

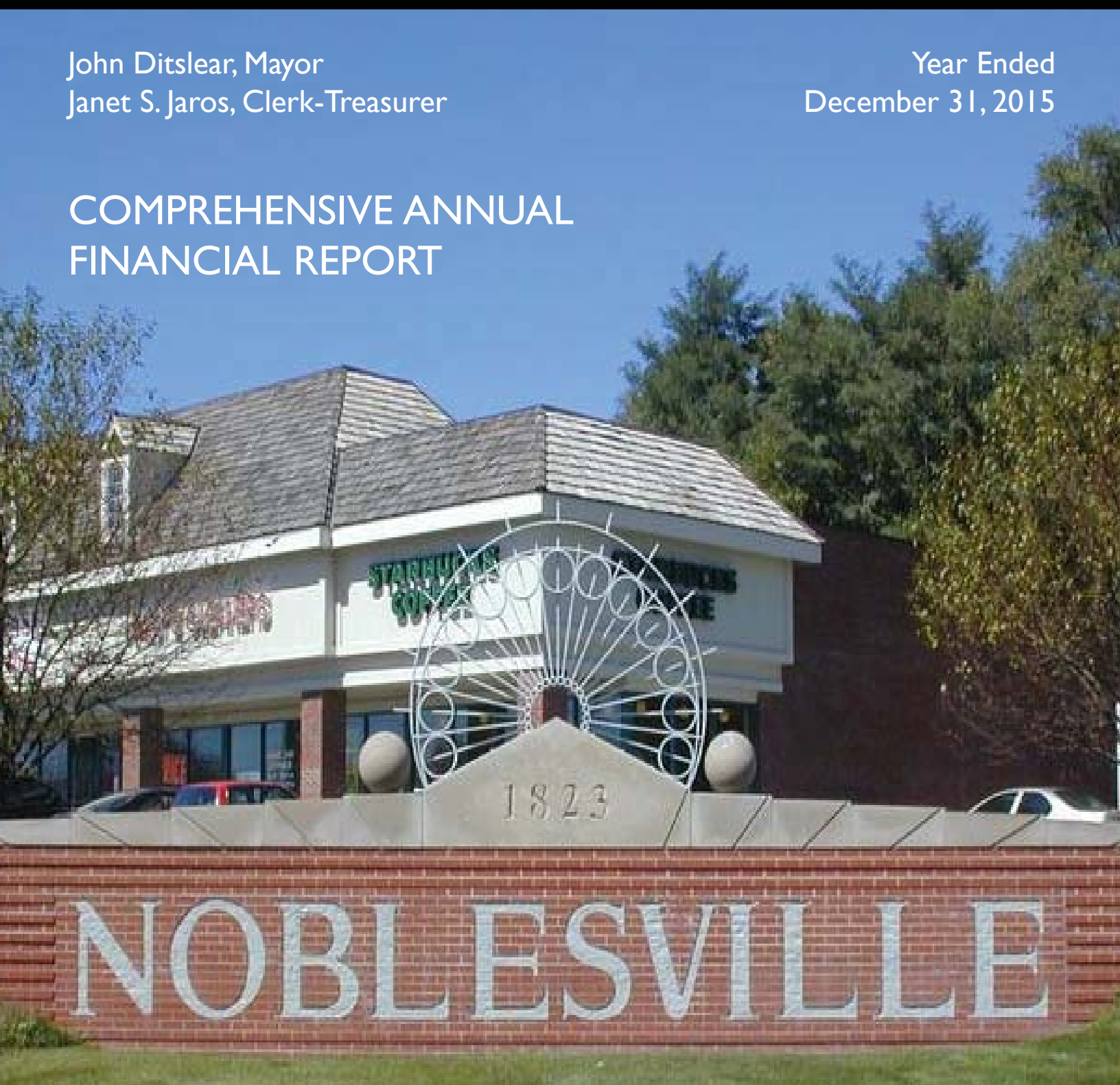


# CITY OF NOBLESVILLE, INDIANA

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

Year Ended  
December 31, 2015

## COMPREHENSIVE ANNUAL FINANCIAL REPORT





**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**CITY OF NOBLESVILLE, INDIANA**

**Year Ended December 31, 2015**

**Prepared by:**

**Michael Hendricks, Controller**





# INTRODUCTORY SECTION



CITY OF NOBLESVILLE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2015

TABLE OF CONTENTS

| <u>Description</u>  | <u>Page</u> |
|---|-------------|
| <b>I. Introductory Section</b>  |             |
| Table of Contents .....   | I-II        |
| Letter to Citizens From Mayor .....   | IV          |
| Letter of Transmittal to Mayor and Members of Common Council .....  | VI-XI       |
| GFOA Certificate of Excellence .....  | XIII        |
| List of City Officials .....  | XV          |
| Organizational Chart .....  | XVI         |
| <b>II. Financial Section</b>  |             |
| Independent Auditor's Report .....  | 1-2         |
| Management's Discussion and Analysis .....  | 3-15        |
| Basic Financial Statements:   |             |
| Government-Wide Financial Statements:   |             |
| Statement of Net Position .....   | 17          |
| Statement of Activities .....   | 18          |
| Fund Financial Statements:  |             |
| Balance Sheet – Governmental Funds .....  | 19          |
| Reconciliation of the Balance Sheet of Governmental Funds<br>to the Statement of Net Position .....   | 20          |
| Statement of Revenues, Expenditures, and Changes in Fund<br>Balances – Governmental Funds .....   | 21          |
| Reconciliation of the Statement of Revenues, Expenditures, and Changes in<br>Fund Balances of Governmental Funds to the Statement of Activities ..... | 22          |
| Statement of Net Position – Proprietary Funds .....   | 23          |
| Statement of Revenues, Expenses, and Changes in<br>Net Position – Proprietary Funds .....   | 24          |
| Statement of Cash Flows – Proprietary Funds .....   | 25          |
| Statement of Fiduciary Net Position – Fiduciary Funds .....   | 26          |
| Statement of Changes in Fiduciary Net Position – Fiduciary Funds .....  | 27          |
| Notes to Financial Statements .....   | 28-77       |
| Required Supplementary Information:   |             |
| Schedule of Changes in Net Position Liability .....   | 80          |
| Schedules of Net Position Liability and Related Ratios .....  | 81          |
| Schedules of Proportionate Share of the Net Position Liability .....  | 82          |
| Schedules of City Contributions – Single-Employer Defined Benefit Pension Plans .....   | 83          |
| Schedules of City Contributions – Cost-Sharing Multiple-Employer<br>Defined Benefit Pension Plans .....   | 84          |
| Schedule of Funding Progress .....  | 85          |
| Schedule of Contributions from the Employer and Other Contributing Entities .....   | 85          |
| Budgetary Comparison Schedule - General Fund .....  | 86-88       |
| Budget/GAAP Reconciliation - General Fund .....   | 89          |
| Notes to Required Supplementary Information .....   | 90-92       |

CITY OF NOBLESVILLE  
COMPREHENSIVE ANNUAL FINANCIAL REPORT  
FOR THE YEAR ENDED DECEMBER 31, 2015

TABLE OF CONTENTS  
(Continued)

| <u>Description</u>   | <u>Page</u> |
|--|-------------|
| <b>II. Financial Section (Continued)</b>   |             |
| Supplemental Schedules:  |             |
| Nonmajor Governmental Funds:   |             |
| Combining Balance Sheet – Nonmajor Governmental Funds .....  | 98          |
| Combining Statement of Revenues, Expenditures, and Changes in Fund<br>Balances – Nonmajor Governmental Funds ..... | 99          |
| Combining Balance Sheets -   |             |
| Nonmajor Special Revenue Funds .....   | 100-104     |
| Nonmajor Debt Service Funds .....  | 106-107     |
| Nonmajor Capital Projects Funds .....  | 108-110     |
| Combining Statement of Revenues, Expenditures, and Changes in Fund Balance –                                       |             |
| Nonmajor Special Revenue Funds .....   | 111-115     |
| Nonmajor Debt Service Funds .....  | 116-117     |
| Nonmajor Capital Projects Funds .....  | 118-120     |
| Budgetary Comparison Schedules – Nonmajor Budgeted Governmental Funds .....  | 122-129     |
| Fiduciary Funds:   |             |
| Combining Statement of Fiduciary Net Position – Fiduciary Funds .....  | 132         |
| Combining Statement of Changes in Fiduciary<br>Net Position – Nonmajor Fiduciary Funds .....                       | 133         |
| Statement of Changes in Assets and Liabilities – Agency Funds .....  | 134         |
| <b>III. Statistical Section</b>  |             |
| <b>Financial Trends</b>  |             |
| Net Position by Component .....  | 137         |
| Changes in Net Position .....  | 138-139     |
| Fund Balances of Governmental Funds .....  | 140         |
| Changes in Fund Balances of Governmental Funds .....   | 141         |
| <b>Revenue Capacity</b>  |             |
| Assessed Value and True Tax Value of Taxable Property .....  | 143         |
| Direct and Overlapping Property Tax Rates .....  | 144-145     |
| Principal Taxpayers .....  | 146         |
| Property Tax Levied and Collected .....  | 147         |
| <b>Debt Capacity</b>   |             |
| Ratios of Outstanding Debt by Type .....   | 148         |
| Ratios of Net General Bonded Debt Outstanding .....  | 149         |
| Direct and Overlapping Debt .....  | 150         |
| Legal Debt Margin .....  | 151         |
| Governmental Activities Pledged Revenue Coverage .....   | 152         |
| Business – Type Activities Pledged Revenue Coverage .....  | 153         |
| <b>Demographic and Economic Information</b>  |             |
| Demographic and Economic Statistics .....  | 154         |
| Principal Employers .....  | 155         |
| Full-Time Equivalent City Government Employees .....   | 157         |
| <b>Operating Information</b>   |             |
| Operating Indicators by Function/Program .....   | 158-159     |
| Capital Asset Statistics by Function/Program .....   | 160         |

## **Members of the Board of Public Works**



**Jack Martin, John Ditslear, Lawrence Stark**



John Ditslear, Mayor

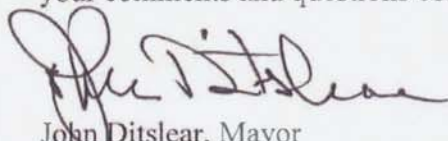
June 28, 2016

Dear Citizens of Noblesville and Interested Persons,

I am proud and pleased to present to you the 2015 Comprehensive Annual Financial Report, as well as, a summary of all the services, projects and activities that make Noblesville a community of exceptional opportunities and great potential. This report has been prepared by our Controller Michael Hendricks, using information provided by our outstanding fiscal steward, Clerk-Treasurer Janet Jaros, and follows the guidelines set forth by the Government Finance Officers Association (GFOA) of the United States and Canada. This report will be submitted to the GFOA for review.

Noblesville is a great city in which to live, work and play. Like all communities, we must provide the necessary 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, sanitation and recycling service, public improvements, planning and zoning administration, parks and recreation and general administration. Our number one goal is to provide 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 excellent city services.

This report would not be possible without the support of the entire Noblesville Common Council, city administration, and most importantly, the commitment of 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 this document.



John Ditslear, Mayor  
City of Noblesville

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June 27, 2016

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, 2015, 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.

This report was prepared by the City's Controller's Office in conjunction with O.W. Krohn and Associates, LLP. 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 operations 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.

The State Board of Accounts of the State of Indiana has issued an unqualified opinion on the City of Noblesville's financial statements for the year ended December 31, 2015. The independent auditor's opinion is located at the front of the financial section of this report.

#### 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 estimated population of 59,153, covering an area of approximately 33.06 square miles with 255.6 miles of public roadways.



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.

On January 1, 2016, Noblesville became a second-class city under Indiana law. The Council is now comprised of six in-district and three at-large councilors. The Mayor appoints the City Controller, who serves as the chief fiscal officer of the City.

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 19,359 customers as of December 31, 2015, an increase of 513 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

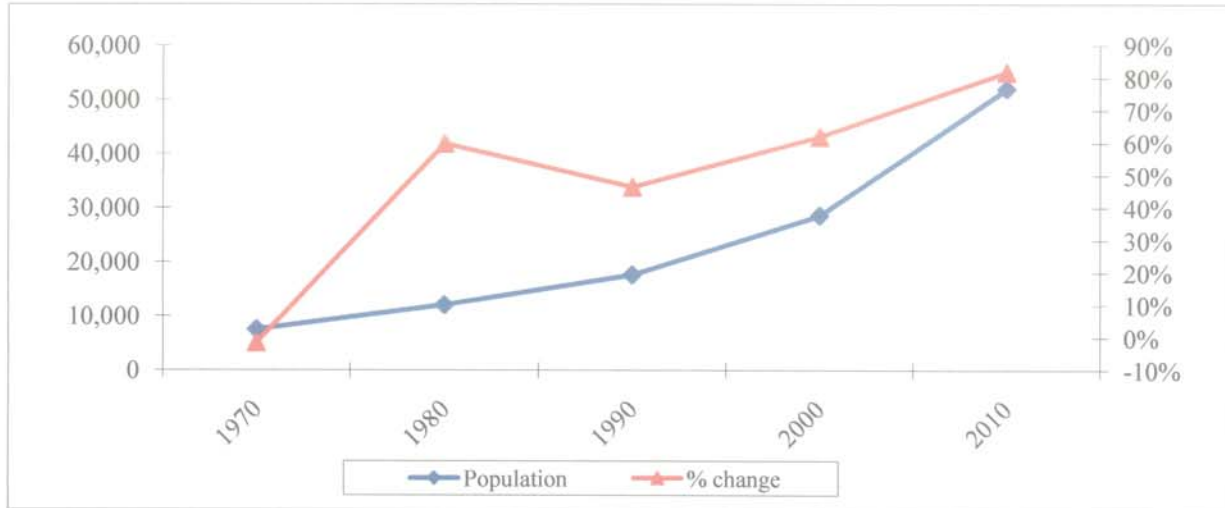
The information presented in the financial statements may be better understood when economic and related environmental factors specifically impacting the City of Noblesville are considered. The following sections provide brief summaries of certain key factors related to the local economy, long term financial 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%.

Throughout 2015, the City received attention from site selectors and businesses looking for assistance in locating, relocating or expanding businesses in Noblesville. The Economic Development Department estimated that the City had over \$35 million of corporate capital investments in 2015, which is expected to bring 179 new jobs. Approximately 49 new businesses opened during the year.

# POPULATION (U.S. CENSUS)



The City issued 490 new single-family residential building permits in 2015 for locations within the corporate limits which represents a 13% increase from the prior year. Residential building activity was spread over 18 active subdivisions and 17 builders ranging from modest to high end custom homes. The average new home size in 2015 was 4,212 square feet. Non-residential building permits issued in 2015 totaled \$249.8 million in construction. Commercial development included a new Floors to Your Home store, several restaurants, completion of the Cabela's Sporting Goods store, along with major remodeling projects, which included Zevcor Molecular and Pharmakon Pharmaceuticals. Noblesville's Hamilton Town Center Life Style Mall is still attracting tenants and continues to be an influence on site selector profiles. New additions to the Mall and the surrounding area in 2015 included Heidi Pops Gourmet Popcorn, Vision Works, Aspen Creek Grill and Chick-fil-A.

In response to the growth experienced by Noblesville, the City is constantly seeking ways to improve its services to residents. The City continues to focus on roadway infrastructure improvements across the City, including the completion of Cabela Parkway extension, Terry Lee Crossing drives, Forest Park pedestrian bridges and Logan Street sidewalks. Planning is underway for six new roundabouts, two street realignments and the continuation of Phase 3 of the Riverwalk project. The City is also in the planning phase of numerous other projects throughout the City. The City continues to actively seek new development in both the commercial and industrial sectors as well as focusing on retention and expansion of existing businesses to stabilize the tax base. The Mayor has initiated the "Stay Here, Grow Here" business retention and expansion program in 2014. The program funded the promotion of seven local businesses through video and print marketing in 2015.

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 2015



labor force totals 31,848. The City unemployment rate in 2015 averaged 3.5%. The Indiana state wide unemployment rate for 2015 was 4.5%.

### Long-Term Financial Planning

PLANoblesville, the 2013 Comprehensive Plan, establishes a vision and strategic framework for the City's future. The creation of this plan is on the heels of a twelve-month process that included focus group and stakeholder interviews, public workshops, and a series of open houses. Throughout this process we assessed how the City has developed over the last ten years and set a series of goals, objectives, and implementation actions to guide future development, redevelopment, and community building projects in Noblesville. The ultimate goal of this comprehensive plan is to promote and enhance the many unique assets in Noblesville and protect valuable natural features while also strengthening the City's tax base and offering a variety of housing options, thereby creating a stronger community.

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. Additional economic development efforts are focusing on the riverfront, city gateways, trails, possible cultural district, brownfield redevelopment and improvements to the downtown core.

In 2014, Zevacor Molecular purchased a 72 thousand square foot building in the Saxony Business Park. \$40,000,000 in renovations were completed to accommodate the only commercially owned 70 MeV Cyclotron, dedicated to medical use, in the United States. The facility manufactures medical isotopes used in the diagnostic imaging and therapies within oncology, neurology and cardiology. Manufacturing equipment also opens up the ability to research isotopes currently not widely available in the United States such as Copper-67 which is a therapeutic for treating cancer. Currently, there are 25 employees, with a total payroll of \$2,500,000 and Zevacor plans to hire an additional 25 employees by December 2018.

Pharmakon Pharmaceuticals relocated their corporate headquarters and the pharmaceutical division to the Saxony Business Park in January of 2014. The construction of a new 50,000 square foot building that connects to their existing building via a pedestrian bridge was completed in 2015. The expansion will be used for the company's long term care pharmacy business and also provide space for anticipated future growth.

In 2015, construction began on the Federal Hill Commons project, which is located on approximately 6 acres of property on the west side of the White River. The project will improve an underutilized area, most of which is in flood plain, to provide a gathering space for the community, and provide a location to display the City's rich history and public art. This project includes an amphitheater, public restrooms, a wall to display art, a playground, nature areas and walking paths.

The City's Wastewater Utility continued work on its Long Term Control Plan. Phase III Division III construction began in January 2014. Its anticipated duration of construction will be three



years. The project includes installation of a 60" CSO conveyance sewer. Also, preliminary design work has begun on the Phase IV sewer separation project.

### 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.

The City is responding to revenue adjustments due in part to tax caps (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. Historically low municipal bond interest rates facilitated the refunding of two bond issues in 2015 which will reduce the City's debt payment obligations paid with tax revenue by approximately \$5.5 million over the next fourteen 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, County Option Income Tax Fund, Local Law Enforcement Continuing Education Fund, Park and Recreation Fund, Park Nonreverting Operating Fund, Parking Meter Fund, City Hall Debt Fund, Fire Station 2 Debt Fund, Fire Station 7/Street Dept. Fund, Fire Station Five and Six Debt, Little Chicago Road Debt, Hazel Dell Tax Increment Financing, 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.



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 October. The budget is advertised per Indiana statute, and a public hearing is held prior to the final adoption by the end of October. The Controller'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 Controller. 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.

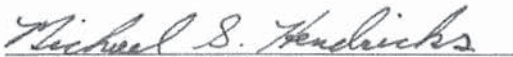
Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 86-89. For other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report on pages 122-129.

#### ACKNOWLEDGEMENTS

The preparation of this report would not have been possible without the dedication and cooperation of all city officials, council members, department directors and the former Clerk-Treasurer, Janet Jaros. We also appreciate the assistance of the Indiana State Board of Accounts and Jim Treat and Rosy Oshry 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.

Respectfully submitted,

  
Michael S. Hendricks, Controller

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Government Finance Officers Association

**Certificate of  
Achievement  
for Excellence  
in Financial  
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Presented to

**City of Noblesville  
Indiana**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2014**



Executive Director/CEO



## Common Council Members



**Back Row: (left to right) Rick Taylor, Jeff Zeckel, Mark Boice, Brain Ayer**  
**Front Row: (left to right) Stephen C. Wood, Gregory P. O'Connor, Roy Johnson**



# NOBLESVILLE CITY OFFICIALS

| <u>Office</u>  | <u>Official</u>  | <u>Term</u>          |
|--|------------------|----------------------|
| Mayor  | John Ditslear    | 01/01/12 to 12/31/15 |
| Clerk-Treasurer                                      | Janet Jaros      | 01/01/12 to 12/31/15 |
| Judge  | Greg Caldwell    | 01/01/12 to 12/31/15 |
| Common Council Members                               | Brian Ayer       | 01/01/12 to 12/31/15 |
|  | Mark Boice       | 01/01/12 to 12/31/15 |
|  | Roy Johnson      | 01/01/12 to 12/31/15 |
|  | Gregory O'Connor | 01/01/12 to 12/31/15 |
|  | Rick Taylor      | 01/01/12 to 12/31/15 |
|  | Stephen Wood     | 01/01/12 to 12/31/15 |
|  | Jeff Zeckel      | 01/01/12 to 12/31/15 |
| President of the Board<br>of Public Works and Safety | John Ditslear    | 01/01/12 to 12/31/15 |
| Member of the Board<br>of Public Works and Safety    | Jack Martin      | Appointed            |
|  | Larry Stork      | Appointed            |

# 2015



# **FINANCIAL SECTION**





# STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS  
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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

### **Report on the Financial Statements**

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, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

### ***Management's Responsibility for the Financial Statements***

Management is responsible for the preparation and fair presentation of these financial statements in accordance with accounting principles generally accepted in the United States of America; this includes the design, implementation, and maintenance of internal control relevant to the preparation and fair presentation of financial statements that are free from material misstatement, whether due to fraud or error.

### ***Auditor's Responsibility***

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

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

### ***Opinions***

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective 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, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and for the year then ended, in accordance with accounting principles generally accepted in the United States of America.



INDEPENDENT AUDITOR'S REPORT  
(Continued)

***Emphasis of Matter***

As discussed in Note I. E. to the financial statements, the City adopted new accounting guidance, GASB Statement 68 *Accounting and Financial Reporting for Pensions*. Our opinion is not modified with respect to this matter.

***Other Matters***

*Required Supplementary Information*


Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of Proportionate Share of the Net Pension Liability, Schedules of City Contributions, Schedules of Changes in Net Pension Liability, Schedules of Net Pension Liability and Related Ratios, Schedule of Funding Progress, Schedule of Contributions From the Employer and Other Contributing Entities, Budgetary Comparison Schedule - General Fund, and Budget/GAAP Reconciliation - General Fund, as listed in the Table of Contents, be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context. We have applied certain limited procedures to the required supplementary information in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

*Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City basic financial statements. The accompanying Introductory Section, combining and individual nonmajor fund statements, other budgetary comparison schedules, and Statistical Section are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual fund financial statements and other budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund statements and other budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

The Introductory and Statistical Sections have not been subjected to the auditing procedures applied in the audit of the basic financial statements, and accordingly, we do not express an opinion or provide any assurance on them.

  
Paul D. Joyce, CPA  
State Examiner

June 27, 2016



## 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, 2015. 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-XI 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 \$268,497,730 (*net position*). Of this amount, \$12,872,288 (*unrestricted net position*) 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 position increased by \$14,969,785 as compared to the 2014 total net position prior to restatement. Overall, the City increased revenues by approximately \$7.5 million while decreasing expenditures by approximately \$2.8 million in 2015. Another component of the overall increase in net position was related to the receipt of additional capital grants and contributions. Capital grants and contributions include \$4.9 million of developer contributed infrastructure assets and \$1.3 million of utility infrastructure assets from developers. Effective January 1, 2015, the City was required to implement GASB 68 and GASB 71, which changed the way governments calculated and reported the costs and obligations related to pensions. Pension obligations were removed and replaced with pension assets and liabilities for all of the types of pension plans in which the City participates. The 2015 beginning net position was restated in connection with this change. Governmental funds were reduced \$10,671,278 to eliminate the net pension obligation beginning balance and to include the net pension asset and net pension liability beginning balances. Business-type activities funds were reduced by \$2,837,217 as of a result of (1) overstatement of improvements related to the wastewater collection systems which required a deletion of \$1,782,644 and (2) an adjustment of \$1,054,573 to accumulated depreciation for certain assets acquired in prior years that had not been depreciated.
- At the end of the current fiscal year, the City's government funds reported ending fund balances of \$70,218,286, an increase of \$3,579,086 from last year. Approximately 87% of the total governmental fund balance, or \$60.8 million is designated by the City as committed, assigned and unassigned. The remaining 13% is designated as restricted.
- The City of Noblesville total outstanding debt obligations decreased by \$5,435,000 during the current fiscal year. A total of \$48,345,000 in bonds were issued, \$13,560,000 in bonds were retired by scheduled principal payments during the year and \$40,220,000 in bonds were refunded.

