	33,861,901	34,733,159	39,471,780	37,923,233	52,345,426 <sup>a</sup>	27,084,780	26,516,138	32,872,739
Total all other governmental funds	<u>\$ 60,175,976</u>	<u>\$ 63,584,996</u>	<u>\$ 60,748,248</u>	<u>\$ 60,474,196</u>	<u>\$ 77,226,707</u>	<u>\$ 43,057,216</u>	<u>\$ 36,818,010</u>	<u>\$ 43,343,648</u>

Note: The City of Noblesville has elected to present only eight years of data for this schedule.

<sup>a</sup> Increases due to unexpended bond proceeds from the \$65 million in 2006 tax increment bonds issued to fund road and infrastructure projects.

<sup>b</sup> Due to \$7.2 million decrease in county option income tax revenue.

**CITY OF NOBLESVILLE**  
Changes in Fund Balances of Governmental Funds  
For the years ended December 31,

	2010	2009	2008	2007	2006	2005	2004	2003
<b>Revenues</b>								
Taxes	\$ 39,692,534 <sup>a</sup>	\$ 46,983,488	\$ 42,828,747	\$ 35,313,930	\$ 33,373,858 <sup>e</sup>	\$ 22,074,028 <sup>a</sup>	\$ 13,768,201	\$ 14,349,025
License and Permits	1,211,889	2,839,614	4,015,080	4,766,746	1,927,403	4,774,613	3,992,689	3,129,928
Intergovernmental	6,400,980	10,109,448	9,733,750	4,568,974	4,499,564 <sup>e</sup>	11,522,024	12,124,701	11,537,554
Charges for Services	4,266,662	3,391,410	3,498,977	4,255,528	3,488,269	7,400,288 <sup>b</sup>	3,136,888	2,722,277
Fines and Forfeits	1,510,745	871,529	529,368	226,955	472,565	437,111	555,854	489,444
Miscellaneous	2,643,998	6,035,727	3,420,874	9,514,350	9,246,271	6,333,400 <sup>c</sup>	1,099,802	954,215
<b>Total Revenues</b>	<b>55,726,808</b>	<b>70,231,216</b>	<b>64,026,796</b>	<b>58,646,483</b>	<b>53,007,930</b>	<b>52,541,464</b>	<b>34,678,135</b>	<b>33,182,443</b>
<b>Expenditures</b>								
General Government	10,886,951	12,313,353	10,549,024	9,456,041	7,642,116	6,124,743	5,955,690	5,584,024
Public Safety	21,521,289	21,644,333	20,476,142	15,608,097	17,752,179	15,047,287	12,634,594	12,361,224
Highways and Streets	3,736,184	4,894,379	4,909,892	4,981,030	5,859,767	2,523,005	2,087,222	3,235,819
Culture and Recreation	2,313,302	2,416,834	2,292,540	2,190,187	1,881,389	1,644,881	1,585,824	1,486,752
Economic Development	20,316	1,241,557	-	-	-	-	-	-
Capital Outlay	18,504,712 <sup>b</sup>	28,793,258	31,744,668	57,263,116 <sup>f</sup>	45,481,300 <sup>d</sup>	29,513,501	27,836,209	17,935,326
Debt Service:								
Principal	5,723,110	4,554,177	3,512,432	2,405,000	10,075,000	3,987,187	10,768,108	17,223,667
Interest	9,649,715	9,198,157	10,114,585	6,939,697	4,339,733	3,378,646	2,940,093	2,785,192
Insurance costs	373,748	581,322	498,100	144,714	281,300	283,596	432,775	952,518
<b>Total Expenditures</b>	<b>72,729,327</b>	<b>85,637,370</b>	<b>84,097,383</b>	<b>98,987,882</b>	<b>93,312,784</b>	<b>62,502,846</b>	<b>64,240,515</b>	<b>61,564,522</b>
Excess (deficiency) of revenues over (under) expenditures	(17,002,519)	(15,406,154)	(20,070,587)	(40,341,399)	(40,304,854)	(9,961,382)	(29,562,380)	(28,382,079)
<b>Other Financing Sources (Uses)</b>								
Financing by capital lease	162,527	3,118,161	438,435	176,861	926,182	234,705	3,101,586	-
Transfers in	15,955,695	15,776,830	11,662,418	7,915,290	6,434,805	1,336,881	11,478,444	21,983,242
Transfers out	(15,955,695)	(15,776,830)	(11,662,418)	(7,915,290)	(6,434,805)	(1,336,881)	(11,478,444)	(9,433,484)
Transfer to Wastewater Utility	-	(2,000,000)	-	-	-	-	-	-
Payment to refunded bond escrow	(15,337,538)	(4,226,832)	-	-	-	-	-	-
Issuance of debt	20,730,000	20,845,000	21,615,000	24,330,000	74,884,855	17,040,000	21,225,000	43,970,000
Premium (discount) on issuance of debt	927,253	(16,258)	80,665	(209,238)	-	686,371	(27,436)	1,366,009
<b>Total other financing sources (uses)</b>	<b>6,482,242</b>	<b>17,720,071</b>	<b>22,134,100</b>	<b>24,297,623</b>	<b>75,811,037</b>	<b>17,961,076</b>	<b>24,299,150</b>	<b>57,885,767</b>
<b>Net change in fund balance</b>	<b>\$(10,520,277)</b>	<b>\$ 2,313,917</b>	<b>\$ 2,063,513</b>	<b>\$ (16,043,776)</b>	<b>\$ 35,506,183</b>	<b>\$ 7,999,694</b>	<b>\$ (5,263,230)</b>	<b>\$ 29,503,688</b>
Debt service as a percentage of noncapital expenditures	26.9%	21.1%	25.2%	22.4%	30.1%	22.3%	37.7%	45.9%