### 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 position* presents information on all of the City of Noblesville's assets, liabilities and deferred outflows/inflows of resources with the difference between all of these items reported as *net position*. Over time, increases or decreases in net position 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 position changed during the most recent fiscal year. All changes in net position 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, culture and recreation and economic development. The business-type activity of the City of Noblesville includes a wastewater utility.

The government-wide financial statements can be found on pages 17-18 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 47 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 redevelopment authority capital projects, all of which are considered to be major funds. Data from the other 44 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of *combining statements* elsewhere in this report.



## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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 19-22 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 23-25 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 28-77 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 98-134 of this report.

### GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position 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 \$268,497,730 at the close of the most recent fiscal year.

By far the largest portion of the City of Noblesville's net position (80 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 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.

# MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

## City of Noblesville's Net Position as of December 31, 2015

|   | Governmental Activities |                       | Business-Type Activities |                       | Total                 |                       |
|---|-------------------------|-----------------------|--------------------------|-----------------------|-----------------------|-----------------------|
|   | <u>2014</u>             | <u>2015</u>           | <u>2014</u>              | <u>2015</u>           | <u>2014</u>           | <u>2015</u>           |
| Current and other assets                  | \$ 75,630,330           | \$ 85,343,496         | \$ 28,127,821            | \$ 30,187,234         | \$ 103,758,151        | \$ 115,530,730        |
| Capital assets                            | 313,062,083             | 314,808,029           | 118,616,760              | 117,113,591           | 431,678,843           | 431,921,620           |
| Total assets                              | <u>\$ 388,692,413</u>   | <u>\$ 400,151,525</u> | <u>\$ 146,744,581</u>    | <u>\$ 147,300,825</u> | <u>\$ 535,436,994</u> | <u>\$ 547,452,350</u> |
| Deferred outflows<br>of resources         | 6,502,256               | 17,386,934            | -                        | 1,204,371             | 6,502,256             | 18,591,305            |
| Total assets<br>and deferred outflows     | <u>395,194,669</u>      | <u>417,538,459</u>    | <u>146,744,581</u>       | <u>148,505,196</u>    | <u>541,939,250</u>    | <u>566,043,655</u>    |
| Long-term liabilities<br>outstanding      | 212,584,615             | 224,824,804           | 40,396,587               | 39,078,120            | 252,981,202           | 263,902,924           |
| Other liabilities                         | 19,228,659              | 21,660,352            | 2,692,949                | 3,293,742             | 21,921,608            | 24,954,094            |
| Total liabilities                         | <u>\$ 231,813,274</u>   | <u>\$ 246,485,156</u> | <u>\$ 43,089,536</u>     | <u>\$ 42,371,862</u>  | <u>\$ 274,902,810</u> | <u>\$ 288,857,018</u> |
| Deferred inflows<br>of resources          | -                       | 8,688,907             | -                        | -                     | -                     | 8,688,907             |
| Total liabilities<br>and deferred inflows | <u>\$ 231,813,274</u>   | <u>\$ 255,174,063</u> | <u>\$ 43,089,536</u>     | <u>\$ 42,371,862</u>  | <u>\$ 274,902,810</u> | <u>\$ 297,545,925</u> |
| Net position:                             |                         |                       |                          |                       |                       |                       |
| Investment in capital assets              | 121,218,630             | 134,342,338           | 80,865,842               | 80,474,188            | 202,084,472           | 214,816,526           |
| Restricted                                | 34,505,854              | 35,133,129            | 5,756,425                | 5,675,787             | 40,262,279            | 40,808,916            |
| Unrestricted                              | 7,656,911               | (7,111,071)           | 17,032,778               | 19,983,359            | 24,689,689            | 12,872,288            |
| Total net position                        | <u>\$ 163,381,395</u>   | <u>\$ 162,364,396</u> | <u>\$ 103,655,045</u>    | <u>\$ 106,133,334</u> | <u>\$ 267,036,440</u> | <u>\$ 268,497,730</u> |

A portion of the City of Noblesville's net position (15 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net position, \$12,872,288 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 most of the categories of net position, both for the government as a whole, as well as for its business-type activities. The unrestricted balance of (\$7,111,071) in the governmental activities is primarily due to the implementation of GASB 68 and GASB 71. The net pension asset, net pension liability and OPEB obligation increased by a net \$14.6 million from last year.



# MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

The following is a summary of the information presented in the Statement of Activities for 2015 found on page 18 of this report compared to 2014:

## City of Noblesville Change in Net Position

|   | Governmental Activities |                       | Business-Type Activities |                       | Total                 |                       |
|---|-------------------------|-----------------------|--------------------------|-----------------------|-----------------------|-----------------------|
|   | <u>2014</u>             | <u>2015</u>           | <u>2014</u>              | <u>2015</u>           | <u>2014</u>           | <u>2015</u>           |
| Revenue:  |                         |                       |                          |                       |                       |                       |
| Program revenues:                                       |                         |                       |                          |                       |                       |                       |
| Charges for services                                    | \$ 11,358,135           | \$ 10,598,918         | \$ 11,925,499            | \$ 13,726,815         | \$ 23,283,634         | \$ 24,325,733         |
| Operating grants and contributions                      | 2,935,345               | 2,818,025             | -                        | -                     | 2,935,345             | 2,818,025             |
| Capital grants and contributions                        | 3,593,149               | 5,512,986             | 1,969,450                | 1,410,532             | 5,562,599             | 6,923,518             |
| General revenues:                                       |                         |                       |                          |                       |                       |                       |
| Taxes:  |                         |                       |                          |                       |                       |                       |
| Property taxes  | 35,527,771              | 37,839,905            | -                        | -                     | 35,527,771            | 37,839,905            |
| Income  | 16,028,903              | 18,799,297            | -                        | -                     | 16,028,903            | 18,799,297            |
| Other   | 4,694,856               | 4,646,289             | -                        | -                     | 4,694,856             | 4,646,289             |
| Other   | 219,657                 | 329,233               | 48,748                   | 150,630               | 268,405               | 479,863               |
| Total revenues  | <u>\$ 74,357,816</u>    | <u>\$ 80,544,653</u>  | <u>\$ 13,943,697</u>     | <u>\$ 15,287,977</u>  | <u>\$ 88,301,513</u>  | <u>\$ 95,832,630</u>  |
| Expenses:   |                         |                       |                          |                       |                       |                       |
| General government                                      | 22,819,562              | 21,513,337            |                          |                       | 22,819,562            | 21,513,337            |
| Public safety   | 26,621,910              | 25,618,321            |                          |                       | 26,621,910            | 25,618,321            |
| Highways and streets                                    | 7,811,899               | 13,258,585            |                          |                       | 7,811,899             | 13,258,585            |
| Culture and recreation                                  | 2,775,891               | 3,749,832             |                          |                       | 2,775,891             | 3,749,832             |
| Economic Development                                    | 6,088,104               | 84,133                |                          |                       | 6,088,104             | 84,133                |
| Interest on long-term debt                              | 7,083,600               | 6,333,374             |                          |                       | 7,083,600             | 6,333,374             |
| Wastewater  | -                       | -                     | 10,497,493               | 10,305,263            | 10,497,493            | 10,305,263            |
| Total expenses  | <u>\$ 73,200,966</u>    | <u>\$ 70,557,582</u>  | <u>\$ 10,497,493</u>     | <u>\$ 10,305,263</u>  | <u>\$ 83,698,459</u>  | <u>\$ 80,862,845</u>  |
| Transfers:  |                         |                       |                          |                       |                       |                       |
| Capital asset transfer                                  | 372,495                 | (532,792)             | (372,495)                | 532,792               | -                     | -                     |
| Fund transfer   | 200,000                 | 200,000               | (200,000)                | (200,000)             | -                     | -                     |
|   | <u>\$ 572,495</u>       | <u>\$ (332,792)</u>   | <u>\$ (572,495)</u>      | <u>\$ 332,792</u>     | <u>\$ -</u>           | <u>\$ -</u>           |
| Increase(Decrease) in net position                      | 1,729,345               | 9,654,279             | 2,873,709                | 5,315,506             | 4,603,054             | 14,969,785            |
| Net position - beginning before prior period adjustment | 161,773,119             | 163,381,395           | 100,781,336              | 103,655,045           | 262,554,455           | 267,036,440           |
| Prior period adjustment                                 | (121,069)               | (10,671,278)          | -                        | (2,837,217)           | (121,069)             | (13,508,495)          |
| Net position - beginning after prior period adjustment  | <u>161,652,050</u>      | <u>152,710,117</u>    | <u>100,781,336</u>       | <u>100,817,828</u>    | <u>262,433,386</u>    | <u>253,527,945</u>    |
| Net position, end of year                               | <u>\$ 163,381,395</u>   | <u>\$ 162,364,396</u> | <u>\$ 103,655,045</u>    | <u>\$ 106,133,334</u> | <u>\$ 267,036,440</u> | <u>\$ 268,497,730</u> |

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

### **Governmental Activities**

Governmental activities increased the City's net position by \$9,654,279. Total assets and deferred outflows increased approximately \$22.3 million while total liabilities and deferred inflows increased approximately \$23.4 million. The increase in net position included \$4.5 million in developer contributed infrastructure assets and general revenue (see below for details). The increase in assets was due to an increase in deferred outflows of resources in the amount of \$1.9 million for unamortized deferred losses related to the advance refunding transaction in 2015, along with the addition of \$9 million in pension related deferred outflows. Also due to the implementation of GASB 68 and GASB 71, a net pension asset was added in the amount of \$2.3 million. The increase to total liabilities and deferred outflow of resources was due to the increase of approximately \$13.1 million due to the new reporting requirements of the pension liability and an approximately \$3.8 million increase in the OPEB obligation. The increase also included the issuance of a bond of approximately \$6 million.

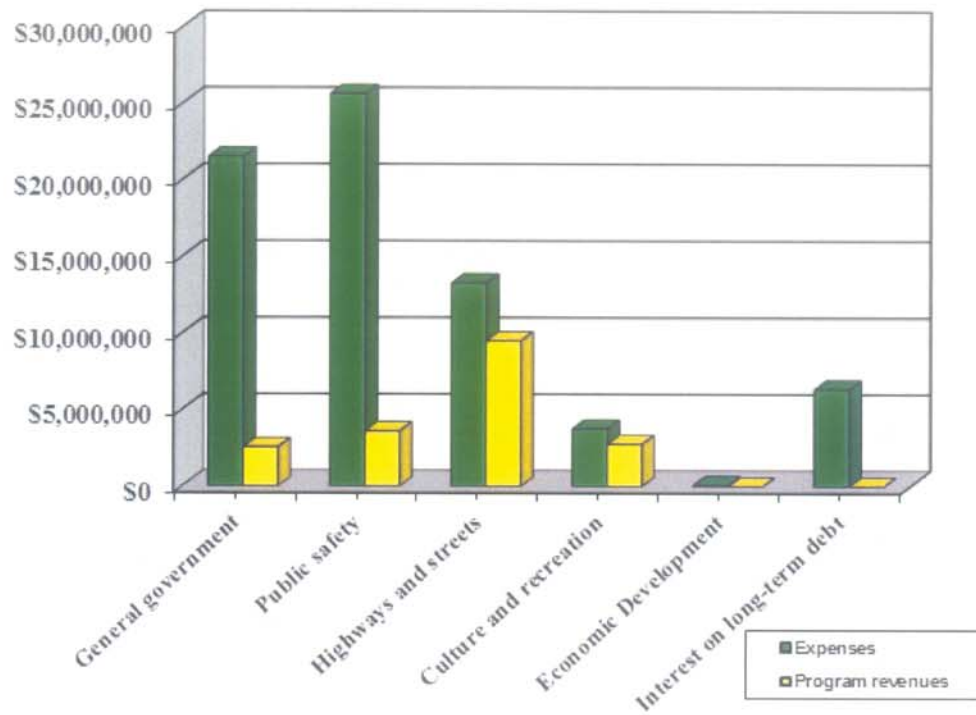
Notable changes in governmental activities revenues and expenses in 2015 compared to the 2014 included the following:

- Governmental revenues increased approximately \$6.2 million in total with the biggest components related to property taxes and the County Option Income Tax (COIT). Property taxes increased by approximately \$2.3 million through normal levy adjustments, an increase in a levy for a debt service fund and additional Tax Increment Revenue from the continuing development of the City's Tax Increment Financing areas. There was also a 5% increase in the overall COIT distributions for the county in 2015. The City received approximately \$2.8 million in additional COIT in 2015. The increase in COIT is an indication of the further resurgence of the economy in the county. Additionally, capital grants and contributions realized increases in revenue.
- Governmental expenses decreased approximately \$2.6 million in total. The decrease in economic development is related to a \$6 million non-recurring expenditure in 2014 for the City's contribution to the Ivy Tech project. The decrease is off-set with an increase of approximately \$5.5 million in highways and street expenditures. These expenditures consisted of improvements to Terry Lee Crossing, Cabela Parkway, annual street rehabilitations and the completion of the salt storage facility.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

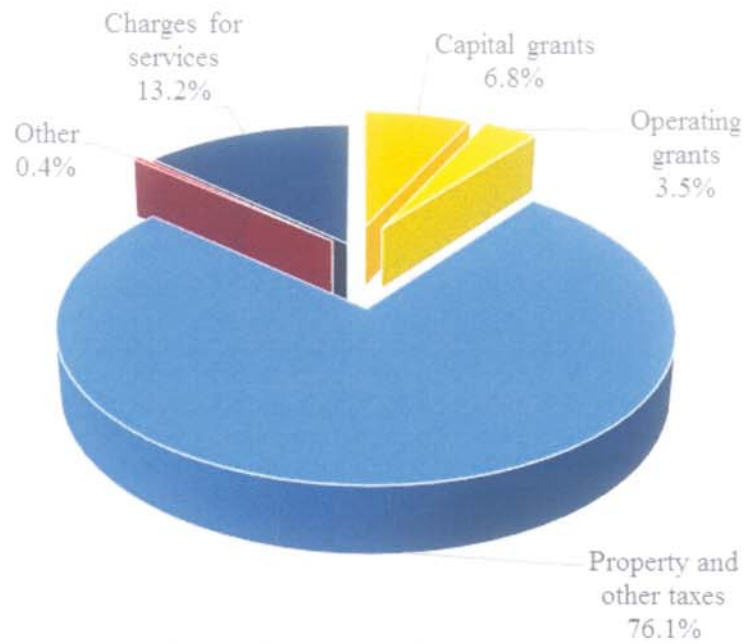
The following chart compares expenses with program revenues for the City's governmental activities.

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)

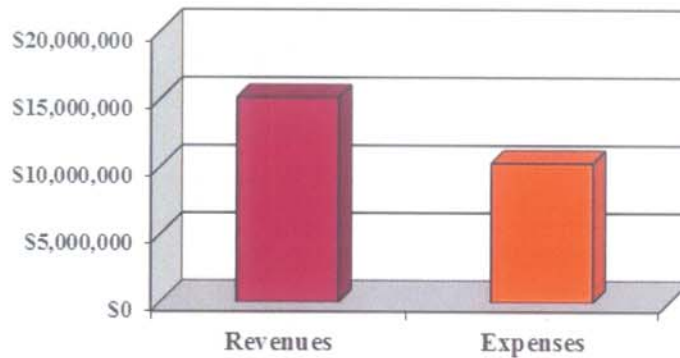
### Business-type Activities

Net position for business-type activities increased \$5,315,506. This increase was due to the receipt of \$1,410,532 contributed infrastructure and funds from developers and the excess revenues over expenses.

Total revenues for the Utility increased \$1,344,280 in 2015, with a decrease in total expenses in the amount of \$192,230. Operating revenues were up approximately 15% (\$1,801,316) related to growth in customer base, along with approximately 3.7% from the final phase of a three-step rate increase, which began in 2013.

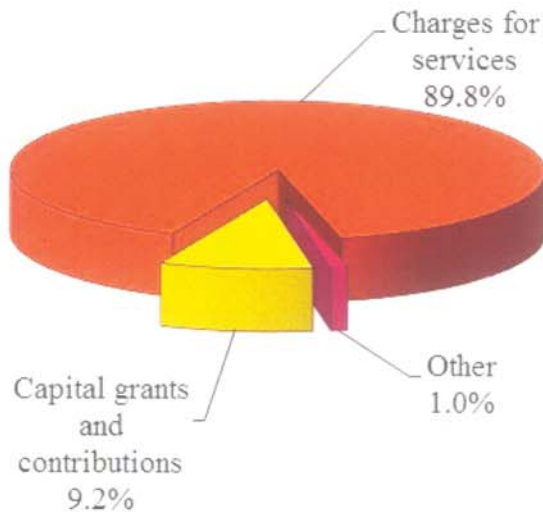
The following chart compares expenses with program revenues for the City's business-type activities:

**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 (modified accrual basis). Such information is useful in assessing the City's financing requirements. In particular, the unassigned fund balance may serve as a useful measure of the 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 \$70,218,286, an increase of \$3,579,086. A total of \$9,407,820 of the ending fund balances is restricted and the remaining fund balances totaling \$60,810,466 are either committed, assigned or unassigned.

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 \$18,488,563 of which \$309,649 was assigned and the remaining \$18,178,914 was unassigned. As a measure of the general fund's liquidity, it may be useful to compare the unassigned fund balance to total fund expenditures. The unassigned fund balance represents 48 percent of total general fund expenditures. The general fund's balance had an increase of \$3,006,195. The increase in the fund balance is primarily related to an increase in property tax revenue of \$2.1 million due to scheduled increases in the maximum levy and additional tax increment revenue due to new development in the TIF areas. The general fund also issued a capital lease in the amount of \$947,077.

The Redevelopment Authority Debt Service fund level remained about the same as 2014 with a slight increase of \$85,442.

The Redevelopment Authority Capital Projects fund was included with the major funds this current fiscal year due to the issuance of a Redevelopment District Bond issue. The \$3,983,809 increase reflects the bond proceeds net of capital project expenditures (see Capital Asset and Debt Management section for further discussion).

**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 position of the Wastewater Utility at the end of the year amounted to \$19,983,359. Net position for the Wastewater Utility increased \$2,478,289, which includes the restatement, during 2015. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Noblesville's business-type activities.



## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

### General Fund Budgetary Highlights

The increase between the original budget and final amended budget for total expenditures is solely from encumbered expenditures from the previous fiscal year. The City of Noblesville did not request any additional appropriations for the current fiscal year.

General fund budget basis revenues exceeded the final budgeted amounts by \$443,245. Total expenditures on a budgetary basis were 18% under the final budget. All departments were under budget with the most significant favorable variance relating to Council. \$6.0 million in capital outlays were budgeted for the Council; however, no capital outlays were 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. The Police Department variance of \$691,788 was due to lower expenditures in personal services, supplies, other services and charges and capital outlays. A portion of the savings was from the use of capital leases for the department's equipment purchases.

### 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, 2015, amounts to \$431,921,620 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, traffic signals, and storm sewers. Total net investment in capital assets increased \$3,080,000 in 2015. The net investment in capital assets is a combination of the additions of assets and the amount of accumulated depreciation. Major capital asset additions for the governmental activities totaled approximately \$7.2 million and include completion of the Public Safety Building renovations (\$1,354,000), the new salt storage facility (\$1,369,000), the Cabela Parkway expansion, which also includes storm water improvements (\$1,322,000), and purchases for future development and right of ways (\$2,606,000). Construction in progress increased slightly due to roadway and other infrastructure expenditures. The largest on-going project included the Pressley Blvd. Extension in the amount of \$2.2 million. For business-type transactions, additions in 2015 which totaled approximately \$2.9 million included \$1,299,000 of developer contributed sewers and \$1,224,000 for Phase III of the LTCP.

Additional information on the City of Noblesville's capital assets can be found in Note II C, on pages 38-39 of this report.

|                                      | Governmental Activities |               | Business-Type Activities |             | Total         |               |
|--------------------------------------|-------------------------|---------------|--------------------------|-------------|---------------|---------------|
|                                      | 2014                    | 2015          | Restated<br>2014         | 2015        | 2014          | 2015          |
| Land                                 | 60,902,793              | 63,508,639    | 714,300                  | 772,915     | 61,617,093    | 64,281,554    |
| Buildings                            | 35,718,558              | 34,290,649    | 33,824,568               | 32,746,159  | 69,543,126    | 67,036,808    |
| Improvements other<br>than buildings | 8,156,064               | 10,010,081    | 62,559,429               | 64,411,246  | 70,715,493    | 74,421,327    |
| Machinery and equipment              | 9,141,504               | 8,834,260     | 14,378,193               | 13,247,035  | 23,519,697    | 22,081,295    |
| Infrastructure                       | 191,500,506             | 192,277,211   | -                        | -           | 191,500,506   | 192,277,211   |
| Construction in progress             | 7,642,658               | 5,887,189     | 4,303,053                | 5,936,236   | 11,945,711    | 11,823,425    |
| Total                                | \$313,062,083           | \$314,808,029 | 115,779,543              | 117,113,591 | \$428,841,626 | \$431,921,620 |

# MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

**Long-term debt.** At the end of the current fiscal year, the City of Noblesville had \$230,925,000 in long-term bonds outstanding. Of this amount, \$189,995,000 comprises debt backed by the full faith and credit of the government and \$40,930,000 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, 2015

|                            | Governmental Activities |                | Business-Type Activities |               | Total          |                |
|----------------------------|-------------------------|----------------|--------------------------|---------------|----------------|----------------|
|                            | <u>2014</u>             | <u>2015</u>    | <u>2014</u>              | <u>2015</u>   | <u>2014</u>    | <u>2015</u>    |
| General Obligations bonds: |                         |                |                          |               |                |                |
| Property Tax               | \$ 81,245,000           | \$ 81,475,000  | \$ -                     | \$ -          | \$ 81,245,000  | \$ 81,475,000  |
| County Option Income Tax   | 6,925,000               | 6,185,000      | -                        | -             | 6,925,000      | 6,185,000      |
| Tax Increment              | 106,040,000             | 102,335,000    | -                        | -             | 106,040,000    | 102,335,000    |
| Total                      | \$ 194,210,000          | \$ 189,995,000 | \$ -                     | \$ -          | \$ 194,210,000 | \$ 189,995,000 |
| Revenue Bonds              | -                       | -              | 42,150,000               | 40,930,000    | 42,150,000     | 40,930,000     |
| Total Outstanding Debt     | \$ 194,210,000          | \$ 189,995,000 | \$ 42,150,000            | \$ 40,930,000 | \$ 236,360,000 | \$ 230,925,000 |

The City's total bonds payable decreased by \$5,435,000 during the current fiscal year. The decrease was a combination of the following bond transactions net of the payment of \$13,560,000 of scheduled principal payments.

- \$22,945,000 economic development lease rental refunding bonds issued for the purpose of advance refunding \$21,360,000 of outstanding economic development lease rental bonds of 2007, originally used for construction of certain road and park improvements in the Hazel Dell Economic Development Area.
- \$19,505,000 sewage works refunding revenue bonds issued for the purpose of advance refunding \$5,620,000 of outstanding sewage works revenue bonds of 2006 and \$13,240,000 of outstanding sewage works revenue bonds of 2007, originally used for the upsizing of three combined interceptor sewers and to increase plant capacity.
- \$5,895,000 redevelopment lease rental bonds for the construction of a city park and making related improvements in, serving and benefitting the Noblesville Redevelopment Area.