*Note: The City of Noblesville has elected to present only eight years of data for this schedule.*

<sup>a</sup> Reflects increase in property taxes due to a combination of general levy increase to support growing areas, new debt service levies for fire station and road project bonds and additional tax increment revenues from growth in the City's economic development areas.

<sup>b</sup> Increases in road and park impact fees from new development.

<sup>c</sup> Reflects funds from the redevelopment authority for road maintenance and repair benefiting Corporate Campus.

<sup>d</sup> City issued \$65 million in bonds for 146th Street extension and infrastructure improvements for Hamilton Town Center.

<sup>e</sup> In 2006, County Option Income Tax was reclassified from Intergovernmental Revenue to Tax Revenue

<sup>f</sup> City issued \$24 million for Hazel Dell Road extension.

<sup>g</sup> Due to decline in local option income tax collections.

<sup>h</sup> Discretionary capital outlay expenditures lowered in anticipation of lower tax revenues.

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**CITY OF NOBLESVILLE**  
Assessed Value and True Tax Value of Taxable Property  
Last Ten Fiscal Years

Real Property										
	Residential		Commercial		Industry	Other (3)	Total Real Property			
2010	\$	521,890,929	\$	283,664,987	\$	29,882,179	\$	3,741,538	\$	839,179,633
2009		519,754,416	(6)	261,839,660		19,503,459		4,391,530		805,489,065
2008		704,495,331		228,779,813		17,894,646		3,654,537		954,824,327
2007		641,280,191		195,884,750		14,517,472		3,484,120		855,166,533
2006		518,083,923		161,383,154		12,452,283		11,891,857		703,811,217
2005		458,934,979		148,180,303		11,288,347		5,103,277		623,506,906
2004		414,534,719		128,954,019		10,918,512		10,164,289		564,571,539
2003		383,619,883		122,778,565		10,546,267		11,659,066		528,603,781
2002		N/A		N/A		N/A		N/A		N/A
2001		N/A		N/A		N/A		N/A		N/A

					Total		
	Personal Property		Total Real and Personal Property	Less Tax Increment District	Assessed Value (1)	True Tax Value (2)	Total Direct Tax Rate
2010	\$ 53,872,349		\$ 893,051,982	\$ 160,326,332	\$ 732,725,650	\$ 2,198,176,950	\$ 1.0276
2009	49,676,897		855,165,962	138,069,674	717,096,288	2,151,288,862	1.0615
2008	44,880,451		999,704,778	108,682,282	891,022,496	2,673,067,486	0.7814
2007	41,141,530	(4)	896,308,063	86,201,737	810,106,326	2,430,318,978	0.7670
2006	63,145,279		766,956,497	63,356,882	703,599,615	2,110,798,844	0.8189
2005	64,091,379		687,598,285	47,533,315	640,064,970	1,920,194,910	0.7770
2004	55,550,934		620,122,472	41,890,670	578,231,803	1,734,695,408	0.7571
2003	57,457,355		586,061,136	35,266,875	550,794,261	1,652,382,783	0.7069
2002	N/A		360,394,516	10,684,740	349,709,776	1,049,129,328	0.9929
2001	N/A		339,944,425	12,215,595	327,728,830	983,186,490	2.9263

(1) Property reassessments were effective in 2003.

(2) True tax value is 3 times assessed value. Beginning in 2002, tax rates were based upon \$100 of true tax value. In prior years, the rate was per \$100 of assessed value.

(3) Includes adjustments due to appeals as well as assessed values from property classes of agriculture, exempt, utility and other as defined by the County Auditor's office.

(4) Decrease in 2007 due to elimination of business inventories from taxable property.

(5) Beginning in 2007 real property assessments were adjusted annually to market value based on sales data ("Trending").

(6) Decrease due to supplemental homestead deductions provided in 2009.

Source: Hamilton County Auditor's Office - Total Assessed and true tax values are those amounts that have been reported to and certified by the State each year. Prior to 2006, this table did not include any breakdown between real and personal property or show classes of real property. The County is only able to go back to 2003 to provide class detail of certified assessed values. Such detail will be provided for future years and reports.

**CITY OF NOBLESVILLE**  
**Direct and Overlapping Property Tax Rates \***  
**Last Ten Fiscal Years**

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>City Direct Rates</b>					
Corporation General	\$ 0.6681	\$ 0.6127	\$ 0.4662	\$ 0.4652	\$ 0.5009
MVH	0.1115	0.1021	0.0673	0.0606	0.0571
Fire Pension	-	-	-	0.0082	0.0094
Police Pension	-	-	-	0.0037	0.0047
Cumulative Cap Development	0.0299	0.0300	0.0300	0.0300	0.0309
Park	0.0635	0.0581	0.0377	0.0393	0.0358
Debt Service	0.0051	0.0052	0.0032	0.0048	0.0044
Lease Rental	0.0572	0.0482	0.0338	0.0387	0.0500
Fire Building Debt	0.0231	0.0256	0.0210	0.0236	0.0318
Thoroughfare Bond	0.0213	0.0238	0.0193	0.0219	0.0241
Fire Equipment Debt	0.0005	0.0304	0.0255	0.0273	0.0294
Cum Fire Special	0.0198	0.0199	0.0199	0.0199	0.0205
Redevelopment Bonds #1	-	-	0.0200	-	-
Redevelopment Bonds #2	-	-	0.0100	-	-
Obligation Bond	-	0.0400	-	-	-
City Redevelopment TIF TIR	-	0.0339	0.0275	0.0238	0.0199
Debt Payment	0.0276	0.0316	-	-	-
<b>Total Direct Rate</b>	<u><u>\$ 1.0276</u></u>	<u><u>\$ 1.0615 (1)</u></u>	<u><u>\$ 0.7814</u></u>	<u><u>\$ 0.7670</u></u>	<u><u>\$ 0.8189</u></u>
<b>Overlapping Rates:</b>					
<b>State Rate</b>	-	-	0.0024	0.0024	0.0024
<b>County Rate</b>	0.2724	0.2651	0.2046	0.2191	0.2338
<b>Solid Waste</b>	0.0030	0.0029	0.0023	0.0024	0.0027
<b>Township Rates</b>					
Noblesville	0.0073	0.0088	0.0073	0.0087	0.0068
Delaware	0.0226	0.0264	0.0086	0.0088	0.0153
Wayne	0.0160	0.0156	0.0129	0.0135	0.0148
Fall Creek	0.0110	0.0116	0.0077	0.0090	0.0103
<b>Library Rates</b>	0.0615	0.0615	0.0486	0.0572	0.0611
<b>School Districts</b>					
Noblesville School Corporation	1.1173	1.0750	1.5660	1.4703	1.4946
Hamilton Southeastern School Corp	1.1151	1.1041	1.5514	1.4990	1.5904

Source: Hamilton County Auditor's Office

(1) Increase in tax rate was due to decrease in taxable assessed value as a result of new supplemental homestead deductions.

\* For the period 2010 - 2002 tax rates are based upon the true tax value which is three times assessed value. Prior to 2002, tax rates were based upon \$100 of assessed value.

**CITY OF NOBLESVILLE**  
Direct and Overlapping Property Tax Rates \*  
Last Ten Fiscal Years  
(continued)

	2005	2004	2003	2002	2001
<b>City Direct Rates</b>					
Corporation General	\$ 0.5061	\$ 0.4961	\$ 0.4530	\$ 0.6074	\$ 1.7150
MVH	0.0697	0.0760	0.0906	0.1633	0.5490
Fire Pension	0.0104	0.0172	0.0181	0.0232	0.0676
Police Pension	0.0052	0.0051	0.0054	0.0071	0.0228
Cumulative Cap Development	0.0309	0.0309	0.0309	0.0457	0.1371
Park	0.0299	0.0331	0.0343	0.0507	0.1336
Debt Service	0.0052	0.0095	0.0068	-	-
Lease Rental	-	-	-	-	-
Fire Building Debt	0.0236	-	0.0042	0.0066	0.0210
Thoroughfare Bond	0.0219	-	-	-	-
Fire Equipment Debt	0.0376	0.0519	0.0285	0.0656	0.2102
Cum Fire Special	0.0205	0.0205	0.0205	0.0233	0.0700
Redevelopment Bonds #1	-	-	-	-	-
Redevelopment Bonds #2	-	-	-	-	-
Obligation Bond	-	-	-	-	-
City Redevelopment TIF TIR	0.0160	0.0168	0.0146	-	-
Debt Payment	-	-	-	-	-
<b>Total Direct Rate</b>	<b>\$ 0.7770</b>	<b>\$ 0.7571</b>	<b>\$ 0.7069</b>	<b>\$ 0.9929</b>	<b>\$ 2.9263</b>
<b>Overlapping Rates:</b>					
<b>State Rate</b>	0.0024	0.0024	0.0033	0.0033	0.0100
<b>County Rate</b>	0.2375	0.2305	0.2193	0.3310	1.0055
<b>Solid Waste</b>	0.0028	0.0029	-	-	-
<b>Township Rates</b>					
Noblesville	0.0087	0.0092	0.0081	0.0139	0.0371
Delaware	0.0205	0.0125	0.0118	0.0182	0.0579
Wayne	0.0035	0.0037	0.0046	0.0090	0.0316
Fall Creek	0.0118	0.0137	0.0142	0.0149	0.0516
<b>Library Rates</b>	0.0565	0.0430	0.0414	0.0674	0.2263
<b>School Districts</b>					
Noblesville School Corporation	1.4928	1.4721	1.3894	2.0562	5.7619
Hamilton Southeastern School Corp	1.5146	1.4323	1.4323	2.2006	6.6018

\* For the period 2010 - 2002 tax rates are based upon the true tax value which is three times assessed value. Prior to 2002, tax rates were based upon \$100 of assessed value.