The City of Noblesville's carries an "AA" from Standard & Poor's. The Wastewater Utility carries an "Aa2" rating from Moody's.

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 \$15,844,488. The City of Noblesville Redevelopment Commission also may issue general obligation debt subject to the same limit. As of December 31, 2015, the City has \$3,370,000 of outstanding debt subject to this limit and the Redevelopment Commission has \$10,700,000 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 44-48 of this report.



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

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

- The unemployment rate for the City of Noblesville ended 2015 at 3.5 percent. This compares favorably to the State's average unemployment rate of 4.8 percent and the National average rate of 5.3 percent.
- The City continues to experience post-recession growth as evidenced by 2015 building permits totaling 1,270 which is a 45% increase from the previous year.
- County option income tax (COIT) was 30% of the City's 2015 governmental revenues compared to 28% in 2014. These funds which can be used for capital projects as well as ongoing operating expenses, have again shown notable increases in the past few years due to the positive improvements in the local economy. The City will hold this revenue increase as a reserve to offset possible future volatility in tax revenues and increases in property tax cap adjustments discussed below.
- State wide property tax caps (based upon a percent of gross AV by property class) became effective beginning in 2009. In 2015, the circuit breaker adjustments from these caps resulted in a loss of approximately \$5.2 million in revenue. Those losses are estimated to decrease to \$3.6 million for 2016. As it has done over the last few years, the City continues to take 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 2016 fiscal year. To compensate for both cycles in the economy and plans 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 Controller, City of Noblesville, 16 South 10<sup>th</sup> Street, Noblesville, Indiana 46060-2809.

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CITY OF NOBLESVILLE  
STATEMENT OF NET POSITION  
December 31, 2015

|   | Primary Government         |                             |                |
|---|----------------------------|-----------------------------|----------------|
|   | Governmental<br>Activities | Business-Type<br>Activities | Totals         |
| <u>Assets</u>                                       |                            |                             |                |
| Cash and cash equivalents                           | \$ 70,427,948              | \$ 19,908,573               | \$ 90,336,521  |
| Receivables (net of allowances for uncollectibles): |                            |                             |                |
| Taxes   | 10,833,372                 | -                           | 10,833,372     |
| Accounts - customers                                | 426,450                    | 973,988                     | 1,400,438      |
| Intergovernmental                                   | 1,344,516                  | -                           | 1,344,516      |
| Other   | -                          | 107,626                     | 107,626        |
| Inventories   | -                          | 77,092                      | 77,092         |
| Internal balances                                   | (24,304)                   | 24,304                      | -              |
| Restricted assets:                                  |                            |                             |                |
| Cash and cash equivalents                           | -                          | 8,914,112                   | 8,914,112      |
| Regulatory assets                                   | -                          | 181,539                     | 181,539        |
| Net pension asset                                   | 2,335,514                  | -                           | 2,335,514      |
| Capital assets:                                     |                            |                             |                |
| Land, improvements, and construction in progress    | 69,395,828                 | 6,709,151                   | 76,104,979     |
| Other capital assets, net of depreciation           | 245,412,201                | 110,404,440                 | 355,816,641    |
| Total assets  | 400,151,525                | 147,300,825                 | 547,452,350    |
| Deferred outflows of resources                      |                            |                             |                |
| Deferred pension                                    | 9,026,450                  | -                           | 9,026,450      |
| Deferred losses on refunding                        | 8,360,484                  | 1,204,371                   | 9,564,855      |
| Total assets and deferred outflows of resources     | 417,538,459                | 148,505,196                 | 566,043,655    |
| <u>Liabilities</u>                                  |                            |                             |                |
| Accounts payable                                    | 954,639                    | 106,627                     | 1,061,266      |
| Accrued payroll and withholdings payable            | 1,349,786                  | 160,413                     | 1,510,199      |
| Contracts payable                                   | 1,282,805                  | 608,007                     | 1,890,812      |
| Unpaid claims payable                               | 672,979                    | -                           | 672,979        |
| Accrued interest payable                            | 2,632,294                  | -                           | 2,632,294      |
| Trust payable                                       | -                          | -                           | -              |
| Noncurrent liabilities:                             |                            |                             |                |
| Due within one year:                                |                            |                             |                |
| Compensated absences payable                        | 1,645,198                  | 129,093                     | 1,774,291      |
| General obligation bonds payable                    | 11,895,000                 | -                           | 11,895,000     |
| Revenue bonds                                       | -                          | 2,240,000                   | 2,240,000      |
| Capital lease obligations                           | 1,227,651                  | 49,602                      | 1,277,253      |
| Due in more than one year:                          |                            |                             |                |
| Compensated absences payable                        | 3,792,137                  | 325,000                     | 4,117,137      |
| General obligation bonds payable                    | 179,156,934                | -                           | 179,156,934    |
| Revenue bonds payable                               | -                          | 38,649,842                  | 38,649,842     |
| Capital lease obligations                           | 2,233,694                  | 103,278                     | 2,336,972      |
| Net pension liability                               | 18,742,601                 | -                           | 18,742,601     |
| Net OPEB obligation                                 | 20,899,438                 | -                           | 20,899,438     |
| Total liabilities                                   | 246,485,156                | 42,371,862                  | 288,857,018    |
| Deferred inflows of resources                       |                            |                             |                |
| Deferred pension                                    | 8,688,907                  | -                           | 8,688,907      |
| Total liabilities and deferred inflows of resources | 255,174,063                | 42,371,862                  | 297,545,925    |
| <u>Net Position</u>                                 |                            |                             |                |
| Net investment in capital assets                    | 134,342,338                | 80,474,188                  | 214,816,526    |
| Restricted for:                                     |                            |                             |                |
| Public safety                                       | 261,859                    | -                           | 261,859        |
| Highways and streets                                | 11,035,759                 | -                           | 11,035,759     |
| Culture and recreation                              | 3,533,312                  | -                           | 3,533,312      |
| Debt service  | 16,285,409                 | 2,707,521                   | 18,992,930     |
| Capital projects                                    | 3,732,041                  | 2,968,266                   | 6,700,307      |
| Other purposes                                      | 284,749                    | -                           | 284,749        |
| Unrestricted  | (7,111,071)                | 19,983,359                  | 12,872,288     |
| Total net position                                  | \$ 162,364,396             | \$ 106,133,334              | \$ 268,497,730 |

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, 2015

| 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                          | \$ 21,513,337 | \$ 2,547,606         | \$ -                               | \$ -                             | \$ (18,965,731)                                 | \$ -                     | \$ (18,965,731) |
| Public safety                               | 25,618,321    | 3,602,836            | -                                  | -                                | (22,015,485)                                    | -                        | (22,015,485)    |
| Highways and streets                        | 13,258,585    | 1,693,328            | 2,818,025                          | 5,512,986                        | (3,234,246)                                     | -                        | (3,234,246)     |
| Culture and recreation                      | 3,749,832     | 2,755,148            | -                                  | -                                | (994,684)                                       | -                        | (994,684)       |
| Economic development                        | 84,133        | -                    | -                                  | -                                | (84,133)  | -                        | (84,133)        |
| Interest on long-term debt                  | 6,333,374     | -                    | -                                  | -                                | (6,333,374)                                     | -                        | (6,333,374)     |
| Total governmental activities               | 70,557,582    | 10,598,918           | 2,818,025                          | 5,512,986                        | (51,627,653)                                    | -                        | (51,627,653)    |
| Business-type activities:                   |               |                      |                                    |                                  |   |                          |                 |
| Wastewater                                  | 10,305,263    | 13,726,815           | -                                  | 1,410,532                        | -   | 4,832,084                | 4,832,084       |
| Total primary government                    | \$ 80,862,845 | \$ 24,325,733        | \$ 2,818,025                       | \$ 6,923,518                     | (51,627,653)                                    | 4,832,084                | (46,795,569)    |
| General revenues:                           |               |                      |                                    |                                  |   |                          |                 |
| Property taxes                              |               |                      |                                    |                                  | 37,839,905                                      | -                        | 37,839,905      |
| County option income tax                    |               |                      |                                    |                                  | 18,799,297                                      | -                        | 18,799,297      |
| Local shared revenues                       |               |                      |                                    |                                  | 2,433,957                                       | -                        | 2,433,957       |
| General state distributions                 |               |                      |                                    |                                  | 2,212,332                                       | -                        | 2,212,332       |
| Other miscellaneous                         |               |                      |                                    |                                  | 177,227   | -                        | 177,227         |
| Unrestricted investment earnings            |               |                      |                                    |                                  | 152,006   | 150,630                  | 302,636         |
| Total general revenues                      |               |                      |                                    |                                  | 61,614,724                                      | 150,630                  | 61,765,354      |
| Transfers:                                  |               |                      |                                    |                                  |   |                          |                 |
| Capital asset transfer                      |               |                      |                                    |                                  | (532,792)                                       | 532,792                  | -               |
| Fund transfer                               |               |                      |                                    |                                  | 200,000   | (200,000)                | -               |
| Total transfers                             |               |                      |                                    |                                  | (332,792)                                       | 332,792                  | -               |
| Change in net position                      |               |                      |                                    |                                  | 9,654,279                                       | 5,315,506                | 14,969,785      |
| Net position - beginning before restatement |               |                      |                                    |                                  | 163,381,395                                     | 103,655,045              | 267,036,440     |
| Restatement - See Note I.E.                 |               |                      |                                    |                                  | (10,671,278)                                    | (2,837,217)              | (13,508,495)    |
| Net position - beginning after restatement  |               |                      |                                    |                                  | 152,710,117                                     | 100,817,828              | 253,527,945     |
| Net position - ending                       |               |                      |                                    |                                  | \$ 162,364,396                                  | \$ 106,133,334           | \$ 268,497,730  |

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



CITY OF NOBLESVILLE  
BALANCE SHEET -  
GOVERNMENTAL FUNDS  
December 31, 2015

|  | General              | Redevelopment<br>Authority -<br>Debt Service | Redevelopment<br>Authority -<br>Capital Projects | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|----------------------|--|--|-----------------------------------|--------------------------------|
| <u>Assets</u>  |                      |  |  |                                   |                                |
| Cash and cash equivalents                              | \$ 16,603,066        | \$ 12,219,583                                | \$ 6,597,458                                     | \$ 34,499,611                     | \$ 69,919,718                  |
| Receivables (net of allowances<br>for uncollectibles)  |                      |  |  |                                   |                                |
| Taxes  | 10,540,404           | -  | -  | 292,968                           | 10,833,372                     |
| Accounts   | 426,450              | -  | -  | -                                 | 426,450                        |
| Intergovernmental                                      | 704,531              | -  | -  | 639,985                           | 1,344,516                      |
| Total assets   | <u>\$ 28,274,451</u> | <u>\$ 12,219,583</u>                         | <u>\$ 6,597,458</u>                              | <u>\$ 35,432,564</u>              | <u>\$ 82,524,056</u>           |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                      |  |  |                                   |                                |
| Liabilities:   |                      |  |  |                                   |                                |
| Accounts payable                                       | \$ 446,674           | \$ -   | \$ -   | \$ 507,965                        | \$ 954,639                     |
| Accrued payroll and withholdings payable               | 1,159,897            | -  | -  | 189,889                           | 1,349,786                      |
| Contracts payable                                      | 6,475                | -  | 573,909  | 702,421                           | 1,282,805                      |
| Trust payable  | -                    | -  | -  | -                                 | -                              |
| Total liabilities                                      | <u>1,613,046</u>     | <u>-</u>                                     | <u>573,909</u>                                   | <u>1,400,275</u>                  | <u>3,587,230</u>               |
| Deferred inflows of resources:                         |                      |  |  |                                   |                                |
| Unavailable revenue                                    | <u>8,172,842</u>     | <u>-</u>                                     | <u>-</u>   | <u>545,698</u>                    | <u>8,718,540</u>               |
| Total liabilities and deferred inflows of resources    | <u>9,785,888</u>     | <u>-</u>                                     | <u>573,909</u>                                   | <u>1,945,973</u>                  | <u>12,305,770</u>              |
| Fund balances:   |                      |  |  |                                   |                                |
| Spendable:   |                      |  |  |                                   |                                |
| Restricted   | -                    | -  | -  | 9,407,820                         | 9,407,820                      |
| Committed  | -                    | 12,219,583                                   | 6,023,549  | 20,104,528                        | 38,347,660                     |
| Assigned   | 309,649              | -  | -  | 4,017,828                         | 4,327,477                      |
| Unassigned   | <u>18,178,914</u>    | <u>-</u>                                     | <u>-</u>   | <u>(43,585)</u>                   | <u>18,135,329</u>              |
| Total fund balances                                    | <u>18,488,563</u>    | <u>12,219,583</u>                            | <u>6,023,549</u>                                 | <u>33,486,591</u>                 | <u>70,218,286</u>              |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 28,274,451</u> | <u>\$ 12,219,583</u>                         | <u>\$ 6,597,458</u>                              | <u>\$ 35,432,564</u>              | <u>\$ 82,524,056</u>           |

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 POSITION  
December 31, 2015

|  |                    |                       |
|--|--------------------|-----------------------|
| Fund balance - governmental funds  |                    | \$ 70,218,286         |
| Amounts reported for governmental activities in the Statement of Net Position 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  | 69,395,828         |                       |
| Other capital assets, net of depreciation  | <u>245,412,201</u> | 314,808,029           |
| 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 Position. |                    | (189,053)             |
| Deferred outflows of revenue are the net losses on refunding of bonds and is not a current financial resource, and, therefore, are not reported in the funds.  |                    | 8,360,484             |
| Deferred outflows of revenue related to pension liabilities are included in the governmental activities in the statement of net position.  |                    | 9,026,450             |
| Deferred inflows of revenue are unavailable funds and are not available to pay current resources, and, therefore, are not reported in the Statement of Net Position.   |                    | 8,718,540             |
| Deferred inflows of revenue related to pension liabilities are included in the governmental activities in the statement of net position.   |                    | (8,688,907)           |
| Compensated absences that are not due and payable in the current period and, therefore, are not reported in the funds.   |                    | (5,437,335)           |
| Accrued interest on bonds payable is not due and payable in the current period and, therefore, is not reported in the funds.   |                    | (2,632,294)           |
| Net pension asset is a prepaid amount and is not a current financial resource; therefore, this is not reported in the funds.   |                    | 2,335,514             |
| Net pension liability are not due and payable in the current period and, therefore, are not reported in the funds.   |                    | (18,742,601)          |
| Net OPEB obligation is not due and payable in the current period and, therefore, is not reported in the funds.   |                    | (20,899,438)          |
| 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   | (191,051,934)      |                       |
| Capital leases   | <u>(3,461,345)</u> | <u>(194,513,279)</u>  |
| Net position of governmental activities  |                    | <u>\$ 162,364,396</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, 2015

|  | General              | Redevelopment<br>Authority -<br>Debt Service | Redevelopment<br>Authority -<br>Capital Projects | Nonmajor<br>Governmental<br>Funds | Total<br>Governmental<br>Funds |
|--|----------------------|--|--|-----------------------------------|--------------------------------|
| <b>Revenues:</b>   |                      |  |  |                                   |                                |
| Taxes  | \$ 30,775,983        | \$ -   | \$ -   | \$ 23,323,986                     | \$ 54,099,969                  |
| Licenses and permits   | 1,306,509            | -  | -  | 61,113                            | 1,367,622                      |
| Intergovernmental  | 3,965,010            | -  | -  | 4,229,382                         | 8,194,392                      |
| Charges for services   | 3,099,203            | -  | -  | 4,327,018                         | 7,426,221                      |
| Fines and forfeits   | 508,881              | -  | -  | 91,819                            | 600,700                        |
| Other  | 244,870              | 5,950  | 256  | 562,820                           | 813,896                        |
| <b>Total revenues</b>  | <b>39,900,456</b>    | <b>5,950</b>                                 | <b>256</b>                                       | <b>32,596,138</b>                 | <b>72,502,800</b>              |
| <b>Expenditures:</b>   |                      |  |  |                                   |                                |
| Current:   |                      |  |  |                                   |                                |
| General government   | 12,701,942           | 4,150  | -  | 3,168,428                         | 15,874,520                     |
| Public safety  | 24,115,590           | -  | -  | 37,188                            | 24,152,778                     |
| Highways and streets   | -                    | -  | -  | 4,317,061                         | 4,317,061                      |
| Culture and recreation                                       | -                    | -  | -  | 2,895,237                         | 2,895,237                      |
| Debt service:  |                      |  |  |                                   |                                |
| Principal  | 455,933              | 8,530,000                                    | -  | 4,146,533                         | 13,132,466                     |
| Interest   | 48,172               | 4,735,703                                    | -  | 1,505,762                         | 6,289,637                      |
| Bond issuance costs and escrow funding                       | -                    | 1,211,827                                    | -  | -                                 | 1,211,827                      |
| Capital outlay   | 520,020              | -  | 1,483,214  | 7,182,294                         | 9,185,528                      |
| <b>Total expenditures</b>                                    | <b>37,841,657</b>    | <b>14,481,680</b>                            | <b>1,483,214</b>                                 | <b>23,252,503</b>                 | <b>77,059,054</b>              |
| Excess (deficiency) of revenues<br>over (under) expenditures | 2,058,799            | (14,475,730)                                 | (1,482,958)                                      | 9,343,635                         | (4,556,254)                    |
| <b>Other financing sources (uses):</b>                       |                      |  |  |                                   |                                |
| Transfers in   | 319                  | 13,799,044                                   | -  | 3,088,116                         | 16,887,479                     |
| Transfers out  | -                    | -  | -  | (16,887,479)                      | (16,887,479)                   |
| Payment to refunded bond escrow                              | -                    | (22,711,473)                                 | -  | -                                 | (22,711,473)                   |
| Transfer from proprietary fund                               | -                    | -  | -  | 200,000                           | 200,000                        |
| Bonds issuance   | -                    | 528,601                                      | 5,366,399  | -                                 | 5,895,000                      |
| Premium (discount) on issuance of debt                       | -                    | -  | 100,368  | -                                 | 100,368                        |
| Issuance of refunding bonds                                  | -                    | 22,945,000                                   | -  | -                                 | 22,945,000                     |
| Financing by capital lease                                   | 947,077              | -  | -  | 759,368                           | 1,706,445                      |
| <b>Total other financing sources and uses</b>                | <b>947,396</b>       | <b>14,561,172</b>                            | <b>5,466,767</b>                                 | <b>(12,839,995)</b>               | <b>8,135,340</b>               |
| <b>Net change in fund balances</b>                           | <b>3,006,195</b>     | <b>85,442</b>                                | <b>3,983,809</b>                                 | <b>(3,496,360)</b>                | <b>3,579,086</b>               |
| <b>Fund balances - beginning</b>                             | <b>15,482,368</b>    | <b>12,134,141</b>                            | <b>2,039,740</b>                                 | <b>36,982,951</b>                 | <b>66,639,200</b>              |
| <b>Fund balances - ending</b>                                | <b>\$ 18,488,563</b> | <b>\$ 12,219,583</b>                         | <b>\$ 6,023,549</b>                              | <b>\$ 33,486,591</b>              | <b>\$ 70,218,286</b>           |

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, 2015

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)   |                    | \$ 3,579,086        |
| 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   | 9,185,528          |                     |
| Capital outlay for items costing less than the capitalization threshold  | (2,917,598)        |                     |
| Depreciation expense   | <u>(8,144,679)</u> | (1,876,749)         |
| The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.   |                    |                     |
| Asset disposals  | (1,357,499)        |                     |
| Donated assets   | <u>4,980,194</u>   | 3,622,695           |
| Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.  |                    |                     |
| Unavailable revenue  |                    | 2,528,867           |
| 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 position. Also, governmental funds report the effect of 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:   |                    |                     |
| Refunding bonds  | (28,840,000)       |                     |
| Bond premium   | (100,368)          |                     |
| Recognize deferred loss  | 2,203,260          |                     |
| Capital leases   | (1,706,445)        |                     |
| Principal payments:  |                    |                     |
| General obligation bonds   | 11,695,000         |                     |
| Capital leases   | 1,447,427          |                     |
| Payment to escrow agent for refunding  | 21,360,000         |                     |
| Amortization of bond discount  | <u>(368,216)</u>   | 5,690,658           |
| 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.  |                    | (43,737)            |
| 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.   |                    |                     |
| Change in net position   |                    | (258,361)           |
| Change in internal balance   |                    | 5,710               |
| Compensated absences which are not due and payable in the current period are, therefore, not reported in the funds.  |                    | (30,454)            |
| Net pension liability 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>(3,563,436)</u>  |
| Change in net position of governmental activities (Statement of Activities)  |                    | <u>\$ 9,654,279</u> |

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



CITY OF NOBLESVILLE  
STATEMENT OF NET POSITION -  
PROPRIETARY FUNDS  
December 31, 2015

|   | Business-Type<br>Activities -<br>Enterprise Fund<br>Wastewater<br>Utility | Internal<br>Service Fund |
|---|---|--------------------------|
| <u>Assets and Deferred Outflows</u>   |   |                          |
| Current assets:   |   |                          |
| Cash and cash equivalents   | \$ 19,908,573   | \$ 508,230               |
| Accounts receivable (net of allowance)  | 973,988   | -                        |
| Other receivable  | 107,626   | -                        |
| Inventories   | 77,092  | -                        |
| Restricted cash, cash equivalents, and investments:   |   |                          |
| Revenue bond covenant accounts  | 8,914,112   | -                        |
| Total current assets  | 29,981,391  | 508,230                  |
| Noncurrent assets:  |   |                          |
| Regulatory assets   | 181,539   |                          |
| Capital assets:   |   |                          |
| Land, improvements to land, and<br>construction in progress   | 6,709,151   | -                        |
| Other capital assets (net of<br>accumulated depreciation)   | 110,404,440   | -                        |
| Total noncurrent assets   | 117,295,130   | 508,230                  |
| Deferred outflows of resources:   |   |                          |
| Deferred loss on refunding  | 1,204,371   | -                        |
| Total assets and deferred outflows of resources   | 148,480,892   | 508,230                  |
| <u>Liabilities</u>  |   |                          |
| Current liabilities:  |   |                          |
| Accounts payable  | 106,627   | -                        |
| Accrued payroll and withholdings payable  | 160,413   | -                        |
| Contracts payable   | 608,007   | -                        |
| Compensated absences payable  | 129,093   | -                        |
| Unpaid claims payable   | -   | 672,979                  |
| Current liabilities payable from restricted assets:   |   |                          |
| Capital lease obligations   | 49,602  | -                        |
| Revenue bonds payable   | 2,240,000   | -                        |
| Total current liabilities   | 3,293,742   | 672,979                  |
| Noncurrent liabilities:   |   |                          |
| Compensated absences  | 325,000   | -                        |
| Capital lease obligations   | 103,278   | -                        |
| Revenue bonds payable (net of unamortized<br>discount and premium)  | 38,649,842  | -                        |
| Total noncurrent liabilities  | 39,078,120  | -                        |
| Total liabilities   | 42,371,862  | 672,979                  |
| <u>Net Position</u>   |   |                          |
| Investment in capital assets  | 80,474,188  | -                        |
| Restricted for debt service   | 2,707,521   | -                        |
| Restricted for capital outlay   | 2,968,266   | -                        |
| Unrestricted  | 19,959,055  | (164,749)                |
| Total net position  | 106,109,030   | \$ (164,749)             |
| Adjustment to reflect the consolidation of internal service fund<br>activities related to the enterprise fund | 24,304  |                          |
| Net position of business-type activities  | \$ 106,133,334  |                          |