**CITY OF NOBLESVILLE**  
Principal Taxpayers  
Current and Nine Years Ago

Taxpayer	2010			2001		
	Assessed Value	Rank	Percent of Total City Assessed Value *	Assessed Value	Rank	Percent of Total City Assessed Value *
Pedcor Property Acquisition LLC / Lions Creek Associates Ltd.	\$ 15,445,933	1	2.11%	4,665,850	2	1.42%
Inland Southeast Stoney Creek LLC/Inland Real Estate Corp./Inland Real Estate BSC LLC	8,792,867	2	1.20%			
Meijer Stores LP	7,041,523	3	0.96%			
Cumberland Pointe Apartments LLC	6,231,200	4	0.85%			
MRP Northlake LLP	5,553,133	5	0.76%			
Aciterra Noble West	5,074,133	6	0.69%			
Rg Indiana LLC	4,752,067	7	0.65%			
Lowes Home Center, Inc	4,528,163	8	0.62%			
Village of Pebble Brook Apartments	4,703,867	9	0.64%			
Duke Energy/PSI	3,819,350	10	0.52%	3,015,300	4	0.92%
BFS Diversified Products LLC/Firestone				5,789,760	1	1.77%
Wal-Mart Stores, Inc.				4,318,680	3	1.32%
Wayne R. Nelson Association				2,989,900	5	0.91%
K-Mart				2,155,760	6	0.66%
River's Edge Apts, An Indiana Partnership				2,127,860	7	0.65%
Noblesville Housing Association, L.P				2,098,460	8	0.64%
Apts, Noble Manor				2,090,890	9	0.64%
Indiana American Water Co., Inc.				1,986,920	10	0.61%
	<u>\$ 65,942,236</u>		<u>9.00%</u>	<u>\$ 31,239,380</u>		<u>9.54%</u>

Source: Hamilton County Auditor's Office

\* Based on City's assessed values as reported on assessed value table.

**CITY OF NOBLESVILLE**  
**Property Tax Levied and Collected**  
**Last Ten Fiscal Years**

	<u>Total Taxes Levied for the</u> <u>Current Fiscal Year</u>	<u>Taxes Collected</u>	<u>Percentage of</u> <u>Levy</u>
2010	\$ 20,344,472	\$ 20,277,840	99.67%
2009	22,951,944	22,889,450	99.73%
2008	20,967,522	20,729,792	98.87%
2007	18,697,437	18,636,739	99.68%
2006	17,301,765	17,118,116	98.94%
2005	14,897,090	14,862,144	99.77%
2004	13,154,493	13,178,161	100.18%
2003	11,444,927	11,303,520	98.76%
2002	10,098,920	10,060,150	99.62%
2001	9,294,061	8,958,098	96.39%

Note: Hamilton County Auditor's Office system is not set-up to track collections by year levied. The amount collected includes any delinquent payment plus any penalty or interest applicable. As of the end of 2010, total delinquent property tax due to the City for 2010 and all prior years was approximately \$1,474,100.

Source: Hamilton County Auditor's Office

**CITY OF NOBLESVILLE**  
**Ratios of Outstanding Debt by Type**  
**Last Ten Fiscal Years**

Governmental Activities					
Property Tax			Revenue Bonds		
Building Corporation Bonds		Redevelopment Bonds	COIT Bonds	Tax Increment Bonds	Capital Leases
2010	\$ 31,875,000	\$ 6,145,000	\$ 7,095,000	\$ 159,105,000	\$ 2,969,988
2009	32,980,000	7,435,000	7,490,000	154,970,000	3,840,026
2008	33,580,000	8,690,000	3,370,000	144,070,000	1,702,034
2007	25,130,000	9,900,000	3,670,000	132,280,000	1,942,674
2006	25,580,000	11,075,000	3,960,000	108,440,000	2,469,229
2005	25,905,000	12,095,000	4,240,000	43,670,000	2,106,817
2004	8,930,000	12,995,000	4,500,000	44,225,000	2,814,035
2003	1,300,000	6,430,000	4,755,000	44,225,000	665,557
2002	1,330,000	7,185,000	18,300,000	5,150,000	1,159,224
2001	1,330,000	7,900,000	19,295,000	5,150,000	1,649,020