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

CITY OF NOBLESVILLE  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -  
PROPRIETARY FUNDS  
For The Year Ended December 31, 2015

|   | Enterprise Fund<br>Wastewater<br>Utility | Internal<br>Service Fund |
|---|--|--------------------------|
| Operating revenues:   |  |                          |
| Metered revenue   | \$ 10,426,880                            | \$ -                     |
| Charges for services  | -  | 8,259,761                |
| Tap fees  | 2,812,829                                | -                        |
| Other   | 487,106                                  | 711,371                  |
| Total operating revenues  | <u>13,726,815</u>                        | <u>8,971,132</u>         |
| Operating expenses:   |  |                          |
| Collection system - operations and maintenance  | 954,916                                  | -                        |
| Treatment and disposal expense - operations and maintenance   | 1,781,037                                | -                        |
| Stormwater  | 313,860                                  | -                        |
| Customer accounts   | 387,456                                  | -                        |
| Administration and general  | 588,422                                  | -                        |
| Employee pensions and benefits  | 1,134,844                                | 9,229,493                |
| Rents   | 16,883                                   | -                        |
| Transportation  | 54,535                                   | -                        |
| Insurance   | 107,952                                  | -                        |
| Miscellaneous   | 161,104                                  | -                        |
| Depreciation  | 3,411,371                                | -                        |
| Total operating expenses  | <u>8,912,380</u>                         | <u>9,229,493</u>         |
| Operating income  | <u>4,814,435</u>                         | <u>(258,361)</u>         |
| Nonoperating revenues (expenses):   |  |                          |
| Interest and investment revenue   | 150,630                                  | -                        |
| Gain on disposal of assets  | 5,575                                    | -                        |
| Amortization expense  | (76,996)                                 | -                        |
| Interest expense  | (1,315,752)                              | -                        |
| Total nonoperating revenue (expenses)   | <u>(1,236,543)</u>                       | <u>-</u>                 |
| Income (loss) before contributions  | 3,577,892                                | (258,361)                |
| Transfer to City funds  | (200,000)                                | -                        |
| Contributions of capital assets from the City   | 532,792                                  | -                        |
| Capital asset contributions from developers   | 1,298,832                                | -                        |
| Cash contributions - stormwater projects  | 111,700                                  | -                        |
| Change in net position  | 5,321,216                                | (258,361)                |
| Total net position - beginning, before prior period adjustment  | 103,625,031                              | 93,612                   |
| Prior period adjustment (See Note I.E. )  | (2,837,217)                              | -                        |
| Total net position - beginning, after prior period adjustment   | <u>100,787,814</u>                       | <u>93,612</u>            |
| Total net position - ending   | <u>\$ 106,109,030</u>                    | <u>\$ (164,749)</u>      |
| Some amounts reported for business-type activities in the<br>Statement of Activities are different because: |  |                          |
| Change in net position proprietary fund   | \$ 5,321,216                             |                          |
| The net revenue of certain internal service funds is reported<br>with business-type activities              | (5,710)                                  |                          |
| Change in net position of business-type activities  | <u>\$ 5,315,506</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, 2015

|  | <u>Enterprise Fund</u><br>Wastewater<br>Utility | <u>Internal<br/>Service Fund</u> |
|--|---|----------------------------------|
| Cash flows from operating activities:  |   |                                  |
| Receipts from customers and users  | \$ 13,227,301                                   | \$ 8,971,132                     |
| Payments to suppliers  | (2,938,377)                                     | (8,977,693)                      |
| Payments to employees  | (2,148,799)                                     | -                                |
| Other receipts   | 487,106   | -                                |
| Net cash provided by operating activities  | <u>8,627,231</u>                                | <u>(6,561)</u>                   |
| Cash flows from capital and related financing activities:  |   |                                  |
| Acquisition and construction of capital assets   | (2,694,707)                                     | -                                |
| Net bond proceeds  | 17,914,582                                      | -                                |
| Transfers to City funds  | (200,000)                                       | -                                |
| Principal paid on capital debt   | (20,773,291)                                    | -                                |
| Interest paid on capital debt  | (1,134,927)                                     | -                                |
| Net cash provided by capital<br>and related financing activities   | <u>(6,888,343)</u>                              | <u>-</u>                         |
| Cash flows from investing activities:  |   |                                  |
| Interest received  | 150,630   | -                                |
| Net increase in cash and cash equivalents  | 1,889,518                                       | (6,561)                          |
| Cash and cash equivalents, January 1<br>(Including \$10,200,771 for the Wastewater Utility reported in restricted accounts)  | <u>26,933,167</u>                               | <u>514,791</u>                   |
| Cash and cash equivalents, December 31<br>(Including \$8,914,112 for the Wastewater Utility reported in restricted accounts) | <u>\$ 28,822,685</u>                            | <u>\$ 508,230</u>                |
| Reconciliation of operating income to net cash<br>provided by operating activities:  |   |                                  |
| Operating income (loss)  | \$ 4,814,435                                    | \$ (258,361)                     |
| Adjustments to reconcile operating income (loss) to<br>net cash provided (used) by operating activities:                     |   |                                  |
| Depreciation expense   | 3,411,371                                       | -                                |
| (Increase) decrease in assets:   |   |                                  |
| Accounts receivable  | (69,713)  | -                                |
| Other receivable   | 57,305  | -                                |
| Inventories  | 18,342  | -                                |
| Increase (decrease) in liabilities:  |   |                                  |
| Contracts payable  | 445,609   | -                                |
| Accounts payable   | (75,814)  | -                                |
| Unpaid claim payable   | -   | 251,800                          |
| Accrued payroll and payroll withholdings payable   | 7,719   | -                                |
| Compensated absence payable  | 17,977  | -                                |
| Total adjustments  | <u>3,812,796</u>                                | <u>251,800</u>                   |
| Net cash provided by operating activities  | <u>\$ 8,627,231</u>                             | <u>\$ (6,561)</u>                |

Noncash transactions:

Capital assets were contributed by private developers in the amount of \$1,298,832.  
Capital assets were contributed to the utility from the City in the amount of \$532,792.

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



CITY OF NOBLESVILLE  
STATEMENT OF FIDUCIARY NET POSITION -  
FIDUCIARY FUNDS  
December 31, 2015

|                                      | Pension<br>Trust Funds | Agency Funds   |
|--------------------------------------|------------------------|----------------|
| <u>Assets</u>                        |                        |                |
| Cash and cash equivalents            | \$ 1,294,483           | \$ 334,981     |
| Total assets                         | <u>1,294,483</u>       | <u>334,981</u> |
| <u>Liabilities</u>                   |                        |                |
| Trust payable                        | -                      | 60,419         |
| Performance deposits payable         | -                      | 258,780        |
| Payroll withholdings payable         | <u>-</u>               | <u>15,782</u>  |
| Total liabilities                    | <u>-</u>               | <u>334,981</u> |
| Net position restricted for pensions | <u>\$ 1,294,483</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 POSITION -  
FIDUCIARY FUNDS  
For The Year Ended December 31, 2015

|  | <u>Pension<br/>Trust Funds</u> |
|--|--------------------------------|
| <u>Additions</u>                               |                                |
| Contributions:                                 |                                |
| Employer                                       | \$ -                           |
| Non-employer contributing entity contributions | <u>690,355</u>                 |
| Total contributions                            | 690,355                        |
| Reimbursements                                 | 6,000                          |
| Total additions                                | <u>696,355</u>                 |
| <u>Deductions</u>                              |                                |
| Benefits                                       | 677,219                        |
| Administrative expenses                        | <u>8,812</u>                   |
| Total deductions                               | <u>686,031</u>                 |
| Net increase in net position                   | 10,324                         |
| <u>Net position restricted for pensions</u>    |                                |
| Net position - beginning                       | <u>1,284,159</u>               |
| Net position - ending                          | <u><u>\$ 1,294,483</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 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 City 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 and the



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

City 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 City 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 Mayor of Fishers, and two appointed by the County Commissioners of Hamilton County. The primary government, City 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 Position 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 and Redevelopment Tax Increment Financing funds.

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 funds:

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 agency funds account for payroll withholdings held by the primary government as an agent for the federal and state governments, and various employee insurance companies; tracking of vendor fees related to security, maintenance and performance bonds; and, assets related to court costs and fees. Agency funds, however, report only assets and liabilities. Since they do not report equity (or changes in equity), they have no measurement focus.

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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 Position 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."



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 inflow of resources-unavailable 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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

5. Inventories

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.

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 Position 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:

|   | Capitalization<br>Threshold | Depreciation<br>Method | Estimated<br>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<br>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<br>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 \$1,417,565; \$1,315,752 was expensed and \$101,813 in interest was capitalized during 2015.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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 Position. 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.

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 Position. Bond premiums, discounts, as well as deferred loss on refunding 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.

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. Deferred Outflows / Inflows of Resources

In addition to assets, the statement of financial position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, *deferred outflows of resources*, represents a consumption of net position that applies to a future period and so will *not* be recognized as an outflow of resources (expense/expenditures) until then. Items that qualify for reporting in this category includes a deferred charge on refunding results from the difference in the carrying value of the refunded debt and its reacquisition price and pension contributions subsequent to the measurement date of June 30, 2015.

In addition to liabilities, the statement of financial position will sometimes report a separate section for deferred inflows of resources. This separate financial statement element, *deferred inflows of resources*, represents an acquisition of net position that applies to future periods and so will not be recognized as an inflow of resources (revenue) until that time. The



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

government has two types of items, the first arises under a modified accrual basis of accounting, while the second item arises under a full-accrual basis, that qualifies for reporting in this category. The first item, unavailable revenue, is reported only in the governmental funds balance sheet. The government funds report unavailable revenues from three sources: property taxes, income taxes and intergovernmental distributions. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. The second item relates to a change in actuarial assumptions, such as, a change in proportion of the proportionate shares of the collective net pension liability.

12. Net Position

In the government-wide Statement of Net Position, certain assets are reported as restricted if such assets are restricted based upon limitations set by outside parties or documents. These would include bond covenants, which require certain debt payments and capital expenditures, grant agreements, donations by outside sources or funds from the State of Indiana specifying disbursement or use requirements.

E. Restatements

For the year ended December 31, 2015 certain changes have been made to the financial statements to more appropriately reflect financial activity of the primary government.

For the governmental activities, the restatement is due to a change in accounting principles; with the implementation of GASB 68, the net pension obligations for the 1925 Police and 1937 Firefighters plans have been removed from the financial statements and the net pension asset/liability is now included on the financial statements for the 1925 Police, 1937 Firefighters, 1977 Police, 1977 Firefighters and Civil PERF plans.

The prior period adjustments to business-type capital assets were the result of (1) overstatement of improvements related to the wastewater collection systems which required a deletion of \$1,782,644 and (2) an adjustment of \$1,054,573 to accumulated depreciation for certain assets acquired in prior years that had not been depreciated.

|  | Governmental<br>Activities | Business-Type<br>Activities |
|--|----------------------------|-----------------------------|
| Net Position - beginning of period, as previously reported | \$ 163,381,395             | \$ 103,655,045              |
| GASB 68 - pension liability:                               |                            |                             |
| Change in retirement plan type                             | 97,631                     | -                           |
| Implementation of GASB 68 - 1925 Police                    | 2,019,608                  | -                           |
| Pension liability - 1925 Police                            | (3,757,162)                | -                           |
| Implementation of GASB 68 - 1937 Firefighters              | 3,618,570                  | -                           |
| Pension liability - 1937 Firefighters                      | (7,907,143)                | -                           |
| Pension liability - Civil                                  | (7,078,296)                | -                           |
| Pension asset - 1977 Police                                | 890,664                    | -                           |
| Pension asset - 1977 Firefighters                          | 1,444,850                  | -                           |
| Total GASB 68 - pension liability restatement              | (10,671,278)               | -                           |
| Capital assets - improvements                              | -                          | (2,837,217)                 |
| Net Position - beginning of period, as adjusted            | \$ 152,710,117             | \$ 100,817,828              |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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, 2015, the City had the following investments:

| Investment<br>Type      | Government<br>Fair<br>Value | Investment Maturities (in Years) |             |
|-------------------------|-----------------------------|----------------------------------|-------------|
|                         |                             | Less<br>Than 1                   | 1-2         |
| Money market funds      | \$ 11,867,656               | \$ 11,867,656                    | \$ -        |
| Certificates of deposit | 7,625,250                   | 7,625,250                        | -           |
| Total investments       | <u>\$ 19,492,906</u>        | <u>\$ 19,492,906</u>             | <u>\$ -</u> |

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



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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, 2015, the City held investments in money market funds and certificates of deposit in the amount of \$19,492,906. All of these investments 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.

Credit Risk

Credit risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The City does not have a formal investment policy for credit risk for investments. All of the City's investments are FDIC insured and therefore are not subject to a credit risk.

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.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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, 2015, was as follows:

| <u>Primary Government</u>                            | <u>Beginning<br/>Balance</u> | <u>Increases</u> | <u>Decreases</u> | <u>Ending<br/>Balance</u> |
|--|------------------------------|------------------|------------------|---------------------------|
| Governmental activities:                             |                              |                  |                  |                           |
| Capital assets, not being depreciated:               |                              |                  |                  |                           |
| Land   | \$ 15,405,105                | \$ 1,533,419     | \$ -             | \$ 16,938,524             |
| Right-of-ways  | 45,497,688                   | 1,072,427        | -                | 46,570,115                |
| Construction in progress                             | 7,642,658                    | 3,178,797        | 4,934,266        | 5,887,189                 |
| Total capital assets, not<br>being depreciated       | 68,545,451                   | 5,784,643        | 4,934,266        | 69,395,828                |
| Capital assets, being depreciated:                   |                              |                  |                  |                           |
| Buildings  | 45,518,275                   | 656,177          | 2,184,000        | 43,990,452                |
| Improvements other than buildings                    | 10,351,760                   | 2,066,503        | -                | 12,418,263                |
| Machinery and equipment                              | 21,103,364                   | 1,555,713        | 1,007,140        | 21,651,937                |
| Roads being depreciated                              | 193,067,750                  | 4,369,287        | -                | 197,437,037               |
| Storm sewers being depreciated                       | 40,347,379                   | 1,750,067        | -                | 42,097,446                |
| Traffic signals                                      | 1,996,026                    | -                | -                | 1,996,026                 |
| Totals   | 312,384,554                  | 10,397,747       | 3,191,140        | 319,591,161               |
| Less accumulated depreciation for:                   |                              |                  |                  |                           |
| Buildings  | 9,799,717                    | 904,726          | 1,004,640        | 9,699,803                 |
| Improvements other than buildings                    | 2,195,696                    | 212,486          | -                | 2,408,182                 |
| Machinery and equipment                              | 11,961,860                   | 1,684,818        | 829,001          | 12,817,677                |
| Roads being depreciated                              | 37,149,946                   | 4,323,476        | -                | 41,473,422                |
| Storm sewers being depreciated                       | 5,640,064                    | 887,340          | -                | 6,527,404                 |
| Traffic signals                                      | 1,120,639                    | 131,833          | -                | 1,252,472                 |
| Totals   | 67,867,922                   | 8,144,679        | 1,833,641        | 74,178,960                |
| Total capital assets, being<br>depreciated, net      | 244,516,632                  | 2,253,068        | 1,357,499        | 245,412,201               |
| Total governmental activities<br>capital assets, net | \$ 313,062,083               | \$ 8,037,711     | \$ 6,291,765     | \$ 314,808,029            |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

| <u>Primary Government</u>                             | <u>Restated<br/>Beginning<br/>Balance</u> | <u>Increases</u>    | <u>Decreases</u>  | <u>Ending<br/>Balance</u> |
|---|---|---------------------|-------------------|---------------------------|
| Business-type activities:                             |   |                     |                   |                           |
| Capital assets, not being depreciated:                |   |                     |                   |                           |
| Land  | \$ 714,300                                | \$ 58,615           | \$ -              | \$ 772,915                |
| Construction in progress                              | 4,303,053                                 | 2,589,349           | 956,166           | 5,936,236                 |
| Total capital assets, not<br>being depreciated        | 5,017,353                                 | 2,647,964           | 956,166           | 6,709,151                 |
| Capital assets, being depreciated:                    |   |                     |                   |                           |
| Buildings   | 43,740,788                                | -                   | 15,207            | 43,725,581                |
| Improvements other than buildings                     | 76,044,632                                | 2,945,057           | -                 | 78,989,689                |
| Machinery and equipment                               | 25,153,674                                | 110,989             | 101,390           | 25,163,273                |
| Totals  | 144,939,094                               | 3,056,046           | 116,597           | 147,878,543               |
| Less accumulated depreciation for:                    |   |                     |                   |                           |
| Buildings   | 9,916,220                                 | 1,075,985           | 12,783            | 10,979,422                |
| Improvements other than buildings                     | 13,485,204                                | 1,093,239           | -                 | 14,578,443                |
| Machinery and equipment                               | 10,775,482                                | 1,242,147           | 101,391           | 11,916,238                |
| Totals  | 34,176,906                                | 3,411,371           | 114,174           | 37,474,103                |
| Total capital assets, being<br>depreciated, net       | 110,762,188                               | (355,325)           | 2,423             | 110,404,440               |
| Total business-type activities<br>capital assets, net | <u>\$ 115,779,541</u>                     | <u>\$ 2,292,639</u> | <u>\$ 958,589</u> | <u>\$ 117,113,591</u>     |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Governmental activities:

|                        |                |
|------------------------|----------------|
| General government     | \$ 673,476     |
| Public safety          | 1,164,585      |
| Highways and streets   | 5,788,481      |
| Culture and recreation | <u>518,137</u> |

|  |                            |
|--|----------------------------|
| Total depreciation expense - governmental activities | <u><u>\$ 8,144,679</u></u> |
|--|----------------------------|

Business-type activities:

|            |                     |
|------------|---------------------|
| Wastewater | <u>\$ 3,411,371</u> |
|------------|---------------------|

|   |                            |
|---|----------------------------|
| Total depreciation expense - business-type activities | <u><u>\$ 3,411,371</u></u> |
|---|----------------------------|



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

D. Construction Commitments

Construction work in progress is composed of the following:

| Project                             | Total<br>Project<br>Authorized | Expended to<br>December 31,<br>2015 | Committed    | Required<br>Future<br>Funding |
|-------------------------------------|--------------------------------|-------------------------------------|--------------|-------------------------------|
| Governmental activities:            |                                |                                     |              |                               |
| Highways and roadways               | \$ 13,000,000                  | \$ 3,933,698                        | \$ 9,066,302 | \$ -                          |
| Trails                              | 429,705                        | 429,705                             | -            | -                             |
| Firestone Reuse                     | 31,196                         | 31,196                              | -            | -                             |
| Traffic Impact Fee Update           | 492,600                        | 492,600                             | -            | -                             |
| Culture and recreation              | 5,466,767                      | 999,990                             | 4,466,777    | -                             |
| Totals - governmental activities    | 19,420,268                     | 5,887,189                           | 13,533,079   | -                             |
| Business-type activities:           |                                |                                     |              |                               |
| CSO Phase 3 Division 3              | 4,817,412                      | 4,536,226                           | 281,186      | -                             |
| WW Portion of Highways and roadways | 245,658                        | 245,658                             | -            | -                             |
| WWTP Phase I - Engineering          | 7,632                          | 7,632                               | -            | -                             |
| Phosphorus Study                    | 735,531                        | 527,897                             | 207,634      | -                             |
| WW Collection System Projects       | 496,273                        | 412,780                             | 83,493       | -                             |
| LTCP Phase 4 - Preliminary Design   | 247,410                        | 206,043                             | 41,367       | -                             |
| Total - business-type activities    | 6,549,916                      | 5,936,236                           | 613,680      | -                             |
| Totals                              | \$25,970,184                   | \$ 11,823,425                       | \$14,146,759 | \$ -                          |

E. Interfund Activity

Interfund transfers at December 31, 2015, were as follows:

| Transfer From         | Transfer To |  |                          | Totals        |
|-----------------------|-------------|--|--------------------------|---------------|
|                       | General     | Redevelopment<br>Authority -<br>Debt Service | Nonmajor<br>Governmental |               |
| Governmental:         |             |  |                          |               |
| Nonmajor governmental | \$ 319      | \$ 13,799,044                                | \$ 3,088,116             | \$ 16,887,479 |
| Totals                | \$ 319      | \$ 13,799,044                                | \$ 3,088,116             | \$ 16,887,479 |

The primary government typically uses transfers to fund ongoing operating subsidies and current-year debt service requirements. The transfers are from nonmajor governmental funds to Debt Service Funds and other nonmajor governmental funds.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

| Transfer From                                 | Transfer To<br>Governmental<br>Activities | Transfer To<br>Enterprise<br>Fund | Totals            |
|---|---|-----------------------------------|-------------------|
| Proprietary                                   |   |                                   |                   |
| Enterprise fund:                              |   |                                   |                   |
| Wastewater Utility - Cash                     | \$ 200,000                                | \$ -                              | \$ 200,000        |
| Governmental:                                 |   |                                   |                   |
| Nonmajor governmental - infrastructure assets | -   | 532,792                           | 532,792           |
| Totals  | <u>\$ 200,000</u>                         | <u>\$ 532,792</u>                 | <u>\$ 732,792</u> |

In 2009, the City issued COIT Bonds, the proceeds of which were used for City park infrastructure. During the course of the project, it was determined there was a need for sewer replacement within the project area. The \$200,000 transfer is that portion of the debt service payment attributable to the sewer project.

In 2015, the governmental activities had a capital assets project (Corporate Parkway extension, now known as Cabela Parkway) that included the construction of wastewater assets, in the amount, of \$532,792.

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 Eamed             | \$ 41,783         | \$ 5,950                               | \$ 256                                     | \$ 104,017                  | \$ 152,006        |
| Refunds and Reimbursements | 201,737           | -                                      | -  | 386,880                     | 588,617           |
| Sale of Property           | 1,350             | -                                      | -  | 552                         | 1,902             |
| Donations                  | -                 | -                                      | -  | 71,371                      | 71,371            |
| Totals                     | <u>\$ 244,870</u> | <u>\$ 5,950</u>                        | <u>\$ 256</u>                              | <u>\$ 562,820</u>           | <u>\$ 813,896</u> |

G. Leases

1. Operating Leases

The primary government has entered into operating leases having initial or remaining non-cancelable terms exceeding one year for postage meters. Rental expenditures for these leases were \$1,440 and \$6,768. The following is a schedule by years of future minimum rental payments as of December 31, 2015:

|        | <u>Governmental Activities</u> | <u>Business-Type Activities</u> |
|--------|--------------------------------|---------------------------------|
| 2016   | \$ 1,440                       | \$ 6,768                        |
| 2017   | 1,440                          | 6,768                           |
| 2018   | 1,140                          | -                               |
| 2019   | 300                            | -                               |
| Totals | <u>\$ 4,320</u>                | <u>\$ 13,536</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, Network and Wastewater. Future minimum lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2015, are as follows:



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

|   | Governmental<br>Activities | Business-Type<br>Activities |
|---|----------------------------|-----------------------------|
| 2016  | \$ 1,124,833               | \$ 53,750                   |
| 2017  | 954,444                    | 53,750                      |
| 2018  | 777,330                    | 53,750                      |
| 2019  | 508,296                    | -                           |
| 2020  | 130,863                    | -                           |
| 2021-2025                                   | 130,863                    | -                           |
|   |                            |                             |
| Total minimum lease payments                | 3,626,629                  | 161,250                     |
| Less amount representing interest           | (165,284)                  | (8,370)                     |
|   |                            |                             |
| Present value of net minimum lease payments | 3,461,345                  | 152,880                     |
| Less current portion of capital lease       | (1,227,651)                | (49,602)                    |
|   |                            |                             |
| Total long-term portion                     | <u>\$ 2,233,694</u>        | <u>\$ 103,278</u>           |

The City entered into two leases in 2014 and one lease in 2015 for which the entire amount of the lease was not fully expended in 2014 or 2015. A three-year lease for software related purchases has a remaining balance of \$4,950, a five-year lease for public safety and park equipment has a remaining balance of \$4,371 and a five-year lease for public safety, park and IT vehicles and equipment has a remaining balance of \$165,519. The total remaining amount of \$174,840 is to be expended in 2016. The obligation above excludes this amount.