		Business Activities			
Total Governmental Activities		Sewage Revenue Bonds	Total Primary Government	Percentage of Personal Income <sup>1</sup>	Debt per Capita <sup>1</sup>
2010	207,189,988	\$ 30,710,000	237,899,988	10.05%	4,578
2009	206,715,026	31,890,000	238,605,026	9.99%	4,741
2008	191,412,034	33,025,000	224,437,034	11.39%	5,281
2007	172,922,674	33,675,000	206,597,674	10.88%	4,971
2006	151,524,229	17,950,000	169,474,229	9.53%	4,225
2005	88,016,817	13,905,000	101,921,817	5.93%	2,590
2004	73,464,035	14,835,000	88,299,035	5.82%	2,433
2003	57,375,557	15,735,000	73,110,557	4.87%	2,065
2002	33,124,224	10,060,000	43,184,224	3.04%	1,329
2001	35,324,020	10,980,000	46,304,020	3.50%	1,515

<sup>1</sup> Population and personal income data can be found in the Demographics and Economic Schedule

**CITY OF NOBLESVILLE**  
Ratios of Net General Bonded Debt Outstanding  
Last Ten Fiscal Years

	Building Corporation Bonds	Redevelopment Bonds	Total	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value *	Net Bonded Debt Per Capita *
2010	\$ 31,875,000	\$ 6,145,000	\$ 38,020,000	\$ 7,427,748	\$ 30,592,252	4.18%	589
2009	32,980,000	7,435,000	40,415,000	9,970,223	30,444,777	4.25%	605
2008	33,580,000	8,690,000	42,270,000	7,649,437	34,620,563	3.89%	815
2007	25,130,000	9,900,000	35,030,000	3,133,891	31,896,109	3.94%	767
2006	25,580,000	11,075,000	36,655,000	2,975,356	33,679,644	4.79%	840
2005	25,905,000	12,095,000	38,000,000	2,620,442	35,379,558	5.53%	899
2004	8,930,000	12,995,000	21,925,000	567,681	21,357,319	3.69%	588
2003	1,300,000	6,430,000	7,730,000	238,058	7,491,942	1.36%	212
2002	1,330,000	7,185,000	8,515,000	394,870	8,260,130	2.36%	254
2001	1,330,000	7,900,000	9,230,000	517,709	8,912,291	2.72%	292

\* The City's population can be found in the Demographics and Economics Schedule and the assessed value can be found on the Assessed Value Schedule.

Notes:

- 1) This schedule includes only debt repaid with property taxes. It excludes bonds payable from income taxes and tax increment financing bonds.
- 2) The bonded debt on this schedule which is outstanding at December 31, 2010 is not reflected on the computation of legal debt margin because it was issued as lease rental obligations which are exempt from the 2% limitation.
- 3) Based on the assumptions described above, outstanding balances from the following bond issues included in the ratios above: \$820,000 2001 Building Corp. Lease Rental Bonds; \$6,290,000 2004A Building Corporation 1st Mortgage Bonds; \$6,145,000 2004 Redevelopment Authority Economic Development Lease Rental Bonds; \$16,070,000 2005 Building Corporation First Mortgage Bonds; \$8,695,000 2008 Building Corporation 1st Mortgage Bonds.

**CITY OF NOBLESVILLE**  
Direct and Overlapping Debt  
At December 31, 2010

<u>Governmental Unit</u>	<u>Outstanding Debt</u>	<u>Percent Applicable to Noblesville</u>	<u>Amount Applicable to Noblesville</u>
<b>Direct Debt:</b>			
City of Noblesville	<u>\$ 207,189,988</u>	100.00%	<u>\$ 207,189,988</u>
<b>Overlapping Debt Paid with Property Taxes:</b>			
Hamilton Southeastern School Corporation	306,671,661	3.34%	10,242,833
Noblesville Schools	182,338,709	85.00%	154,987,903
Noblesville Southeastern Public Library	24,095,000	27.39%	6,599,621
Hamilton County	84,832,202	12.45%	10,561,609
<b>Other Overlapping Debt:</b>			
Hamilton County Tax Increment Bonds	48,875,000	12.45%	6,084,938
Hamilton County - County Option Income Tax	<u>33,310,000</u>	12.45%	<u>4,147,095</u>
Subtotal Overlapping Debt	<u>\$ 680,122,572</u>		<u>\$ 192,623,999</u>
<b>Total Direct and Overlapping Debt</b>			<u><u>\$ 399,813,987</u></u>

Note: The percentage of overlapping debt applicable is estimated using assessed values. The percentages are calculated by deterring the portion of another governmental unit's assessed value that is within the City's corporate boundaries and dividing it by each unit total assessed value.

Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City. This schedule estimates the portion of the outstanding debt of those overlapping governments that is borne by the residents and businesses of the City. This process recognizes that, when considering the City's ability to issue and repay long-term debt, the entire debt burden borne by the residents and businesses should be taken into account. However, this does not imply that every taxpayer is a resident, and therefore responsible for repaying the debt, of each overlapping government.