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

|                          | Governmental<br>Activities | Business-Type<br>Activities |
|--------------------------|----------------------------|-----------------------------|
| Machinery and equipment  | \$ 7,603,045               | \$ 254,921                  |
| Accumulated depreciation | (3,734,208)                | (107,500)                   |
|                          |                            |                             |
| Total                    | <u>\$ 3,868,837</u>        | <u>\$ 147,421</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**  
**(Continued)**

| Purpose  | Interest Rates   | Original Debt Issued  | Outstanding Principal |
|--|------------------|-----------------------|-----------------------|
| 2003 Redevelopment District Bonds<br>(Field Dr. Project) due in installments of \$45,000 to \$65,000 plus interest through January 15, 2023                                    | 4.70% to 5.00%   | \$ 900,000            | \$ 400,000            |
| 2001 Building Corporation Bonds<br>(Fire Station 2) due in installments of \$50,000 to \$60,000 plus interest through January 15, 2019   | 5.000%           | 1,330,000             | 380,000               |
| 2010 Redevelopment Authority Lease Rental Refunding Bonds<br>(Fox Prairie Golf Course) due in installments of \$115,000 to \$125,000 plus interest through January 1, 2020     | 2.50% to 3.50%   | 1,985,000             | 1,075,000             |
| 2009 Redevelopment Authority Lease Rental Refunding Bonds<br>(Stoney Creek East) due in installments of \$155,000 to \$190,000 plus interest through February 1, 2022          | 3.00% to 4.05%   | 4,080,000             | 2,235,000             |
| 2010 Redevelopment Authority Lease Rental Refunding Bonds<br>(Hague Rd./Field Dr.) due in installments of \$440,000 to \$605,000 plus interest through January 15, 2024        | 2.00% to 5.00%   | 12,885,000            | 8,750,000             |
| 2008 Building Authority Bonds<br>(Fire Station 7) due in installments of \$200,000 to \$355,000 plus interest through July 15, 2028  | 3.90% to 5.25%   | 9,025,000             | 6,905,000             |
| 2008 Redevelopment Authority Lease Rental Bonds<br>(SMC) due in installments of \$255,000 to \$525,000 plus interest through February 1, 2031                                  | 4.05% to 5.125%  | 12,590,000            | 11,520,000            |
| 2009 Redevelopment Authority Lease Rental Bonds<br>(Union Chapel) due in installments of \$195,000 to \$615,000 plus interest through August 1, 2029                           | 3.00% to 4.70%   | 12,285,000            | 10,820,000            |
| 2009 COIT Revenue Bonds<br>due in installments of \$100,000 to \$170,000 plus interest through December 15, 2028   | 3.70% to 5.00%   | 4,480,000             | 3,370,000             |
| 2010 Redevelopment Authority Lease Rental Bonds<br>(Union Chapel) due in installments of \$130,000 to \$215,000 plus interest through February 1, 2030                         | 2.00% to 4.25%   | 5,860,000             | 4,860,000             |
| 2012 Redevelopment Authority Lease Rental Refunding Bonds, Series A<br>(Exit 10) due in installments of \$675,000 to \$770,000 plus interest through July 15, 2022             | 1.985%           | 14,845,000            | 10,095,000            |
| 2012 Redevelopment Authority Lease Rental Refunding Bonds, Series B<br>(Exit 10) due in installments of \$775,000 to \$935,000 plus interest through January 15, 2028          | 2.75% to 5.00%   | 9,390,000             | 9,390,000             |
| 2013 Redevelopment Authority Lease Rental Refunding Bonds<br>(Little Chicago Road) due in installments of \$195,000 to \$260,000 plus interest through January 15, 2026        | 2.75%            | 5,570,000             | 4,735,000             |
| 2013 Taxable Economic Development Revenue Bonds<br>(Earthfare) due in installments of \$165,000 to \$180,000 plus interest through December 15, 2020                           | 1.87%            | 2,400,000             | 1,740,000             |
| 2014 Redevelopment District Bonds<br>(Cabela's Project) due in installments of \$100,000 to \$125,000 plus interest through January 15, 2026                                   | 2.50%            | 2,250,000             | 2,250,000             |
| 2014 Redevelopment District Bonds<br>(Ivy Tech) due in installments of \$255,000 to \$370,000 plus interest through January 15, 2029   | 2.96%            | 8,550,000             | 8,050,000             |
| 2014 Redevelopment Authority Lease Rental Refunding Bonds<br>(146th Street Expansion) due in installments of \$1,075,000 to \$1,680,000 plus interest through February 1, 2030 | 3.200%           | 41,235,000            | 39,290,000            |
| 2014 Redevelopment Authority Lease Rental Refunding Bonds<br>(Hamilton Town Center) due in installments of \$460,000 to \$715,000 plus interest through February 1, 2032       | 2.850%           | 20,130,000            | 19,075,000            |
| 2014 Building Corporation Refunding Bonds<br>(Fire Station 5 and 6) due in installments of \$215,000 to \$275,000 plus interest through January 15, 2025                       | 2.700%           | 5,305,000             | 4,670,000             |
| 2014B Building Corporation Refunding Bonds<br>(City Hall) due in installments of \$585,000 to \$720,000 plus interest through January 15, 2025                                 | 2.340%           | 14,195,000            | 12,340,000            |
| 2015 Economic Development Lease Rental Refunding Bonds<br>(Hazel Dell Road) due in installments of \$700,000 to \$955,000 plus interest through February 1, 2029               | 2.450%           | 22,945,000            | 22,150,000            |
| 2015 Redevelopment Lease Rental Bonds<br>(Federal Hill) due in installments of \$80,000 to \$190,000 plus interest through February 1, 2040                                    | 3.000% to 4.125% | 5,895,000             | 5,895,000             |
| Totals   |                  | <u>\$ 218,130,000</u> | 189,995,000           |
| Current portion of debt  |                  |                       | (11,895,000)          |
| Unamortized bond discount  |                  |                       | (72,211)              |
| Unamortized bond premium   |                  |                       | <u>1,129,145</u>      |
| Total long-term portion  |                  |                       | <u>\$ 179,156,934</u> |



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

| Year Ended<br>December 31 | Governmental Activities |                      |                       |
|---------------------------|-------------------------|----------------------|-----------------------|
|                           | Principal               | Interest             | Totals                |
| 2016                      | \$ 11,895,000           | \$ 5,993,528         | \$ 17,888,528         |
| 2017                      | 12,775,000              | 5,768,941            | 18,543,941            |
| 2018                      | 13,140,000              | 5,393,038            | 18,533,038            |
| 2019                      | 13,500,000              | 4,990,320            | 18,490,320            |
| 2020                      | 13,710,000              | 4,578,547            | 18,288,547            |
| 2021-2025                 | 69,715,000              | 16,187,998           | 85,902,998            |
| 2026-2030                 | 49,570,000              | 5,259,591            | 54,829,591            |
| 2031-2035                 | 4,105,000               | 566,294              | 4,671,294             |
| 2036-2040                 | 1,585,000               | 167,888              | 1,752,888             |
| Totals                    | <u>\$ 189,995,000</u>   | <u>\$ 48,906,145</u> | <u>\$ 238,901,145</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 |
|--|----------------|----------------------|-----------------------|
| 2011 Revenue Bonds<br>due in installments of \$85,000 to \$1,625,000 plus<br>interest through January 1, 2031                      | 2.25% to 5.00% | \$ 12,000,000        | \$ 11,585,000         |
| 2013 Revenue and Refunding Revenue Bonds<br>due in installments of \$110,000 to \$560,000 plus<br>interest through January 1, 2033 | 2.20%          | 12,995,000           | 10,545,000            |
| 2015 Refunding Revenue Bonds<br>due in installments of \$535,000 to \$1,225,000 plus<br>interest through January 1, 2028           | 2.52%          | 19,505,000           | 18,800,000            |
| Totals   |                | <u>\$ 44,500,000</u> | 40,930,000            |
| Current portion of debt  |                |                      | (2,240,000)           |
| Unamortized discount   |                |                      | <u>(40,158)</u>       |
| Total long-term portion  |                |                      | <u>\$ 38,649,842</u>  |



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The City has pledged future receipts, net of specified operating expenditures, to repay revenue bonds issued in 2011, 2013 and 2015. Proceeds from the bonds provided financing for Wastewater Treatment Plant improvements. The bonds are payable solely from net receipts and are payable through 2033. Annual principal and interest payments are expected to require approximately 42.1 percent of net receipts. The total principal and interest remaining to be paid on the revenue bonds is \$52,739,482. Principal and interest paid for the current year and total customer net revenues were \$2,999,927 and \$8,225,806, respectfully.

Revenue bonds debt service requirements to maturity are as follows:

| Year Ended<br>December 31 | Business-Type Activities |                      |                      |
|---------------------------|--------------------------|----------------------|----------------------|
|                           | Principal                | Interest             | Totals               |
| 2016                      | \$ 2,240,000             | \$ 1,241,052         | \$ 3,481,052         |
| 2017                      | 2,290,000                | 1,186,865            | 3,476,865            |
| 2018                      | 2,335,000                | 1,131,273            | 3,466,273            |
| 2019                      | 2,380,000                | 1,073,873            | 3,453,873            |
| 2020                      | 2,430,000                | 1,014,377            | 3,444,377            |
| 2021-2025                 | 13,065,000               | 4,588,303            | 17,653,303           |
| 2026-2030                 | 15,655,000               | 1,558,944            | 17,213,944           |
| 2031-2035                 | 535,000                  | 14,795               | 549,795              |
| Totals                    | <u>\$ 40,930,000</u>     | <u>\$ 11,809,482</u> | <u>\$ 52,739,482</u> |

### 3. Advance Refunding

On April 9, 2015, the primary government through its Redevelopment Authority issued \$22,945,000 Economic Development Lease Rental Refunding Bonds of 2015 to advance refund \$21,360,000 Economic Development Lease Rental Bonds of 2007, Series A. Bond proceeds were used to purchase U.S. government securities which were deposited in an irrevocable trust to provide for all future debt service payments of \$23,925,041 of the 2007 bonds. As a result, the 2007 bonds are considered to be defeased and the primary government has removed the liability from its accounts.

At December 31, 2015, bonds totaling \$21,360,000 were considered to be defeased. The advanced refunding reduced total debt service payments over the next 14 years by \$2,944,913. This results in an economic gain of \$1,640,701.

On April 28, 2015, the primary government through its Wastewater Utility issued \$19,505,000 Sewage Works Refunding Revenue Bonds of 2015 to advance refund \$5,620,000 Sewage Works Revenue Bonds of 2006 and \$13,240,000 Sewage Works Revenue Bonds of 2007. Bond proceeds were used to purchase U.S. government securities which were deposited in an irrevocable trust to provide for all future debt service payments of \$20,372,501 of the 2006 and 2007 bonds. As a result, the 2006 and 2007 bonds are considered to be defeased and the primary government has removed the liability from its accounts.

At December 31, 2015, bonds totaling \$18,860,000 were considered to be defeased. The advanced refunding reduced total debt service payments over the next 13 years by \$2,525,759. This results in an economic gain of \$1,574,441.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

4. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2015, was as follows:

| Primary Government                                      | Beginning<br>Balance  | Additions            | Reductions           | Ending<br>Balance     | Due<br>Within<br>One Year |
|---|-----------------------|----------------------|----------------------|-----------------------|---------------------------|
| Governmental activities:                                |                       |                      |                      |                       |                           |
| Bonds payable   | \$ 195,143,382        | \$ 28,840,000        | \$ 32,931,448        | \$ 191,051,934        | \$ 11,895,000             |
| Compensated absences                                    | 5,406,881             | 2,278,153            | 2,247,699            | 5,437,335             | 1,645,198                 |
| Capital leases  | 3,202,327             | 1,706,445            | 1,447,427            | 3,461,345             | 1,227,651                 |
| Net pension obligation - (see Note I.E.)                | 5,638,178             | -                    | 5,638,178            | -                     | -                         |
| Net pension liability - (see Note I.E.)                 | -                     | 18,742,601           | -                    | 18,742,601            | -                         |
| Net OPEB obligation                                     | 17,096,090            | 3,803,348            | -                    | 20,899,438            | -                         |
| Total governmental activities<br>long-term liabilities  | <u>\$ 226,486,858</u> | <u>\$ 55,370,547</u> | <u>\$ 42,264,752</u> | <u>\$ 239,592,653</u> | <u>\$ 14,767,849</u>      |
| Primary Government                                      | Beginning<br>Balance  | Additions            | Reductions           | Ending<br>Balance     | Due<br>Within<br>One Year |
| Business-type activities:                               |                       |                      |                      |                       |                           |
| Revenue bonds payable                                   | \$ 41,954,716         | \$ 19,505,000        | \$ 20,569,874        | \$ 40,889,842         | \$ 2,240,000              |
| Capital leases  | 201,171               | -                    | 48,291               | 152,880               | 49,602                    |
| Compensated absences                                    | 436,116               | 198,623              | 180,646              | 454,093               | 129,093                   |
| Total business-type activities<br>long-term liabilities | <u>\$ 42,592,003</u>  | <u>\$ 19,703,623</u> | <u>\$ 20,798,811</u> | <u>\$ 41,496,815</u>  | <u>\$ 2,418,695</u>       |

Compensated absences, net other postemployment benefit obligations and net pension liabilities for governmental activities typically have been liquidated from the general fund and special revenue funds.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

I. Fund Balances

Fund balances are classified as Nonspendable, Restricted, Committed, Assigned, and Unassigned based on the extent to which the City is bound to observe constraints imposed on the use of the resources in the governmental funds. The classifications are as follows:

**Nonspendable** – The nonspendable fund balance includes amounts that cannot be spent because they are either not in spendable form or legally or contractually required to be maintained intact. The "not in spendable form" criterion includes items that are not expected to be converted to cash. The City does not have any nonspendable fund balance.

**Restricted** – The fund balance is reported as restricted when constraints placed on the use of resources are either externally imposed by creditors through debt covenants, grantors, contributors, or laws or regulation of other governments or it is imposed by law through enabling legislation.

**Committed** – The committed fund balance includes amounts that can be used only for the specific purposes imposed by formal action (ordinance) of the City Council. Those committed amounts cannot be used for other purposes unless the City Council removes or changes the specified use by taking the same type of action it employed to previously commit those amounts. Committed fund balance also incorporates contractual obligations to the extent that existing resources in the fund have been specifically committed for use in satisfying those contractual requirements.

**Assigned** – Amounts in the assigned fund balance are intended to be used by the City for specific purposes but do not meet the criteria to be classified as restricted or committed. In governmental funds other than the General Fund, assigned fund balance represents the remaining amount that is not restricted or committed. In the General Fund, assigned amounts represent intended uses established by the City Council.

**Unassigned** – Unassigned fund balance is the residual classification for the General Fund. This classification represents fund balance that has not been assigned to other funds and does not have a specific purpose. In the governmental funds, other than the General Fund, if liabilities incurred exceeded the assets, the fund may report a negative fund balance.

Generally, the City would first apply restricted resources, then committed, assigned, and unassigned resources when an expense is incurred for purposes for more than one classification of fund balance are available.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The constraints placed on fund balance for the major governmental funds and all other governmental funds are as follows:

|                                      | General              | Redevelopment<br>Authority -<br>Debt Service | Redevelopment<br>Authority -<br>Capital Projects | Nonmajor<br>Governmental<br>Funds | Total                |
|--------------------------------------|----------------------|--|--|-----------------------------------|----------------------|
| Fund Balance:                        |                      |  |  |                                   |                      |
| Restricted for:                      |                      |  |  |                                   |                      |
| Highway and road maintenance         | \$ -                 | \$ -   | \$ -   | \$ 3,042,718                      | \$ 3,042,718         |
| Police                               | -                    | -  | -  | 164,707                           | 164,707              |
| Courts                               | -                    | -  | -  | 284,749                           | 284,749              |
| Grants                               | -                    | -  | -  | 97,152                            | 97,152               |
| Fire Station Debt Service            | -                    | -  | -  | 677,554                           | 677,554              |
| City Hall Debt Service               | -                    | -  | -  | 688,735                           | 688,735              |
| Little Chicago Road Debt Service     | -                    | -  | -  | 251,342                           | 251,342              |
| Other Debt Service                   | -                    | -  | -  | 805,266                           | 805,266              |
| Capital projects                     | -                    | -  | -  | 2,411,436                         | 2,411,436            |
| Fire Capital Improvements/Equip.     | -                    | -  | -  | 984,161                           | 984,161              |
| Ley Excess                           | -                    | -  | -  | -                                 | -                    |
| Committed to:                        |                      |  |  |                                   |                      |
| Emergency Services                   | -                    | -  | -  | 38,952                            | 38,952               |
| Hazardous Materials                  | -                    | -  | -  | 5                                 | 5                    |
| Building Corp Debt Service           | -                    | -  | -  | 1,642,929                         | 1,642,929            |
| Debt service                         | -                    | 12,219,583                                   | -  | -                                 | 12,219,583           |
| Wastewater Holding                   | -                    | -  | -  | 2,990                             | 2,990                |
| Capital projects:                    |                      |  |  |                                   |                      |
| Park Capital Projects                | -                    | -  | -  | 3,533,312                         | 3,533,312            |
| Roadway Capital Projects             | -                    | -  | -  | 7,993,041                         | 7,993,041            |
| Other Capital                        | -                    | -  | -  | 659                               | 659                  |
| Field Drive Improvements             | -                    | -  | -  | 105,332                           | 105,332              |
| Economic Development Projects        | -                    | -  | 6,023,549  | 1,308,704                         | 7,332,253            |
| Stoney Creek EDA Projects            | -                    | -  | -  | 865,380                           | 865,380              |
| Corporate Campus Infrastructure      | -                    | -  | -  | 2,252,040                         | 2,252,040            |
| 146th Street Infrastructure          | -                    | -  | -  | 2,110,332                         | 2,110,332            |
| Promise Road Improvements            | -                    | -  | -  | 250,852                           | 250,852              |
| Assigned to:                         |                      |  |  |                                   |                      |
| Fiscal Year 2014 Appropriations      | 309,649              | -  | -  | 3,000                             | 312,649              |
| Capital Improvements                 | -                    | -  | -  | 2,857,765                         | 2,857,765            |
| Parking Lot Maintenance/Improvements | -                    | -  | -  | 498,716                           | 498,716              |
| Police                               | -                    | -  | -  | 15,182                            | 15,182               |
| Fire                                 | -                    | -  | -  | 14,624                            | 14,624               |
| Cultural Arts                        | -                    | -  | -  | 30,026                            | 30,026               |
| Employee Benefits                    | -                    | -  | -  | 2,435                             | 2,435                |
| Park Capital                         | -                    | -  | -  | 353,996                           | 353,996              |
| Other purposes                       | -                    | -  | -  | 242,084                           | 242,084              |
| Unassigned                           | 18,178,914           | -  | -  | (43,585)                          | 18,135,329           |
| Total                                | <u>\$ 18,488,563</u> | <u>\$ 12,219,583</u>                         | <u>\$ 6,023,549</u>                              | <u>\$ 33,486,591</u>              | <u>\$ 70,218,286</u> |

J. Restricted Net Position

The government-wide Statement of Net Position report restricted net position for the governmental activities and business-type activities of \$35,133,129 and \$5,675,787, respectively, all of which are restricted by enabling legislation.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

K. Net Investment in Capital Assets

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:

|                              | Governmental<br>Activities | Business-Type<br>Activities |
|------------------------------|----------------------------|-----------------------------|
| Total Capital Assets         | \$ 314,808,029             | \$ 117,113,591              |
| Less:                        |                            |                             |
| Bonds payable                | 191,051,935                | 40,889,842                  |
| Capital lease payable        | 3,461,345                  | 152,880                     |
| Deduct cash on hand          | (5,687,105)                | (3,198,948)                 |
| Deferred loss on refunding   | (8,360,484)                | (1,204,371)                 |
| Total related net debt       | 180,465,691                | 36,639,403                  |
| Investment in capital assets | \$ 134,342,338             | \$ 80,474,188               |

L. Unavailable Revenue

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

|  | Taxes        | Intergovernmental | Totals       |
|--|--------------|-------------------|--------------|
| Unavailable revenue:                               |              |                   |              |
| General  | \$ 7,739,026 | \$ 433,816        | \$ 8,172,842 |
| Motor vehicle highway                              | 63,831       | 49,976            | 113,807      |
| Park and recreation                                | 52,232       | 40,895            | 93,127       |
| Fire station 2 debt                                | 4,028        | 3,154             | 7,182        |
| Fire stations 5 and 6 debt                         | 16,183       | 12,670            | 28,853       |
| Little Chicago road debt                           | 44,800       | 35,074            | 79,874       |
| City hall debt                                     | 45,216       | 35,402            | 80,618       |
| Fire station 7 and street debt                     | 22,018       | 17,239            | 39,257       |
| Cumulative capital improvement                     | -            | 23,353            | 23,353       |
| Cumulative capital development                     | 32,158       | 25,178            | 57,336       |
| Cumulative building and fire fighting<br>equipment | 12,502       | 9,789             | 22,291       |
| Total unavailable revenue                          | \$ 8,031,994 | \$ 686,546        | \$ 8,718,540 |



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

M. Subsequent Events

With the federal decennial census, in 2010, a population of at least 35,000 was reached. Subsequent to the release of the census data, the Common Council approved, by ordinance, to move to a second class city designation. On January 1, 2016, the City will transition into a second class city. The previously elected clerk-treasurer role will now be divided between an elected clerk and a mayor-appointed controller. The Common Council will also increase from seven members to nine members. As a third class city, the mayor presided over the Common Council meetings and was the tie-breaking vote. As of January 1, the mayor no longer has a legislative role.

On April 14, 2016, the primary government issued \$7,410,000 of bonds to advance refund \$6,705,000 of outstanding bonds originally issued in 2008 to fund construction, installation and equipping of Fire Station #7 and improvements to certain facilities of the Street Department. The interest rate on the refunding bonds is 2.15% and the final maturity date is July 15, 2028.

On April 16, 2016, the primary government issued \$11,950,000 of bonds to advance refund \$11,265,000 of outstanding bonds originally issued in 2008 to fund the construction of road and utility improvements to accommodate the construction of the SMC North America headquarters. The interest rate on the refunding bonds is 2.13% and the final maturity date is February 1, 2031.

N. Conduit Debt

From time to time, the primary government has issued economic development revenue bonds and loaned the proceeds to a qualified borrower to provide financial assistance for the financing of economic development facilities which will be of benefit to the health or general welfare of the City of Noblesville and its citizens. Repayment of the bonds is secured solely by payments of the borrower made in accordance with the Amended and Restated Master Indenture and the Loan Agreement. The bonds shall never constitute a general obligation of, an indebtedness of, or a charge against the general credit of the City of Noblesville or Hamilton County, nor are the bonds payable in any manner from revenues raised by taxation. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements.

As of December 31, 2015, the economic development revenue bonds were outstanding in the principal amount payable of \$11,765,000.

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



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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

|  | 2015              | 2014              |
|--|-------------------|-------------------|
| Unpaid claims, beginning of fiscal year  | \$ 421,179        | \$ 609,086        |
| Incurred claims and changes in estimates | 9,229,493         | 8,216,649         |
| Claim payments                           | 8,977,693         | 8,404,556         |
| Unpaid claims, end of fiscal year        | <u>\$ 672,979</u> | <u>\$ 421,179</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. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information for the plan.

Funding Policy

The contribution requirements of plan members for the Noblesville Healthcare Plan are established and can be amended 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, 2015, the City contributed \$291,447 to the plan for current premiums. Plan

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

members receiving benefits contributed \$49,878, or approximately 15 percent of the total premiums.

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               | \$ 3,482,856                |
| Interest on net OPEB obligation            | 898,932                     |
| Adjustment to annual required contribution | <u>(1,169,536)</u>          |
| Annual OPEB cost                           | 3,212,252                   |
| Contributions made                         | <u>291,447</u>              |
|  |                             |
| Increase in net OPEB obligation            | 2,920,805                   |
| Net OPEB obligation, beginning of year     | <u>17,978,633</u>           |
|  |                             |
| Net OPEB obligation, end of year           | <u><u>\$ 20,899,438</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 2015 and the two preceding years were as follows:

| Year<br>Ending | Annual<br>OPEB<br>Cost | Percentage<br>of Annual<br>OPEB Cost<br>Contributed | Net<br>OPEB<br>Obligation |
|----------------|------------------------|---|---------------------------|
| 12-31-13       | \$ 2,313,851           | 13.8%   | \$14,958,837              |
| 12-31-14       | 3,257,704              | 7.3%  | 17,978,633                |
| 12-31-15       | 3,212,252              | 9.1%  | 20,899,438                |

Funded Status and Funding Progress

As of December 31, 2015, the most recent actuarial valuation date, the plan was 0 percent funded. The actuarial accrued liability for benefits was \$51,662,174, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$51,662,174. The covered payroll (annual payroll of active employees covered by the plan) was \$22,229,004, and the ratio of the UAAL to covered payroll was 232 percent.

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



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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, 2015 actuarial valuation, the projected unit credit 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, a general inflation rate assumption of 2.0 percent and an annual healthcare cost trend inflation rate of 10.0 percent initially, reduced by decrements to an ultimate inflation rate of 5.0 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, 2015, was 30 years.

C. Pension Plans

1. Cost-Sharing Multiple-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

The primary government contributes to the Public Employees' Retirement Fund (PERF), a cost-sharing, multiple-employer defined benefit plan based on 35 IAC 21-1-1, 35 IAC 21-1-2 and amended IC 5-10-2.2-11(b). State statutes (IC 5-10.2, 5-10.3 and IC 5-10.5) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system and give the primary government authority to contribute to the plan. There are two components to the PERF Plan. The first is the Public Employees' Defined Benefit Plan (PERF Hybrid Plan) and the second is the Public Employees' Annuity Savings Account Only Plan (PERF ASA Only Plan). Prior to July 1, 2016, the PERF Hybrid Plan is the only plan available to the primary government. There are two components of the PERF Hybrid Plan defined benefit structure. The first portion is the monthly defined benefit pension that is funded by the employer. The second portion of the PERF Hybrid Plan benefit structure is the annuity savings account (ASA) that supplements the defined benefit at retirement.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

INPRS 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 is available online at [www.in.gov/inprs/annualreports.htm](http://www.in.gov/inprs/annualreports.htm) or may be obtained by contacting:

Indiana Public Retirement System  
One North Capitol, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

Membership

The primary government's PERF members become participants by ordinance or resolution of the governing body, which specifies the classifications of employees who will become members of the PERF Hybrid Plan. The ordinance or resolution is then filed with and approved by INPRS. In order to be a member, employees hired after June 30, 1982, must occupy positions normally requiring performance of service of more than 1,000 hours during a year.

As of December 31, 2015, the PERF membership consisted of:

|   | PERF - Civil |
|---|--------------|
| Retired members, beneficiaries, and disabled members receiving benefits | 6            |
| Inactive vested members entitled to but not yet receiving benefits      | -            |
| Inactive non-vested members entitled to a distribution of ASA balance   | -            |
| Active members: vested and non-vested                                   | 153          |
| Total   | <u>159</u>   |

Contributions

The PERF Hybrid Plan members are obligated, by state statute, to make contributions to the plan. The required contributions of the plan members and primary government are determined by the INPRS Board of Trustees based on actuarial investigation and valuation in accordance with IC 5-10.2-2-11. The funding policy provides for periodic employer contributions at actuarially determined rates that, expressed as percentages of annual covered payroll, are sufficient to fund the pension benefits when they become due. As PERF is a cost-sharing plan, all risks and costs, including benefit costs, are shared proportionately by the participating employers. The current rate is 11.19 percent of annual covered payroll.

The primary government's contributions to the plan for the years ending December 31, 2015 and 2014 were \$1,227,153 and \$1,211,339, respectively, equal to the required contributions for each year.

For 2015, the primary government's annual pension cost and related information for the PERF Hybrid Plan, as provided by the actuary, is presented in section c. of this note.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Retirement Benefits – Defined Benefit Pension

The PERF Hybrid Plan retirement benefit consists of the sum of a defined pension benefit provided by employer contributions plus the amount credited to the member's annuity saving account (ASA). Pension benefits (non ASA) vest after ten years of creditable service. The vesting period is eight years for certain elected officials. Members are immediately vested in their annuity savings account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's annuity savings account, receive the amount as an annuity, or leave the contributions invested with INPRS. Vested PERF members leaving a covered position, who wait thirty days after termination, may withdraw their annuity savings account and will not forfeit creditable service or full retirement benefit. However, if a member is eligible for a full retirement at the time of withdrawal request, the member will have to begin drawing the member's pension benefit in order to withdraw the annuity savings account. A non-vested member who terminates employment prior to retirement may withdraw from the annuity savings account after 30 days, but by doing so, forfeits the member's creditable service. A member who returns to covered service and works no less than six months in a covered position may reclaim the member's forfeited creditable service.

A member who has reached age sixty-five and has at least ten years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit component. This annual pension benefit is equal to 1.1 percent times the average annual compensation times the number of years of creditable service. The average annual compensation in calculation uses the highest twenty calendar quarters of salary in a covered position. All twenty calendar quarters do not need to be continuous, but they must be in groups of four consecutive calendar quarters. The same calendar quarter may not be included in two different groups. For PERF members who serve as an elected official, the highest one year (total of four consecutive quarters) of annual compensation is used. Member contributions paid by the employer on behalf of the member and severance pay up to \$2,000 are included as a part of the member's annual compensation.

A member who has reached age sixty and has at least fifteen years of creditable service is eligible for normal retirement and, as such, is entitled to 100 percent of the pension benefit. A member who is at least fifty-five years old and whose age plus number of years of creditable service is at least eighty-five is entitled to 100 percent of the benefits, as described above.

A member who has reached at least the age of fifty and has a least fifteen years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the member's lifetime. For age fifty-nine, the early retirement percentage of the normal annual pension benefit is 89 percent. The amount is reduced five percentage points per year.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA). Such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis and can only be granted by the Indiana General Assembly. There was no COLA for the period ending June 30, 2015.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Disability and Survivor Benefits

The PERF Hybrid Plan also provides disability and survivor benefits. A member who has at least five years of creditable service and becomes disabled while in active service, on FLMA leave, receiving workers' compensation benefits, or receiving employer-provided disability insurance benefits may retire for the duration of the disability, if the member has qualified for social security disability benefits and has furnished proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. The minimum benefit is \$180 per month, or the actuarial equivalent.

Upon the death in service of a member with fifteen or more years of creditable service as of January 1, 2007, a survivor benefit may be paid to the surviving spouse to whom the member had been married for two or more years, or surviving dependent children under the age of eighteen. This payment is equal to the benefit which would have been payable to a beneficiary if the member had retired at age fifty or at death, whichever is later, under an effective election of the joint and survivor option available for retirement benefits. A surviving spouse or surviving dependent children are also entitled to a survivor benefit upon the death in service after January 1, 2007, of a member who has at least sixty-five years of age and had at least ten but not more than fourteen years of creditable service.

Retirement Benefits – Annuity Savings Account

Members are required to participate in an ASA. The ASA consists of the member's contributions, set by statute at 3 percent of compensation, as defined by IC 5-10.2-3-2 for PERF, plus the interest/earnings or losses credited to the member's account. The employer may elect to make the contributions on behalf of the member. In addition, under certain conditions, members may elect to make additional voluntary contributions of up to 10 percent of the compensation into their ASA. A member's contribution and interest credits belong to the member and do not belong to the primary government.

Investments in the members' ASA are individually directed and controlled by the plan participants who direct the investment of their account balances amount the following eight investment options, with varying degrees of risk and return potential:

1. Guaranteed Fund – This fund's objective is to provide stability of principal and a competitive interest rate. The interest rate is set by the INPRS Board of Trustees each year and is guaranteed for the fiscal year. Market risk is assumed by the Fund.
2. Large Cap Equity Index Fund – This fund's objective is to seek investment growth/capital appreciation through passive investment in the stocks of the 500 largest U.S. companies. Market risk is assumed by the member.
3. Small/Mid Cap Equity Fund – This fund's objective is to seek investment growth/capital appreciation through both active and passive investment in the stocks of small- and mid-sized U.S. companies. Market risk is assumed by the member.
4. International Equity Fund – This fund's objective is to seek investment growth/capital appreciation through both active and passive investment in the stocks of non-U.S. companies in both developed and emerging markets. Market risk is assumed by the member.
5. Fixed Income Fund – This fund's objective is to seek total return, consisting of income and capital appreciation. Market risk is assumed by the member.
6. Inflation-Linked Fixed Income Fund – This fund's objective is to provide investors inflation protection and income consistent with investment in inflation-indexed securities. Principal and interest payments are adjusted in response to changes in inflation. Market risk is assumed by the member.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

7. Target Date Funds – The Funds are designated to seek an appropriate amount of total return, commensurate with risk, given the specific time horizon of each Fund. The Target Date Funds provide participants with a one-stop shop for investing. Participants simply choose the Fund most appropriate for the member, based upon the year in which the member plans to withdraw money (usually the member's retirement year). Once a participant selects the appropriate Fund, the underlying asset allocation automatically adjusts over time. Market risk is assumed by the member.
8. Money Market Fund – This fund's objective is to provide a market rate of return consistent with the preservation of capital through a shorter maturity, high quality portfolio. Market risk is assumed by the member.

Members may make changes to their investment directions daily and investments are reported at fair market value.

b. 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 (1977 Fund), a cost-sharing, multiple-employer defined benefit plan established to provide retirement, disability, and survivor benefits to all full-time police officers and firefighters who are hired (or rehired) after April 30, 1977. The 1977 Fund is governed by the Indiana Public Retirement System (INPRS) in accordance with IC 36-8-8.

INPRS issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. The report is available online at [www.in.gov/inprs/annualreports.htm](http://www.in.gov/inprs/annualreports.htm) or may be obtained by contacting:

Indiana Public Retirement System  
One North Capitol, Suite 001  
Indianapolis, IN 46204  
Ph. (888) 526-1687

Membership

As of December 31, 2015, the 1977 Fund membership consisted of:

|   | PERF - 1977 Police | PERF - 1977 Firefighters |
|---|--------------------|--------------------------|
| Retired members, beneficiaries, and disabled members receiving benefits | 8                  | 22                       |
| Inactive vested members entitled to but not yet receiving benefits      | -                  | -                        |
| Inactive non-vested members entitled to a distribution of ASA balance   | -                  | -                        |
| Active members: vested and non-vested                                   | 71                 | 126                      |
| Total   | 79                 | 148                      |

Contributions

The funding policy for the 1977 Fund requires remittances of member and employer contributions based on percentages of the salary of a first class officer or firefighter rather than actual payroll. The employer contribution rate is actuarially determined. The required contributions are determined by the INPRS Board of Trustees based on actuarial



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

investigation and valuation in accordance with IC 36-8-8-6. As the 1977 Fund is a cost-sharing system, all risks and costs, including benefit costs, are shared proportionally by the participating employers. During fiscal year 2015, all participating employers were required to contribute 19.7 percent of the salary of a first class officer or firefighter.

The member contribution rate is established by statute, IC 36-8-8-8, at six percent of the salary of a first class officer or firefighter. Each fund member shall contribute during the period of the funds member's employment or for thirty-two years, whichever is shorter. The employer may pay all or a part of the contribution for the member. Member contributions are used to fund a portion of the defined benefit payment, unless the member ends employment other than by death or disability before the fund member completes twenty years of active service. The accumulated value of the member's contribution, including interest, may be withdrawn if the member terminates employment prior to completing twenty years of service. The INPRS Board of Trustees shall return to the fund member in a lump sum the fund member's contributions plus interest, as determined by the INPRS Board of Trustee, in accordance with IC 36-8-8-8.

The primary government's contributions to the plan for the years ending December 31, 2015 and 2014, were \$2,940,121 and \$2,874,821, respectively, equal to the required contributions for each year.

For 2015, the primary government's annual pension cost and related information for the 1977 Plan, as provided by the actuary, is presented in section c. of this note.

Retirement Benefits

A member vests after twenty years of service. If the member retires at or after the age of fifty-two with twenty years of service, the benefit is equal to 50 percent of the salary of a first class officer, as reported by the employer in the year the 1977 Fund member ended service plus one percent of that salary for each six months of active service over twenty years to a maximum of twelve years. At age fifty and with twenty years of service, a member may elect to receive a deducted benefit by a factor established by the fund's actuary, as established by statute IC 36-8-8-11.

The monthly pension benefits for members in pay status may be increased annually in accordance with the cost of living adjustment (COLA) statute IC 36-8-8-15. A member is entitled to an annual increase in the member's benefit based on the percentage increase in the Consumer Price Index (January – March); however, the maximum increase is 3 percent. The last COLA increase of 1.4 percent was effective July 1, 2014.

Disability and Survivor Benefits

The 1977 Fund also provides disability and survivor benefits. An active member may file an application for disability benefits. A determination is then made by the local pension board, and reviewed by the INPRS Board of Trustees, as to whether the member has a covered impairment and whether or not the impairment was incurred in the line of duty. The calculation for disability benefits is based on when the member was first hired, the type of impairment and other factors. In addition, the heirs or estate of a fund member may be entitled to receive \$12,000 upon the member's death.

If a member dies while receiving retirement or disability benefits, there are provisions for the surviving spouse and children to receive apportion of the benefits. The member's surviving spouse is entitled to a monthly benefit equal to 60 percent of the member's monthly benefit during the spouse's lifetime. Each of the member's surviving children are entitled to a monthly benefit equal to 20 percent of the member's monthly benefit until the age of eighteen, or age twenty-three, if a full-time student. If there is no eligible surviving



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

spouse or children, a dependent parent(s) may receive 50 percent of the member's monthly benefit during their lifetime.

Deferred Retirement Option Plan

The Deferred Retirement Option Plan (DROP) for the 1977 Fund was established by the Indiana Legislature in 2002 and is governed by the INPRS Board of Trustees in accordance with IC 36-8-8.5. Members of the 1977 Fund that are eligible to retire may elect to accumulate a DROP benefit while continuing to work. At the time of their election, the member executes an irrevocable election to retire on a DROP retirement date and remains in active service contributing to the fund until that date. The DROP retirement date must be not less the twelve months and not more than thirty-six months after their DROP entry date, and not after the date they reach any mandatory retirement age that may apply.

The member may make an election to enter the DROP only once in their lifetime. The DROP and future retirement monthly benefit is calculated as of the member's DROP entry date. At the time of retirement, the member must choose among the available options for distribution of the accumulated benefit under the DROP.

c. Actuarial Information for the Above Plans

At December 31, 2015, the primary government reported a net pension asset of \$2,335,514 and a net pension liability of \$7,078,296 for its proportionate share of the net pension asset/liability. The net pension asset/liability was measured as of June 30, 2015, and the total pension asset/liability used to calculate the net pension asset/liability was determined by an actuarial valuation as of that date for the above plans.

The primary government's proportionate percentage, deferred outflows of resources, deferred inflows of resources, net pension asset/liability and pension expense for the above plans is shown in the following table:

|                               | PERF - Civil | PERF - 1977 Police | PERF - 1977 Firefighters | Totals       |
|-------------------------------|--------------|--------------------|--------------------------|--------------|
| Proportionate share           | 0.0017379    | 0.0060294          | 0.0097810                |              |
| Net pension asset             | \$ -         | \$ 890,664         | \$ 1,444,850             | \$ 2,335,514 |
| Net pension liability         | 7,078,296    | -                  | -                        | 7,078,296    |
| Deferred outflow of resources | 2,822,855    | 2,413,443          | 3,790,152                | 9,026,450    |
| Deferred inflow of resources  | 768,160      | 3,024,058          | 4,896,689                | 8,688,907    |
| Pension expense/(income)      | 1,132,132    | 252,380            | 396,578                  | 1,781,090    |

The components of the Net Pension Liability/(Asset) as of June 30, 2015 (measurement date) are as follows:

|  | PERF          | PERF - 1977 Police | PERF - 1977 Firefighters |
|--|---------------|--------------------|--------------------------|
| Total Pension Liability  | \$ 31,248,429 | 28,221,779         | 45,781,872               |
| Plan Fiduciary Net Position  | 24,170,133    | 29,112,443         | 47,226,722               |
| Net Pension Asset  | -             | (890,664)          | (1,444,850)              |
| Net Pension Liability  | 7,078,296     | -                  | -                        |
| Plan Fiduciary Net Position as a percentage of the Total Pension Liability | 77.3%         | 103.2%             | 103.2%                   |



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

At December 31, 2015, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

| Average Remaining Service Life for 2015:  | PERF - Civil<br>3.39 years       |                                 | PERF - 1977 Police<br>9.31 years |                                 | PERF - 1977 Firefighters<br>9.31 years |                                 |
|---|----------------------------------|---------------------------------|----------------------------------|---------------------------------|--|---------------------------------|
|   | Deferred Outflow of<br>Resources | Deferred Inflow of<br>Resources | Deferred Outflow of<br>Resources | Deferred Inflow of<br>Resources | Deferred Outflow of<br>Resources       | Deferred Inflow of<br>Resources |
| Differences between expected and actual experience  | \$ 303,833                       | \$ 14,638                       | \$ -                             | \$ 387,349                      | \$ -                                   | \$ 628,364                      |
| Net difference between projected and actual investment earnings on pension plan investments                   | 1,193,489                        | 665,687                         | 1,738,359                        | 926,804                         | 2,819,997                              | 1,503,479                       |
| Change of assumptions   | 598,354                          | -                               | -                                | 1,667,280                       | -                                      | 2,704,691                       |
| Changes in proportion and differences between employer contributions and proportionate share of contributions | 117,497                          | 87,835                          | 102,383                          | 42,625                          | 64,592                                 | 60,155                          |
| Contributions subsequent to the measurement date  | 609,682                          | -                               | 572,701                          | -                               | 905,563                                | -                               |
| Total   | \$ 2,822,855                     | \$ 768,160                      | \$ 2,413,443                     | \$ 3,024,058                    | \$ 3,790,152                           | \$ 4,896,689                    |

Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

| Amortization of Net Deferred Outflows/(Inflows)<br>of Resources - Debit/(Credit) | PERF         | PERF - 1977 Police | PERF - 1977 Firefighters |
|--|--------------|--------------------|--------------------------|
| 2016   | \$ 462,050   | \$ (113,672)       | \$ (197,241)             |
| 2017   | 462,050      | (113,672)          | (197,241)                |
| 2018   | 222,540      | (113,672)          | (197,241)                |
| 2019   | 298,373      | 195,263            | 303,919                  |
| 2020   | -            | (239,327)          | (401,081)                |
| Thereafter   | -            | (798,236)          | (1,323,215)              |
| Total  | \$ 1,445,013 | \$ (1,183,316)     | \$ (2,012,100)           |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The components of the pension expense as of June 30, 2015 are as follows:

|  | PERF                | PERF - 1977 Police | PERF - 1977 Firefighters |
|--|---------------------|--------------------|--------------------------|
| Service Cost   |                     |                    |                          |
| Total service cost   | \$ 475,732          | \$ 833,288         | \$ 1,351,775             |
| Member contributions   | -                   | (262,419)          | (425,701)                |
| Administrative and project expenses  | 41,928              | 10,300             | 16,709                   |
| Net employer service cost  | 517,660             | 581,169            | 942,783                  |
| Interest cost  | 1,627,079           | 1,948,277          | 3,160,530                |
| Expected return on assets  | (1,473,764)         | (2,163,394)        | (3,509,497)              |
| Plan amendments  | -                   | -                  | -                        |
| Recognition of deferred (inflows) / outflows of resources related to:  |                     |                    |                          |
| Liability experience (gains) / losses  | 120,975             | (47,549)           | (77,134)                 |
| Assumption changes (gains) / losses  | 250,060             | (200,635)          | (325,474)                |
| Investment (gains) / losses  | 76,179              | 125,655            | 203,840                  |
| Total  | 447,214             | (122,529)          | (198,768)                |
| Proportionate share of plan pension expense  | \$ 1,118,189        | \$ 243,523         | \$ 395,048               |
| Net amortization of deferred amounts from changes in proportion and difference between employer contributions and proportionate share of contributions | 13,943              | 8,857              | \$ 1,530                 |
| Total pension expense  | <u>\$ 1,132,132</u> | <u>\$ 252,380</u>  | <u>\$ 396,578</u>        |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Actuarial Assumptions

PERF – Civil

|                          |  |
|--------------------------|--|
| Measurement date         | June 30, 2015  |
| Valuation date           |  |
| Assets                   | June 30, 2015  |
| Liabilities              | June 30, 2015 - Member census data as of June 30, 2014 was used in the valuation and adjusted, where appropriate, to reflect changes between June 30, 2014 and June 30, 2015. Standard actuarial roll forward techniques were then used to project the total pension liability computed as of June 30, 2014 to June 30, 2015 measurement date.   |
| Inflation                | 2.25%  |
| Future salary increases  | 2.5% - 4.25%   |
| Cost-of-living increases | 1.00% compounded annually on employer funded pension, beginning January 1, 2017. Retired members were provided a 13th check by October 1, 2014, and will be provided a 13th check by October 1, 2015, which is reflected in the valuation.   |
| Mortality assumption     | RP-2014 (with MP-2014 improvement removed) Total Data Set Mortality Tables projected on a fully generational basis using the future mortality improvement scale inherent in the mortality projection included in the Social Security Administration's 2014 Trustee Report.   |
| Experience study         | The most recent comprehensive experience study was completed in April 2015 and was based on member experience between June 30, 2010 and June 30, 2014. The demographic assumptions were updated as needed for the June 30, 2015 actuarial valuation based on the results of the study.   |
| Discount rate            | The discount rate used to measure the total pension liability was 6.75% as of June 30, 2015, and is equal to the long-term expected return on plan investments. The projection of cash flows used to determine the discount rate assumed that employer contributions would be made at the actuarially calculated rate computed in accordance with the current funding policy adopted by the Board, which requires payment of normal cost and amortization of unfunded actuarially accrued liability in level dollar installments over 30 years utilizing a closed period approach. Since the current funding policy was adopted, the employer contribution rate has been set by the Board at a level equal to or exceeding the actuarially calculated rate. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. |



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

PERF – 1977 Plans

|                          |  |
|--------------------------|--|
| Measurement date         | June 30, 2015  |
| Valuation date           |  |
| Assets                   | June 30, 2015  |
| Liabilities              | June 30, 2015 - Member census data as of June 30, 2014 was used in the valuation and adjusted, where appropriate, to reflect changes between June 30, 2014 and June 30, 2015. Standard actuarial roll forward techniques were then used to project the total pension liability computed as of June 30, 2014 to June 30, 2015 measurement date.   |
| Inflation                | 2.25%  |
| Future salary increases  | 2.50%  |
| Cost-of-living increases | 2.00% compounded annually, beginning July 1, 2016. Actual COLA increases at July 1, 2014 (1.40%) and July 1, 2015 (0.00%) are reflected in the valuation.  |
| Mortality assumption     | RP-2014 (with MP-2014 improvement removed) Blue Collar mortality tables, with future mortality improvement projected generationally using future mortality improvement inherent in the Social Security Administration's 2014 Trustee report.   |
| Experience study         | The most recent comprehensive experience study was completed in April 2015 and was based on member experience between June 30, 2010 and June 30, 2014. The demographic assumptions were updated as needed for the June 30, 2015 actuarial valuation based on the results of the study.   |
| Discount rate            | The discount rate used to measure the total pension liability was 6.75% as of June 30, 2015, and is equal to the long-term expected return on plan investments. The projection of cash flows used to determine the discount rate assumed that employer contributions would be made at the actuarially calculated rate computed in accordance with the current funding policy adopted by the Board, which requires payment of normal cost and amortization of unfunded actuarially accrued liability in level dollar installments over 30 years utilizing a closed period approach. Since the current funding policy was adopted, the employer contribution rate has been set by the Board at a level equal to or exceeding the actuarially calculated rate. Based on this assumption, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. |

Sensitivity of the net pension liability to changes in the discount rate

PERF – Civil

| Discount rate sensitivity     | 1% Decrease (5.75%) | Current Rate (6.75%) | 1% Increase (7.75%) |
|-------------------------------|---------------------|----------------------|---------------------|
| Net pension liability/(asset) | \$ 10,441,094       | \$ 7,078,296         | \$ 4,286,560        |

PERF – 1977 Police

| Discount rate sensitivity     | 1% Decrease (5.75%) | Current Rate (6.75%) | 1% Increase (7.75%) |
|-------------------------------|---------------------|----------------------|---------------------|
| Net pension liability/(asset) | \$ 3,748,488        | \$ (890,664)         | \$ (4,631,305)      |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

PERF – 1977 Firefighters

| Discount rate sensitivity     | 1% Decrease (5.75%) | Current Rate (6.75%) | 1% Increase (7.75%) |
|-------------------------------|---------------------|----------------------|---------------------|
| Net pension liability/(asset) | \$ 6,080,865        | \$ (1,444,850)       | \$ (7,512,986)      |

Asset allocation of the pension plan's portfolio

For the PERF – Civil, PERF – 1977 Police and the PERF – 1977 Firefighters plans, the long-term return expectation has been determined by using a building-block approach and assumes a time horizon, as defined in the INPRS Investment Policy Statement. A forecasted rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have established for each asset class. The long-term expected nominal rate of return has been determined by calculating a weighted average of the expected real return premiums for each asset class, adding the projected inflation rate, and adding the expected return from rebalancing uncorrelated asset classes.

|                                    |                                | <u>Geometric Basis</u>                        |
|------------------------------------|--------------------------------|---|
|                                    | <u>Target Asset Allocation</u> | <u>Long-Term Expected Real Rate of Return</u> |
| Public Equity                      | 22.5%                          | 5.3%  |
| Private Equity                     | 10.0%                          | 5.6%  |
| Fixed Income - Ex inflation-linked | 22.0%                          | 2.1%  |
| Fixed Income - Inflation-linked    | 10.0%                          | 0.7%  |
| Commodities                        | 8.0%                           | 2.0%  |
| Real Estate                        | 7.5%                           | 3.0%  |
| Absolute Return                    | 10.0%                          | 3.9%  |
| Risk Parity                        | 10.0%                          | 5.0%  |

Money-weighted rate of return

The money-weighted rate of return equals investment performance, net of pension plan investment expense, adjusted for the changing amount actually invested. For the measurement date of June 30, 2015, the money-weighted return on the plan assets is 0.3% for the PERF Plan and (0.1%) for the 1977 Plans.