# **CITY OF NOBLESVILLE**

## **Legal Debt Margin**

December 31, 2010

### **Legal Debt Margin Calculation for Fiscal Year 2010**

Assessed value	\$ 732,725,650
Debt Limit (2% of assessed value)	14,654,513
Debt applicable to limit (A)	<u>5,110,000</u>
Legal debt margin	<u><u>\$ 9,544,513</u></u>

	<u>Debt Limit</u>	<u>Total net debt applicable to limit</u>	<u>Legal debt margin</u>	<u>Total net debt applicable to the limit as a percentage of debt limit</u>
2010	\$ 14,654,513	\$ 5,110,000	\$ 9,544,513	34.87%
2009	14,341,926	5,470,000	8,871,926	38.14%
2008	17,820,450	1,210,000	16,610,450	6.79%
2007	16,202,127	1,380,000	14,822,127	8.52%
2006	14,071,992	1,545,000	12,526,992	10.98%
2005	12,801,299	1,705,000	11,096,299	13.32%
2004	11,564,636	1,855,000	9,709,636	16.04%
2003	11,015,885	2,000,000	9,015,885	18.16%
2002	6,994,196	2,140,000	4,854,196	30.60%
2001	6,554,577	2,275,000	4,279,577	34.71%
2000	5,917,338	5,100,000	817,338	86.19%

(A) All other outstanding debt of the City is structured as lease transactions or tax increment district bonds. Neither of these types of obligations are subject to the 2% limitation shown above. Currently the only outstanding debt subject to the City's statutory debt limit are the 1998 COIT Revenue Bonds and the 2009 COIT Bonds.

**CITY OF NOBLESVILLE**  
 Governmental Activities Pledged Revenue Coverage  
 Last Ten Fiscal Years

	County Option Income Tax				Tax Increment Bonds <sup>1</sup>			
	COIT Revenue	Debt Service		Coverage	Tax Increment	Debt Service		Coverage
		Principal	Interest			Principal	Interest	
2010	\$ 12,884,599	\$ 360,000	\$ 232,605	21.74	\$ 12,070,518	\$ 2,445,000	\$ 7,077,932	1.27
2009	13,183,558	365,000	304,121	19.70	9,202,134	1,500,000	7,035,541	1.08
2008	12,159,501	305,000	185,778	24.78	7,079,079	1,115,000	6,270,788	0.96
2007	11,069,152	295,000	200,353	22.35	5,807,060	495,000	4,673,608	1.12
2006	10,225,147	280,000	214,135	20.69	3,718,543	480,000	2,416,277	1.28
2005	7,802,524	265,000	226,904	15.86	2,948,383	460,000	963,355	2.07
2004	8,735,420	255,000	238,914	17.69	1,819,541	310,000	982,360	1.41
2003	11,064,553	245,000	250,858	22.31	1,248,647	35,000	284,237	3.91
2002	12,773,963	655,000	776,126	8.93	1,223,627	-	276,279	4.43
2001	9,075,624	620,000	808,941	6.35	1,136,487	-	-	N/A

Source: Pledged revenue data provided by the County Auditor is based upon actual annual COIT and Tax Increment distributions to the City.

<sup>1</sup> The tax increment bonds have other back up security for debt service payments in the event tax increment is not sufficient. These include, depending on the bond, tax payer agreements, COIT and special benefits tax levies.

**CITY OF NOBLESVILLE**  
**Business - Type Activities Pledged Revenue Coverage**  
**Last Ten Fiscal Years**

	<b>Gross Revenue (1)</b>	<b>Direct Operating Expenses (2)</b>	<b>Net Revenue Available for Debt Service</b>	<b>Sewage Revenue Bond Debt Service Requirements</b>			<b>Coverage</b>
				<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
2010	\$ 10,163,011	\$ 5,064,162	\$ 5,098,849	\$ 1,180,000	1,433,450	2,613,450	1.95
2009	9,886,654	5,848,823	4,037,831	670,000	1,478,525	2,148,525	1.88
2008	11,219,288	6,846,590	4,372,698	650,000	1,500,275	2,150,275	2.03
2007	11,780,301	8,500,192	3,280,109	630,000	1,069,339	1,699,339	1.93
2006	11,435,298	3,230,805	8,204,493	3,325,000 (4)	504,290	3,829,290	2.14
2005	10,698,092	3,861,404	6,836,688	930,000	651,737	1,581,737	4.32
2004	9,966,354	2,664,374	7,301,980	900,000	701,307	1,601,307	4.56
2003	8,906,510	3,095,581	5,810,929	6,365,000 (3)	706,922	7,071,922	0.82
2002	7,878,516	3,273,780	4,604,736	920,000	546,110	1,466,110	3.14
2001	7,969,786	3,114,637	4,855,149	885,000	585,305	1,470,305	3.30

(1) Gross Revenues include sewage works operating and non-operating revenues.

(2) Operating Expenses include all sewage works expenses except interest on debt, depreciation and amortization.

(3) The wastewater utility redeemed the outstanding balance of its 1993 Revenue Bonds during 2003.

(4) The wastewater utility redeemed the outstanding balance of its 1998 Revenue Bonds during 2006.