2. Single-Employer Defined Benefit Pension Plans

a. 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 pension board consists of five members, four of which are elected by active members and one of which is elected by retired members. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by and may be amended by the plan administrator, as provided by state statute. The plan administrator does not issue a



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

publicly available financial report that includes financial statements and required supplementary information of the plan.

Contributions

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 including administrative costs of the fund (pay-as-you-go basis); the amount contributed for 2015 is \$246,005. 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 approximate the amount paid out for benefits and were recognized as revenues and expenditures in the pension trust fund during the year.

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 section c. of this note.

For 2015, the primary government's annual pension cost and related information for the 1925 Police Officers' Pension Plan, as provided by the actuary, is presented in section c. of this note.

Net Pension Liability

The net pension liability does not include the plan fiduciary net position from the Fiduciary Statements. The pension plan is not administered by a trust, but the funds are in an equivalent arrangement because they are legally protected by state statute. Therefore, while the funds are reported in the Pension Trust Fund, the net pension liability is not reduced by the plan fiduciary net position in order to report in the most conservative manner.

Benefits Provided

The plan provides retirement, disability and death benefits. The benefit provisions of the 1925 Police Officers' Pension Plan for non-converted members are set forth in state statute (IC 36-8-6). The benefits provisions for converted members are set forth in state statute (IC 36-8-8). Unless specifically denoted, provisions for converted and non-converted members are the same. All full-time, fully-paid police officers who were hired before May 1, 1977 or rehired between April 30, 1977 and February 1, 1979 are eligible participants. The pension plan is closed to new entrants.

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age fifty-two with twenty or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First Class Police Officer, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with thirty-two years of service.

Non-converted members of any age with twenty or more years of creditable service are eligible to receive early retirement without a benefit reduction. Converted members at age fifty with twenty or more years of creditable service are eligible to receive early retirement benefits, which are reduced by 7% per year for commencement between ages fifty and fifty-two. The late retirement benefit is calculated in the same manner as the normal retirement benefits.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The disability benefit for non-converted members is equal to a sum determined by the local board, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Police Officer. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. Time spent receiving disability benefits is considered active service for the purpose of determining retirement benefits until the fund member has a total of twenty years of service. If the disability is considered to have occurred while on duty or due to a duty related disease then the member is entitled to have the amount of the disability benefit to be computed as a retirement benefit when the fund member becomes age fifty-five. Converted members disability benefit is only available to members hired prior to January 1, 1990 and who do not choose to be covered by the disability benefit for members hired after 1989. The disability benefit is equal to the benefit the member would have received if the member had retired. If the member does not have twenty years of service or is not at least age fifty-two on the date of disability, the benefit is computed as if the member does have twenty years of service and is age fifty-two on the date of disability.

Pre-retirement death benefits vary for converted and non-converted members and depending upon whether or not the death is considered in the line of duty or not in the line of duty. Such benefits range from 30-55% of a First Class Police Officer monthly salary, with longevity, or from 50-100% of the monthly benefit the member was receiving, or was entitled to receive, on the date of death. Pre-retirement death benefits are payable to the surviving spouse, children and dependent parents of members provided they meet eligibility guidelines. A one-time funeral death benefit is paid to the heirs or estate upon a member's death from any cause and is equal to at least \$12,000. An additional benefit of \$150,000 is paid from the Pension Relief Fund to a surviving spouse, children, or parent(s) if death occurs in the line of duty.

Non-converted members are entitled to the normal retirement benefits described above if termination occurs after earning twenty years of service. If termination occurs before completing twenty years of service, no benefits are payable. Converted members are entitled to the accrued retirement benefit determined as of the termination date and payable commencing on the normal retirement date. If termination occurs before completing twenty years of service, the member shall be entitled to the member's contributions plus accumulated interest.

Cost of living adjustments for non-converted retired members are increased annually based upon increases in the first class salary as approved by the employer. Converted retired members benefits are increased annually based upon increases in the CPI-U index. The increase is subject to a 3% maximum and 0% minimum.

#### Investments

The pension plan investment policy is consistent with the overall policy of the City as described in Note II. A. – Deposits and Investments. The plan held no investments during the reporting period.

#### Deferred Retirement Option Plan

The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit payable in a lump sum or three annual installments. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than twelve months and not more than thirty-six months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

When a member enters the DROP, a "DROP frozen benefit" will be calculated. This is equal to the member's monthly retirement benefit based upon accrued service and base salary as of the date member enters the DROP. Upon DROP retirement, the member is eligible to receive a lump sum equal to the amount of the DROP frozen benefit multiplied by the number of months in the DROP. The member may elect to receive this amount in three annual installments instead of in a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. The member will not continue to accrue service credit for the years in the DROP. Cost of living adjustments will not apply to the frozen monthly benefit while in the DROP. The cost of living adjustments will begin to be applied to the frozen monthly benefit, however, in the year after the year in which the member retires.

If a member elected to participate in the DROP, the member may, upon retirement, elect to forego DROP benefits, and instead receive monthly retirement benefits calculate as if the member never elected to participate in the DROP. These benefits would be based upon accrued service and base salary as of the date the member retires. There is no balance of amounts held by the pension plan pursuant to the DROP.

b. 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 pension board consists of six members. Four members are elected from the active members, one is elected from retired members and the Fire Chief serves as executive by default. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by and may be amended 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.

Contributions

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 including administrative costs of the fund (pay-as-you-go basis); the amount contributed for 2015 is \$444,350. 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 approximate the amount paid out for benefits and were recognized as revenues and expenditures of the pension trust fund during the year.

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 section c. of this note.

For 2015, the primary government's annual pension cost and related information for the 1937 Firefighters' Pension Plan, as provided by the actuary, is presented in section c. of this note.



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Net Pension Liability

The net pension liability does not include the plan fiduciary net position from the Fiduciary Statements. The pension plan is not administered by a trust, but the funds are in an equivalent arrangement because they are legally protected by state statute. Therefore, while the funds are reported in the Pension Trust Fund, the net pension liability is not reduced by the plan fiduciary net position in order to report in the most conservative manner.

Benefits Provided

The plan provides retirement, disability and death benefits. The benefit provisions of the 1937 Firefighters' Pension Plan for non-converted members are set forth in state statute (IC 36-8-7). The benefits provisions for converted members are set forth in state statute (IC 36-8-8). Unless specifically denoted, provisions for converted and non-converted members are the same. All full-time, fully-paid firefighters who were hired before May 1, 1977 or rehired between April 30, 1977 and February 1, 1979 are eligible participants. The pension plan is closed to new entrants.

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age fifty-two with twenty or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First Class Firefighter, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with thirty-two years of service.

Non-converted members of any age with twenty or more years of creditable service are eligible to receive early retirement without a benefit reduction. Converted members at age fifty with twenty or more years of creditable service are eligible to receive early retirement benefits, which are reduced by 7% per year for commencement between ages fifty and fifty-two. The late retirement benefit is calculated in the same manner as the normal retirement benefits.

The disability benefit for non-converted members is equal to a sum determined by the local board, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Firefighter. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. Time spent receiving disability benefits is considered active service for the purpose of determining retirement benefits until the fund member has a total of twenty years of service. If the disability is considered to have occurred while on duty or due to a duty related disease then the member is entitled to have the amount of the disability benefit to be computed as a retirement benefit when the fund member becomes age fifty-five. Converted member's disability benefit is only available to members hired prior to January 1, 1990 and who do not choose to be covered by the disability benefit for members hired after 1989. The disability benefit is equal to the benefit the member would have received if the member had retired. If the member does not have twenty years of service or is not at least age fifty-two on the date of disability, the benefit is computed as if the member does have twenty years of service and is age fifty-two on the date of disability.

Pre-retirement death benefits vary for converted and non-converted members and depending upon whether or not the death is considered in the line of duty or not in the line of duty. Such benefits range from 30-55% of a First Class Firefighter monthly salary, with longevity, or from 50-100% of the monthly benefit the member was receiving, or was entitled to receive, on the date of death. Pre-retirement death benefits are payable to the surviving spouse, children and dependent parents of members provided they meet eligibility guidelines. A one-time funeral death benefit is paid to the heirs or estate upon a member's death from any cause and is equal to at least \$12,000. An additional benefit of



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

\$150,000 is paid from the Pension Relief Fund to a surviving spouse, children, or parent(s) if death occurs in the line of duty.

Non-converted members are entitled to the normal retirement benefits described above if termination occurs after earning twenty years of service. If termination occurs before completing twenty years of service, no benefits are payable. Converted members are entitled to the accrued retirement benefit determined as of the termination date and payable commencing on the normal retirement date. If termination occurs before completing twenty years of service, the member shall be entitled to the member's contributions plus accumulated interest.

Cost of living adjustments for non-converted retired members are increased annually based upon increases in the first class salary as approved by the employer. Converted retired members benefits are increased annually based upon increases in the CPI-U index. The increase is subject to a 3% maximum and 0% minimum.

Investments

The pension plan investment policy is consistent with the overall policy of the City as described in Note II. A. – Deposits and Investments. The plan held no investments during the reporting period.

Deferred Retirement Option Plan

The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit payable in a lump sum or three annual installments. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than twelve months and not more than thirty-six months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions.

When a member enters the DROP, a "DROP frozen benefit" will be calculated. This is equal to the member's monthly retirement benefit based upon accrued service and base salary as of the date member enters the DROP. Upon DROP retirement, the member is eligible to receive a lump sum equal to the amount of the DROP frozen benefit multiplied by the number of months in the DROP. The member may elect to receive this amount in three annual installments instead of in a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. The member will not continue to accrue service credit for the years in the DROP. Cost of living adjustments will not apply to the frozen monthly benefit while in the DROP. The cost of living adjustments will begin to be applied to the frozen monthly benefit, however, in the year after the year in which the member retires.

If a member elected to participate in the DROP, the member may, upon retirement, elect to forego DROP benefits, and instead receive monthly retirement benefits calculate as if the member never elected to participate in the DROP. These benefits would be based upon accrued service and base salary as of the date the member retires. There is no balance of amounts held by the pension plan pursuant to the DROP.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

c. Actuarial Information for the Above Plans

|  | 1925 Police<br>Officers'<br>Pension                 | 1937<br>Firefighters'<br>Pension                    |
|--|---|---|
| Contribution rates:                              |   |   |
| City   | 0%  | 0%  |
| Plan members                                     | 6%  | 6%  |
| Actuarial valuation date                         | 12-31-15  | 12-31-15  |
| Actuarial cost method                            | Entry age   | Entry age   |
| Amortization method                              | Level percentage<br>of projected<br>payroll, closed | Level percentage<br>of projected<br>payroll, closed |
| Amortization period*                             | N/A   | N/A   |
| Asset valuation method – N/A-                    | N/A   | N/A   |
| Benefits are funded on a pay-<br>as-you-go basis |   |   |

\*The initial amortization period for liability experience gains / losses and assumption change gains / losses is the number of years equal to the average expected future working lifetime of all members, active and inactive. A period less than one results in the remaining balance being fully recognized during the current year.

|                                    | 1925 Police<br>Officers'<br>Pension | 1937<br>Firefighters'<br>Pension |
|------------------------------------|-------------------------------------|----------------------------------|
| <u>Actuarial Assumptions</u>       |                                     |                                  |
| Investment rate of return          | 2.59%                               | 2.59%                            |
| Projected future salary increases: |                                     |                                  |
| Total                              | 2.50%                               | 2.50%                            |
| Attributed to inflation            | 2.25%                               | 2.25%                            |
| Cost-of-living adjustments         | 2.50/2.00%*                         | 2.50/2.00%*                      |

\*2.50% converted members; 2.00% nonconverted members



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

d. Financial Statements for Defined Benefits Plans

Statements of Fiduciary Net Position:

| Assets                               | 1925 Police<br>Officers'<br>Pension | 1937<br>Firefighters'<br>Pension | Totals              |
|--------------------------------------|-------------------------------------|----------------------------------|---------------------|
| Cash and cash equivalents            | \$ 566,176                          | \$ 728,307                       | \$ 1,294,483        |
| Net position restricted for pensions | <u>\$ 566,176</u>                   | <u>\$ 728,307</u>                | <u>\$ 1,294,483</u> |

Statements of Changes in Fiduciary Net Position:

| <u>Additions</u>  | 1925 Police<br>Officers'<br>Pension | 1937<br>Firefighters'<br>Pension | Totals              |
|---|-------------------------------------|----------------------------------|---------------------|
| Contributions:  |                                     |                                  |                     |
| Non-employer contributing entity contributions              | \$ 246,005                          | \$ 444,350                       | \$ 690,355          |
| Reimbursements  | 3,000                               | 3,000                            | 6,000               |
| Total additions   | <u>249,005</u>                      | <u>447,350</u>                   | <u>696,355</u>      |
| Deductions  |                                     |                                  |                     |
| Benefits and refunds paid to plan members and beneficiaries | 234,034                             | 443,185                          | 677,219             |
| Administrative expenses                                     | 4,737                               | 4,075                            | 8,812               |
| Total deductions  | <u>238,771</u>                      | <u>447,260</u>                   | <u>686,031</u>      |
| Net increase in net position                                | 10,234                              | 90                               | 10,324              |
| <u>Net position restricted for pensions</u>                 |                                     |                                  |                     |
| Net Position - beginning                                    | <u>555,942</u>                      | <u>728,217</u>                   | <u>1,284,159</u>    |
| Net Position - ending                                       | <u>\$ 566,176</u>                   | <u>\$ 728,307</u>                | <u>\$ 1,294,483</u> |

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Sensitivity of the net pension liability to changes in the discount rate

1925 Police Officers' Pension Plan

| Discount rate sensitivity | 1% Decrease (1.59%) | Current Rate (2.59%) | 1% Increase (3.59%) |
|---------------------------|---------------------|----------------------|---------------------|
| Net pension liability     | \$ 4,219,943        | \$ 3,757,162         | \$ 3,373,589        |

1937 Firefighters' Pension Plan

| Discount rate sensitivity | 1% Decrease (1.59%) | Current Rate (2.59%) | 1% Increase (3.59%) |
|---------------------------|---------------------|----------------------|---------------------|
| Net pension liability     | \$ 8,942,824        | \$ 7,907,143         | \$ 7,052,870        |

Membership in the 1925 Police Officers' Pension Plan and the 1937 Firefighters' Pension Plan at December 31, 2015, was comprised of the following:

|   | 1925 Police<br>Officers'<br>Pension | 1937<br>Firefighters'<br>Pension |
|---|-------------------------------------|----------------------------------|
| Retired members, beneficiaries and disabled members receiving benefits    | 9                                   | 15                               |
| Terminated vested plan members entitled to but not yet receiving benefits | -                                   | -                                |
| Active plan members   | -                                   | -                                |
| Total membership  | 9                                   | 15                               |



CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Components of the Changes in Net Pension Liability for the Plan as of December 31, 2015, are as follows:

|   | 1925 Police Officers'<br>Pension Plan | 1937 Firefighters'<br>Pension Plan |
|---|---------------------------------------|------------------------------------|
| <b>Total Pension Liability</b>                  |                                       |                                    |
| Total Pension Liability - Beginning of year     | \$ 4,126,737                          | \$ 8,716,709                       |
| Service cost                                    | -                                     | -                                  |
| Interest cost                                   | 99,399                                | 208,322                            |
| Experience (gains)/losses                       | (212,057)                             | (542,648)                          |
| Assumption changes                              | (12,637)                              | (28,212)                           |
| Plan amendments                                 | -                                     | -                                  |
| Projected benefits payments                     | (244,280)                             | (447,028)                          |
|   | <hr/>                                 | <hr/>                              |
| Total Pension Liability - End of year           | \$ 3,757,162                          | \$ 7,907,143                       |
| <b>Plan Fiduciary Net Position</b>              |                                       |                                    |
| Plan Fiduciary Net Position - Beginning of year | \$ -                                  | \$ -                               |
| Employer contributions                          | (11,971)                              | (1,165)                            |
| Employee contributions                          | -                                     | -                                  |
| Non-employer contributing entity contributions  | 246,005                               | 444,350                            |
| Net investment return                           | -                                     | -                                  |
| Actual benefits payments                        | (234,034)                             | (443,185)                          |
| Administrative and project expenses             | -                                     | -                                  |
|   | <hr/>                                 | <hr/>                              |
| Net Pension Liability                           | <u>\$ 3,757,162</u>                   | <u>\$ 7,907,143</u>                |

Components of the Net Pension Liability for the Plan as of December 31, 2015, are as follows:

| Retirement<br>Plan                    | Total Pension<br>Liability | Plan Fiduciary<br>Net Position | Net Pension<br>Liability/(Asset) | Plan Fiduciary<br>Net Position<br>as a Percentage<br>of Total<br>Pension Liability |
|---------------------------------------|----------------------------|--------------------------------|----------------------------------|--|
| 1925 Police Officers'<br>Pension Plan | 3,757,162                  | -                              | 3,757,162                        | 0.0%   |
| 1937 Firefighters'<br>Pension Plan    | 7,907,143                  | -                              | 7,907,143                        | 0.0%   |

The net pension liability does not include the plan fiduciary net position in the amount of \$1,294,483 from the Fiduciary Statements. Although the funds could be used to reduce the liability, the funds are not held in an irrevocable trust and therefore, the net pension liability is not reduced by the plan fiduciary net position.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

The components of the pension expense as of December 31, 2015 are as follows:

|   | 1925 Police         | 1937 Firefighters   |
|---|---------------------|---------------------|
| Service Cost  | \$ -                | \$ -                |
| Interest cost   | 99,399              | 208,322             |
| Expected return on assets   | -                   | -                   |
| Plan amendments   | -                   | -                   |
| Recognition of deferred (inflows) / outflows of resources related to: |                     |                     |
| Liability experience (gains) / losses                                 | (212,057)           | (542,648)           |
| Assumption changes (gains) / losses                                   | (12,637)            | (28,212)            |
| Investment (gains) / losses   | -                   | -                   |
| Total   | (224,694)           | (570,860)           |
| Total pension expense   | <u>\$ (125,295)</u> | <u>\$ (362,538)</u> |

Deferred inflows and outflows of resources

All deferred inflows and outflows of resources arising prior to fiscal 2015 have been fully amortized. The initial amortization period for liability experience gains / losses and assumption change gains / losses is the number of years equal to the average expected future working lifetime of all members, active and inactive. A period less than one results in the remaining balance being fully recognized during the current year. For year-ending December 31, 2015, the period was less than one and therefore, the deferred inflows and outflows were recognized during the fiscal year.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Significant Actuarial Assumptions to Measure the Total Pension Liability

|                          |  |
|--------------------------|--|
| Measurement date         | December 31, 2015  |
| Valuation date           |  |
| Assets                   | Not applicable. Benefits are paid on a pay-as-you-go basis.  |
| Liabilities              | December 31, 2014 - Member census data as of December 31, 2014 was used in the valuation. Standard actuarial techniques were used to roll forward the total pension liability computed as of December 31, 2014 to December 31, 2015 measurement date. Projected benefit payments, rather than actual benefit payments, were used in the roll forward due to fluctuation in actual benefit payments caused by the DROP payments and lump sum death benefits.  |
| Inflation                | 2.25%  |
| Future salary increases  | 2.50%  |
| Cost-of-living increases | Non-converted - 2.50% per year in retirement<br>Converted - 2.00% per year in retirement   |
| Mortality assumption     | RP-2014 Blue Collar Mortality Tables with mortality improvement since 2006 using scale MP-2014 removed and projected on a fully generational basis using the future mortality improvement scale inherent in the mortality projection included in the Social Security Administration's 2014 Trustee Report.   |
| Experience study         | The actuarial assumptions used in the December 31, 2015 valuation were selected and approved by the INPRS Board of Trustees and are consistent with the results of an experience study completed in April 2015, which reflects the experience period beginning July 1, 2010 and ending June 30, 2014. Assumption recommendations from the study were first implemented for the December 31, 2014 valuation and are generally unchanged for the December 31, 2015 valuation. The interest rate continues to equal the Barclay's 20-year Municipal Bond Index rate as of the measurement date, which increased from 2.56% as of December 31, 2014, to 2.59% as of December 31, 2015. |
| Discount rate            | There are no accumulated assets in the Plan. Therefore, the discount rate is set equal to the Barclay's 20-year Municipal Bond Index rate of 2.59% as of December 31, 2015.  |



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## Required Supplementary Information