**CITY OF NOBLESVILLE**  
Demographic and Economic Statistics  
Last Ten Years

City of Noblesville						Hamilton County (3)		
Population (1)	School Enrollment (2)	Unemployment Rate (3)	Personal Income (millions of dollars) (4)	Per Capita Personal Income (4)		Population	Personal Income (millions of dollars)	Per Capita Personal Income
2010	51,969	9,009	9.3%	\$ 2,367.5	45,556	274,569	\$ 12,723.1	\$ 45,556
2009	50,329	8,989	8.6%	2,388.4	47,456	279,287	12,857.6	47,456
2008	42,500	8,779	5.6%	1,971.1	46,378	269,785	12,512.1	46,378
2007	41,561	8,536	3.7%	1,898.3	45,676	261,661	11,509.4	45,676
2006	40,110	8,334	3.3%	1,779.0	44,354	250,979	10,677.0	44,354
2005	39,350	7,775	4.1%	1,719.6	43,701	240,732	9,989.5	43,701
2004	36,294	7,448	3.9%	1,516.6	41,786	230,064	9,233.0	41,786
2003	35,398	7,144	3.9%	1,499.8	42,369	220,973	8,780.0	42,369
2002	32,500	6,854	3.9%	1,421.6	43,742	207,247	8,577.0	43,742
2001	30,558	6,661	2.9%	1,321.7	43,251	196,103	8,019.0	43,251

Sources:

- 1) Population for 2010 is per official 2010 U.S. census. Estimated population for 2001 - 2004 & 2008 & 2009 are from the Noblesville Planning Department. Population for 2005 is based on a special census. Population for 2006 & 2007 are U.S. Census Bureau, estimates.
- 2) State of Indiana, Department of Education for students attending Noblesville School Corporation schools.
- 3) State of Indiana, Department of Workforce Development (IDWD). Hamilton County Personal Income and Per Capita Income figures are for the prior calendar year.
- 4) Personal Income and per capita income statistics are not maintained by the State for municipalities. Personal income data is available through the Indiana Department of Workforce Development, however, the smallest unit of government for which this can be obtained is the county level. In order to provide personal income data for the required ratios outlined in GASB 44, we have used Hamilton County data, as displayed above, from the IDWD. We have assumed that the per capital personal income for the County is reasonably representative of Noblesville per capita personal income. Personal income for the City shown above is calculated using City population estimates times the County per capita personal income.

**CITY OF NOBLESVILLE**  
Principal Employers  
Current year and nine years ago

<u>Employer</u>	<u>2010</u>			<u>2001</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment *</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment *</u>
Riverview Hospital (1)	1,400	1	6.27%	1,033	2	6.12%
Noblesville School Corporation	1,123	2	5.03%	1,085	1	6.43%
Hamilton County	994	3	4.45%	550	4	3.26%
SMC Corporation of America	543	4	2.43%			
King Systems, Inc.	430	5	1.93%	325	6	1.93%
City of Noblesville	372	6	1.67%	300	7	1.78%
Industrial Dielectrics, Inc.	200	7	0.90%	200	8	1.19%
Ryan Fire Protection Services	185	8	0.83%			
Riverwalk Village	179	9	0.80%			
Lowe's	150	10	0.67%	150	10	0.89%
Wal-Mart				600	3	3.56%
Firestone Industrial Corporation				371	5	2.20%
Perfecto Manufacturing Inc				174	9	1.03%
Total	<u>5,576</u>		<u>24.98%</u>	<u>4,788</u>		<u>28.39%</u>

\* Total employment as used above represents the total employment of all employers located within City limits. Total Employment for 2010 and 2001 was 22,316 and 16,876 respectively.

(1) Includes full and part time employment

Source: Noblesville Chamber of Commerce

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**CITY OF NOBLESVILLE**  
Full-Time-Equivalent City Government Employees by Function/Program  
Last Ten Years

	<b>Full-time Equivalent Employees as of December 31,</b>									
	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>
<b>General Government</b>										
Board of Works	3	3	6	5	3	3	3	3	3	3
Mayor	6	6	6	6	4	4	4	4	4	4
Clerk-Treasurer	5	5	5	5	4	4	4	4	4	4
Planning	15	17	19	21	18	17	16	16	13	11
Court	3	3	3	3	3	3	3	3	3	3
Network Administrator	3	3	3	3	2	2	2	2	2	2
Council	7	7	7	7	7	7	7	7	7	7
Human Resources	2	2	2	2	2	2	2	1	1	1
Economic Development	3	3	4	4	2	2	1	1	0	0
Engineering	10	10	11	11	8	8	8	7	7	4
<b>Public Safety</b>										
Police										
Officers	72	75	73	67	66	66	66	66	63	60
Civilians	9	11	12	11	10	10	14	14	14	14
Fire										
Firefighters and Officers	125	130	124	124	124	117	110	85	75	72
Civilians	5	6	6	6	5	5	4	3	3	3
Emergency Medical Services										
Volunteer Police	0	0	0	0	1	1	1	1	1	1
Communications	19	19	19	17	17	17	16	15	15	14
<b>Highway and Streets</b>	34	37	37	37	33	31	31	31	31	28
<b>Parks and recreation</b>	16	20	20	19	17	17	16	16	16	16
<b>Wastewater</b>	36	38	41	38	32	31	31	31	31	31
<b>TOTAL</b>	<u>373</u>	<u>395</u>	<u>398</u>	<u>386</u>	<u>358</u>	<u>347</u>	<u>339</u>	<u>310</u>	<u>293</u>	<u>278</u>

Source: Year End Reports of City Departments

**CITY OF NOBLESVILLE**  
Operating Indicators by Function/Program  
Last Ten Years

	<u>2010</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>
<b>General Government</b>					
Building Permits Issued:					
Residential (Single/Multi Families)	408	718	1,000	633	1,457
Commercial	13	11	45	59	43
Estimated Property Value of Building Permits Issued	\$ 74,865,132	\$ 97,321,243	\$ 196,201,736	\$ 224,490,136	\$ 284,319,846
<b>Public Safety</b>					
Police:					
Calls for Service	40,753	44,244	47,378	46,589	48,033
Physical Arrests	1,398	1,435	1,290	1,427	1,619
Citations Issued	3,120	3,043	4,269	3,407	3,876
Fire:					
Emergency Medical Responses	3,190	3,117	3,181	2,931	2,695
Fire Runs	1,380	1,188	1,303	1,116	1,057
<b>Highway and Streets</b>					
Total miles of public streets	239.8	236.65	231.36	224.95	204.44
<b>Parks and recreation</b>					
Golf Rounds Played	44,706	47,171	45,313	46,633	47,557
Number of reservations at Forest Park Inn	359	438	288	313	575
<b>Wastewater</b>					
Average daily sewage treatment (millions of gallons)	4.930	5.010	4.600	4.450	4.175
Number of customers served	17,097	16,753	16,267	15,604	14,810

**CITY OF NOBLESVILLE**  
Operating Indicators by Function/Program  
Last Ten Years  
(continued)

	2005	2004	2003	2002	2001
<b>Building Permits issued:</b>					
Residential (Single/Multi Families)	1,355	1,099	1,119	625	812
Commercial	24	43	27	35	18
Estimated Property Value of Building Permits issued	\$ 320,264,582	\$ 255,135,726	\$ 204,397,649	\$ 141,385,188	\$ 172,387,666
<b>Public Safety</b>					
<b>Police:</b>					
Calls for Service	41,730	37,558	37,270	39,793	38,708
Physical arrests	1,516	1,374	1,206	1,078	1,464
Citations Issued	3,618	3,906	4,054	3,546	2,331
<b>Fire:</b>					
Emergency Medical responses	2,638	2,194	1,890	1,913	1,730
Fire Runs	1,018	851	1,139	1,046	1,070
<b>Highway and Streets</b>					
Total miles of public streets	191.44	170.41	161.86	117.08	115.97
<b>Parks and recreation</b>					
Golf Rounds Played	48,409	48,987	83,233	42,934	45,347
Number of reservations at Forest Park Inn	472	522	432	463	338
<b>Wastewater</b>					
Average daily sewage treatment (million of gallons)	4.028	2.978	3.111	3.290	2.865
Number of customers served	13,758	12,547	11,662	10,935	10,132

**Note:**

In 2000 the Police year end reports omitted citations.

Source: Year End Reports of City Departments

**CITY OF NOBLESVILLE**  
Capital Asset Statistics by Function/Program  
Last Ten Fiscal Years

	2010	2009	2008	2007	2006	2005	2004	2003	2002	2001
<b>Public Safety</b>										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	7	7	6	6	6	6	4	4	4	4
<b>Other public works</b>										
Highways / Streets (miles)	239.80	236.65	231.26	212.2	204.44	191.44	170.41	161.86	117.08	115.97
Traffic signals	18	18	11	11	10	8	8	8	7	7
Street Lights	774	727	717 <sup>a</sup>	296	379	347	281	251	221	209
<b>Parks and recreation</b>										
Number of Parks	4	4	4	4	4	3	3	3	3	3
Acreage	833.7	899.3	899.3	899.3	615.57	526.67	526.67	526.67	425.37	425.37
Playgrounds	6	6	6	6	4	4	4	4	4	4
Baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3
Soccer/football fields	22	9	9	9	7	7	7	7	7	7
Basketball Courts	12	12	12	12	14	14	14	14	14	14
Public Golf Courses	2	2	2	2	2	2	2	2	2	2
Public Pool *	1	1	1	1	1	1	1	1	1	1
<b>Wastewater</b>										
Sanitary sewers (miles)	254.6	251.27	246	241.59	232.73	224.1	212.13	200.69	193.33	185.13
Storm sewers (miles)	187.2	183.42	173	164.93	158.67	146.59	128.4	115.63	108.13	103.41

\* Dillon Park opened a spray park in 2007

<sup>a</sup>The increase in 2008 was a result of the implementation of GIS resulting in a more accurate tracking of street lights.

Source: Year End Reports of City Departments