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF CHANGES IN NET PENSION LIABILITY -  
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS

|   | 1925 Police Officers'<br>Pension Plan |                     |                     |
|---|---------------------------------------|---------------------|---------------------|
|   | 2013                                  | 2014                | 2015                |
| <b>Total Pension Liability</b>                  |                                       |                     |                     |
| Total Pension Liability - Beginning of year     | \$ 2,876,399                          | \$ 3,756,754        | \$ 4,126,737        |
| Service cost                                    | -                                     | -                   | -                   |
| Interest cost                                   | 164,447                               | 156,061             | 99,399              |
| Experience (gains)/losses                       | 426,806                               | -                   | (212,057)           |
| Assumption changes                              | 560,334                               | 485,635             | (12,637)            |
| Plan amendments                                 | -                                     | -                   | -                   |
| Projected benefits payments                     | (271,232)                             | (271,713)           | (244,280)           |
| Total Pension Liability - End of year           | \$ 3,756,754                          | \$ 4,126,737        | \$ 3,757,162        |
| <b>Plan Fiduciary Net Position</b>              |                                       |                     |                     |
| Plan Fiduciary Net Position - Beginning of year | \$ -                                  | \$ -                | \$ -                |
| Employer contributions                          | 28,658                                | (33,436)            | (11,971)            |
| Employee contributions                          | -                                     | -                   | -                   |
| Non-employer contributing entity contributions  | 242,574                               | 306,874             | 246,005             |
| Net investment return                           | -                                     | -                   | -                   |
| Actual benefits payments                        | (271,232)                             | (273,438)           | (234,034)           |
| Administrative and project expenses             | -                                     | -                   | -                   |
| Net Pension Liability                           | <u>\$ 3,756,754</u>                   | <u>\$ 4,126,737</u> | <u>\$ 3,757,162</u> |
|   | 1937 Firefighters'<br>Pension Plan    |                     |                     |
|   | 2013                                  | 2014                | 2015                |
| <b>Total Pension Liability</b>                  |                                       |                     |                     |
| Total Pension Liability - Beginning of year     | \$ 6,166,336                          | \$ 7,712,175        | \$ 8,716,709        |
| Service cost                                    | -                                     | -                   | -                   |
| Interest cost                                   | 356,413                               | 322,512             | 208,322             |
| Experience (gains)/losses                       | 391,242                               | -                   | (542,648)           |
| Assumption changes                              | 1,250,417                             | 1,140,605           | (28,212)            |
| Plan amendments                                 | -                                     | -                   | -                   |
| Projected benefits payments                     | (452,233)                             | (458,583)           | (447,028)           |
| Total Pension Liability - End of year           | \$ 7,712,175                          | \$ 8,716,709        | \$ 7,907,143        |
| <b>Plan Fiduciary Net Position</b>              |                                       |                     |                     |
| Plan Fiduciary Net Position - Beginning of year | \$ -                                  | \$ -                | \$ -                |
| Employer contributions                          | 20,350                                | (31,428)            | (1,165)             |
| Employee contributions                          | -                                     | -                   | -                   |
| Non-employer contributing entity contributions  | 431,883                               | 487,333             | 444,350             |
| Net investment return                           | -                                     | -                   | -                   |
| Actual benefits payments                        | (452,233)                             | (455,905)           | (443,185)           |
| Administrative and project expenses             | -                                     | -                   | -                   |
| Net Pension Liability                           | <u>\$ 7,712,175</u>                   | <u>\$ 8,716,709</u> | <u>\$ 7,907,143</u> |

Note: GASB 68 requires information to be shown for ten years. Until a full ten years trend is compiled, information will be shown for those years for which the information is 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 NET PENSION LIABILITY AND RELATED RATIOS -  
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS

| 1925 Police Officers' Pension Plan |                             |                                 |                             |   |                              |  |
|------------------------------------|-----------------------------|---------------------------------|-----------------------------|---|------------------------------|--|
| Year Ending                        | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a-b) | Fiduciary Net Position as a Percentage of Total Pension Liability (b/a) | Covered Employer Payroll (c) | Net Pension Liability as a Percentage of Covered Payroll ((a-b)/c) |
| 12-31-12                           | \$ 2,876,399                | \$ -                            | \$ 2,876,399                | 0%  | \$ -                         | - No Covered Payroll   |
| 12-31-13                           | 3,756,754                   | -                               | 3,756,754                   | 0%  | -                            | - No Covered Payroll   |
| 12-31-14                           | 4,126,737                   | -                               | 4,126,737                   | 0%  | -                            | - No Covered Payroll   |
| 12-31-15                           | 3,757,162                   | -                               | 3,757,162                   | 0%  | -                            | - No Covered Payroll   |
| 1937 Firefighters' Pension Plan    |                             |                                 |                             |   |                              |  |
| Year Ending                        | Total Pension Liability (a) | Plan Fiduciary Net Position (b) | Net Pension Liability (a-b) | Fiduciary Net Position as a Percentage of Total Pension Liability (b/a) | Covered Employer Payroll (c) | Net Pension Liability as a Percentage of Covered Payroll ((a-b)/c) |
| 12-31-12                           | \$ 6,166,336                | \$ -                            | \$ 6,166,336                | 0%  | \$ -                         | - No Covered Payroll   |
| 12-31-13                           | 7,712,175                   | -                               | 7,712,175                   | 0%  | -                            | - No Covered Payroll   |
| 12-31-14                           | 8,716,709                   | -                               | 8,716,709                   | 0%  | -                            | - No Covered Payroll   |
| 12-31-15                           | 7,907,143                   | -                               | 7,907,143                   | 0%  | -                            | - No Covered Payroll   |

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CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF PROPORTIONATE SHARE OF THE NET PENSION LIABILITY -  
COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLANS

| <u>PERF - Civil</u>  |    |  |             |    |             |
|--|----|--|-------------|----|-------------|
|  |    |  | <u>2015</u> |    | <u>2014</u> |
| Proportion of the net pension liability  |    |  | 0.0017379   |    | 0.0016850   |
| Proportionate share of the net pension liability                                   | \$ |  | 7,078,296   | \$ | 4,428,071   |
| Covered payroll  |    |  | 8,349,124   |    | 8,250,830   |
| Proportionate share o the net pension liability as a percentage of covered payroll |    |  | 84.8%       |    | 53.7%       |
| Plan fiduciary net position as a percentage of the total pension liability         |    |  | 77.3%       |    | 84.3%       |
|  |    |  |             |    |             |
| <u>PERF - 1977 Police</u>  |    |  |             |    |             |
|  |    |  | <u>2015</u> |    | <u>2014</u> |
| Proportion of the net pension liability  |    |  | 0.0060294   |    | 0.0063147   |
| Proportionate share of the net pension liability                                   | \$ |  | (890,664)   | \$ | (321,925)   |
| Covered payroll  |    |  | 4,493,930   |    | 4,487,104   |
| Proportionate share o the net pension liability as a percentage of covered payroll |    |  | -19.8%      |    | -7.2%       |
| Plan fiduciary net position as a percentage of the total pension liability         |    |  | 103.2%      |    | 101.1%      |
|  |    |  |             |    |             |
| <u>PERF - 1977 Firefighters</u>  |    |  |             |    |             |
|  |    |  | <u>2015</u> |    | <u>2014</u> |
| Proportion of the net pension liability  |    |  | 0.0097810   |    | 0.0101825   |
| Proportionate share of the net pension liability                                   | \$ |  | (1,444,850) | \$ | (519,107)   |
| Covered payroll  |    |  | 7,290,133   |    | 7,235,488   |
| Proportionate share o the net pension liability as a percentage of covered payroll |    |  | -19.8%      |    | -7.2%       |
| Plan fiduciary net position as a percentage of the total pension liability         |    |  | 103.2%      |    | 101.1%      |

The amounts presented for each fiscal year were determined as of the June 30 measurement date.

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CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF CITY CONTRIBUTIONS -  
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS

| 1925 Police Officers' Pension Plan |   |  |  |                                       |   |  |
|------------------------------------|---|--|--|---------------------------------------|---|--|
| Year<br>Ending                     | Actuarially<br>Determined<br>Contributions<br>(a) | Contributions in<br>Relation to the<br>Actuarially<br>Determined<br>Contributions<br>(b) | Contribution<br>Excess /<br>(Deficiency<br>(b) - (a) | Covered<br>Employer<br>Payroll<br>(c) | Contributions<br>as a Percentage<br>of Covered Payroll<br>(b) / (c) |  |
| 12-31-12                           | \$ 234,500  | \$ 234,500   | \$ -   | \$ -                                  | 0%  |  |
| 12-31-13                           | 271,232   | 271,232  | -  | -                                     | 0%  |  |
| 12-31-14                           | 273,438   | 273,438  | -  | -                                     | 0%  |  |
| 12-31-15                           | 234,034   | 234,034  | -  | -                                     | 0%  |  |

| 1937 Firefighters' Pension Plan |   |  |  |                                       |   |  |
|---------------------------------|---|--|--|---------------------------------------|---|--|
| Year<br>Ending                  | Actuarially<br>Determined<br>Contributions<br>(a) | Contributions in<br>Relation to the<br>Actuarially<br>Determined<br>Contributions<br>(b) | Contribution<br>Excess /<br>(Deficiency<br>(b) - (a) | Covered<br>Employer<br>Payroll<br>(c) | Contributions<br>as a Percentage<br>of Covered Payroll<br>(b) / (c) |  |
| 12-31-12                        | \$ 444,995  | \$ 444,995   | \$ -   | \$ -                                  | 0%  |  |
| 12-31-13                        | 452,233   | 452,233  | -  | -                                     | 0%  |  |
| 12-31-14                        | 455,905   | 455,905  | -  | -                                     | 0%  |  |
| 12-31-15                        | 443,185   | 443,185  | -  | -                                     | 0%  |  |

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CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF CITY CONTRIBUTIONS -  
COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLANS

| PERF - Civil             |   |  |  |                                       |   |
|--------------------------|---|--|--|---------------------------------------|---|
| Year<br>Ending           | Contractually<br>Determined<br>Contributions<br>(a) | Contributions in<br>Relation to the<br>Contractually<br>Determined<br>Contributions<br>(b) | Contribution<br>Excess /<br>(Deficiency<br>(b) - (a) | Covered<br>Employer<br>Payroll<br>(c) | Contributions<br>as a Percentage<br>of Covered Payroll<br>(b) / (c) |
| 12-31-14                 | \$ 1,211,339  | \$ 1,211,339   | \$ -   | \$ 8,226,633                          | 14.7%   |
| 12-31-15                 | 1,227,153   | 1,227,153  | -  | 8,324,154                             | 14.7%   |
| PERF - 1977 Police       |   |  |  |                                       |   |
| Year<br>Ending           | Contractually<br>Determined<br>Contributions<br>(a) | Contributions in<br>Relation to the<br>Contractually<br>Determined<br>Contributions<br>(b) | Contribution<br>Excess /<br>(Deficiency<br>(b) - (a) | Covered<br>Employer<br>Payroll<br>(c) | Contributions<br>as a Percentage<br>of Covered Payroll<br>(b) / (c) |
| 12-31-14                 | \$ 1,100,676  | \$ 1,100,676   | \$ -   | \$ 4,482,709                          | 24.6%   |
| 12-31-15                 | 1,128,478   | 1,128,478  | -  | 4,496,115                             | 25.1%   |
| PERF - 1977 Firefighters |   |  |  |                                       |   |
| Year<br>Ending           | Contractually<br>Determined<br>Contributions<br>(a) | Contributions in<br>Relation to the<br>Contractually<br>Determined<br>Contributions<br>(b) | Contribution<br>Excess /<br>(Deficiency<br>(b) - (a) | Covered<br>Employer<br>Payroll<br>(c) | Contributions<br>as a Percentage<br>of Covered Payroll<br>(b) / (c) |
| 12-31-14                 | \$ 1,774,145  | \$ 1,774,145   | \$ -   | \$ 7,228,380                          | 24.5%   |
| 12-31-15                 | 1,811,643   | 1,811,643  | -  | 7,293,713                             | 24.8%   |

Note: GASB 68 requires information to be shown for ten years. Until a full ten years trend is compiled, information will be shown for those years for which the information is available.

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CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULE OF FUNDING PROGRESS

| Other Postemployment Benefits  |  |   |                          |                          |                           |  |
|--------------------------------|--|---|--------------------------|--------------------------|---------------------------|--|
| Actuarial<br>Valuation<br>Date | Actuarial<br>Value of<br>Assets<br>(a) | Actuarial<br>Accrued<br>Liability<br>(AAL)<br>(b) | Unfunded<br>AAL<br>(a-b) | Funded<br>Ratio<br>(a/b) | Covered<br>Payroll<br>(c) | Unfunded<br>AAL as a<br>Percentage<br>of Covered<br>Payroll<br>((a-b)/c) |
| 01-01-08                       | \$ -                                   | \$ 17,885,929                                     | \$ (17,885,929)          | 0%                       | \$ 15,699,600             | (0,114%)   |
| 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%)   |
| 01-01-12                       | -                                      | 21,965,636  | (21,965,636)             | 0%                       | 19,912,927                | (110%)   |
| 01-01-13                       | *                                      | *   | *                        | *                        | *                         | *  |
| 01-01-14                       | -                                      | 27,728,842  | (27,728,842)             | 0%                       | 20,953,006                | (132%)   |
| 01-01-15                       | *                                      | *   | *                        | *                        | *                         | *  |
| 01-01-16                       | -                                      | 51,662,174  | (51,662,174)             | 0%                       | 22,229,044                | (232%)   |

\*Information is not available, no actuarial studies were provided for 1/1/13 or 1/1/15.

SCHEDULE OF CONTRIBUTIONS FROM THE  
EMPLOYER AND OTHER CONTRIBUTING ENTITIES

| Other Postemployment Benefits |   |  |
|-------------------------------|---|--|
| Year<br>Ending                | Annual<br>Required<br>Contribution<br>(ARC) | Percentage of ARC<br>Contributed<br>City |
| 12-31-08                      | \$ 2,795,311                                | 6%                                       |
| 12-31-09                      | 2,882,014                                   | 3.3%                                     |
| 12-31-10                      | 2,882,014                                   | 3.2%                                     |
| 12-31-11                      | 2,951,291                                   | 5.3%                                     |
| 12-31-12                      | 2,508,987                                   | 8.5%                                     |
| 12-31-13                      | 2,508,987                                   | 13.8%                                    |
| 12-31-14                      | 3,482,856                                   | 7.3%                                     |
| 12-31-15                      | 3,482,856                                   | 9.1%                                     |

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, 2015

|                            | Budgeted Amounts |               | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|----------------------------|------------------|---------------|---|--|
|                            | Original         | Final         |   |  |
| Revenues:                  |                  |               |   |  |
| Taxes                      | \$ 18,545,181    | \$ 14,571,285 | \$ 14,660,069                           | \$ 88,784  |
| Licenses and permits       | 1,090,000        | 1,090,000     | 1,527,245                               | 437,245  |
| Intergovernmental          | 18,328,189       | 20,151,219    | 19,688,766                              | (462,453)  |
| Charges for services       | 2,423,986        | 2,423,986     | 2,381,783                               | (42,203)   |
| Fines and forfeits         | 332,000          | 332,000       | 508,881                                 | 176,881  |
| Other                      | 37,000           | 37,000        | 281,991                                 | 244,991  |
| Total revenues             | 40,756,356       | 38,605,490    | 39,048,735                              | 443,245  |
| Expenditures:              |                  |               |   |  |
| Current:                   |                  |               |   |  |
| General government:        |                  |               |   |  |
| Board of Works:            |                  |               |   |  |
| Personal services          | 402,927          | 402,927       | 355,677                                 | 47,250   |
| Other services and charges | 5,956,635        | 5,961,806     | 5,282,725                               | 679,081  |
| Capital outlay             | 8,000            | 8,000         | 131,944                                 | (123,944)  |
| Total Board of Works       | 6,367,562        | 6,372,733     | 5,770,346                               | 602,387  |
| Mayor:                     |                  |               |   |  |
| Personal services          | 593,286          | 570,786       | 538,070                                 | 32,716   |
| Supplies                   | 9,000            | 9,047         | 4,890                                   | 4,157  |
| Other services and charges | 50,320           | 52,105        | 33,558                                  | 18,547   |
| Capital outlay             | 500              | 500           | 2,076                                   | (1,576)  |
| Total Mayor                | 653,106          | 632,438       | 578,594                                 | 53,844   |
| Clerk-Treasurer:           |                  |               |   |  |
| Personal services          | 376,718          | 376,718       | 366,971                                 | 9,747  |
| Supplies                   | 6,000            | 6,000         | 6,173                                   | (173)  |
| Other services and charges | 59,655           | 59,655        | 56,767                                  | 2,888  |
| Capital outlay             | 1,200            | 1,200         | -                                       | 1,200  |
| Total Clerk-Treasurer      | 443,573          | 443,573       | 429,911                                 | 13,662   |
| Planning:                  |                  |               |   |  |
| Personal services          | 1,115,832        | 1,115,832     | 1,075,346                               | 40,486   |
| Supplies                   | 28,500           | 28,505        | 17,398                                  | 11,107   |
| Other services and charges | 139,744          | 141,067       | 131,215                                 | 9,852  |
| Capital outlay             | 12,170           | 12,170        | 10,980                                  | 1,190  |
| Total Planning             | 1,296,246        | 1,297,574     | 1,234,939                               | 62,635   |
| Court:                     |                  |               |   |  |
| Personal services          | 229,808          | 229,808       | 199,761                                 | 30,047   |
| Supplies                   | 2,565            | 2,820         | 2,496                                   | 324  |
| Other services and charges | 6,900            | 6,900         | 2,236                                   | 4,664  |
| Capital outlay             | 500              | 500           | -                                       | 500  |
| Total Court                | 239,773          | 240,028       | 204,493                                 | 35,535   |

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, 2015  
(Continued)

|                                 | Budgeted Amounts |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|---------------------------------|------------------|------------|---|--|
|                                 | Original         | Final      |   |  |
| Expenditures (continued):       |                  |            |   |  |
| Current (continued):            |                  |            |   |  |
| General government (continued): |                  |            |   |  |
| Network Administrator:          |                  |            |   |  |
| Personal services               | 464,482          | 464,482    | 459,708                                 | 4,774  |
| Supplies                        | 9,425            | 9,425      | 8,962                                   | 463  |
| Other services and charges      | 137,179          | 137,179    | 136,470                                 | 709  |
| Capital outlay                  | -                | -          | 689                                     | (689)  |
| Total Network Administrator     | 611,086          | 611,086    | 605,829                                 | 5,257  |
| Council:                        |                  |            |   |  |
| Personal services               | 171,754          | 171,754    | 169,957                                 | 1,797  |
| Supplies                        | 500              | 500        | 108                                     | 392  |
| Other services and charges      | 61,753           | 61,753     | 60,990                                  | 763  |
| Capital outlay                  | 6,000,000        | 6,000,000  | -                                       | 6,000,000  |
| Total Council                   | 6,234,007        | 6,234,007  | 231,055                                 | 6,002,952  |
| Human Resources:                |                  |            |   |  |
| Personal services               | 267,527          | 267,527    | 264,854                                 | 2,673  |
| Supplies                        | 1,200            | 1,200      | 1,023                                   | 177  |
| Other services and charges      | 12,550           | 7,957      | 6,013                                   | 1,944  |
| Total Human Resources           | 281,277          | 276,684    | 271,890                                 | 4,794  |
| Maintenance:                    |                  |            |   |  |
| Personal services               | 379,516          | 379,516    | 373,944                                 | 5,572  |
| Supplies                        | 41,875           | 41,875     | 29,821                                  | 12,054   |
| Other services and charges      | 116,424          | 116,424    | 74,657                                  | 41,767   |
| Total Economic Development      | 537,815          | 537,815    | 478,422                                 | 59,393   |
| Economic Development:           |                  |            |   |  |
| Personal services               | 365,045          | 365,215    | 337,198                                 | 28,017   |
| Supplies                        | 5,741            | 5,746      | 3,905                                   | 1,841  |
| Other services and charges      | 229,145          | 230,026    | 215,783                                 | 14,243   |
| Capital outlay                  | 6,544            | 6,544      | 5,439                                   | 1,105  |
| Total Economic Development      | 606,475          | 607,531    | 562,325                                 | 45,206   |
| Engineering:                    |                  |            |   |  |
| Personal services               | 833,246          | 834,440    | 801,196                                 | 33,244   |
| Supplies                        | 33,450           | 34,993     | 29,058                                  | 5,935  |
| Other services and charges      | 1,285,320        | 1,180,794  | 1,348,549                               | (167,755)  |
| Capital outlay                  | 325,000          | 176,622    | 2,241                                   | 174,381  |
| Total Engineering               | 2,477,016        | 2,226,849  | 2,181,044                               | 45,805   |
| Unappropriated:                 |                  |            |   |  |
| Other services and charges      | -                | -          | 318,354                                 | (318,354)  |
| Total Unappropriated            | -                | -          | 318,354                                 | (318,354)  |
| Total general government        | 19,747,936       | 19,480,318 | 12,867,202                              | 6,613,116  |

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, 2015  
(Continued)

|                             | Budgeted Amounts |                | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|-----------------------------|------------------|----------------|---|--|
|                             | Original         | Final          |   |  |
| Expenditures (continued):   |                  |                |   |  |
| Current (continued):        |                  |                |   |  |
| Public safety:              |                  |                |   |  |
| Police:                     |                  |                |   |  |
| Personal services           | 8,545,027        | 8,628,991      | 8,239,012                               | 389,979  |
| Supplies                    | 449,214          | 449,790        | 424,570                                 | 25,220   |
| Other services and charges  | 346,647          | 373,915        | 344,787                                 | 29,128   |
| Capital outlay              | 469,435          | 480,996        | 233,535                                 | 247,461  |
| Total Police                | 9,810,323        | 9,933,692      | 9,241,904                               | 691,788  |
| Fire:                       |                  |                |   |  |
| Personal services           | 13,229,286       | 13,333,048     | 12,996,586                              | 336,462  |
| Supplies                    | 411,844          | 420,978        | 440,560                                 | (19,582)   |
| Other services and charges  | 414,996          | 416,723        | 363,576                                 | 53,147   |
| Capital outlay              | 159,151          | 159,151        | 117,199                                 | 41,952   |
| Total Fire                  | 14,215,277       | 14,329,900     | 13,917,921                              | 411,979  |
| Total public safety         | 24,025,600       | 24,263,592     | 23,159,825                              | 1,103,767  |
| Total expenditures          | 43,773,536       | 43,743,910     | 36,027,027                              | 7,716,883  |
| Net change in fund balances | (3,017,180)      | (5,138,420)    | 3,021,708                               | 8,160,128  |
| Fund balance - beginning    | 7,764,501        | 728,917        | 13,581,358                              | 12,852,441   |
| Fund balance - December 31  | \$ 4,747,321     | \$ (4,409,503) | \$ 16,603,066                           | \$ 21,012,569  |

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CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGET/GAAP RECONCILIATION -  
GENERAL FUND  
For The Year Ended December 31, 2015

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) | \$ 3,021,708        |
| Adjustments:                                 |                     |
| To adjust revenues for accruals              | 155,684             |
| To adjust expenditures for accruals          | <u>(171,197)</u>    |
| Net change in fund balance (GAAP basis)      | <u>\$ 3,006,195</u> |

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



CITY OF NOBLESVILLE  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Note I. Financial Report – Pension Plans

A. Changes in assumptions

The discount rate for the 1925 Police Officers' and Firefighters' Pension plans increased from 2.56% for the January 1, 2014 valuation to 2.59% for the December 31, 2015 valuation, as directed by INPRS. The 2.59% interest rate is equal to the Barclay's 20-year Municipal Bond Index rates. There were no assumptions changes for the PERF Plans in 2015.

- B. The net pension liability does not include the plan fiduciary net position from the Fiduciary Statements. The pension plan is not administered by a trust, but the funds are in an equivalent arrangement because they are legally protected by state statute. Therefore, while the funds are reported in the Pension Trust Fund, the net pension liability is not reduced by the plan fiduciary net position in order to report in the most conservative manner.

C. Method and assumptions used in the calculations of actuarially determined contributions:

The actuarially determined contribution rates in the schedule of the 1925 Police Officers' and 1937 Firefighters' Pension plans contributions are calculated as of December 31, 2015 and are based upon the results of an experience study completed in April, 2015. The following actuarial method and assumptions were used to determine contribution rates reported in their respective schedules:

1925 Police Officers' and 1937 Firefighters' Pension Plans

|                               |  |
|-------------------------------|--|
| Actuarial cost method         | Entry Age Normal - Level percent of payroll  |
| Amortization method           | Level percentage of projected payroll, closed  |
| Remaining amortization period | The initial amortization period for liability experience gains / losses and assumption change gains / losses is the number of years equal to the average expected future working lifetime of all members, active and inactive. A period less than one results in the remaining balance being fully recognized during the current year. |
| Inflation                     | 2.25%  |
| Salary increases              | 2.50%  |
| Cost-of-Living increases      | Non-converted 2.50% per year in retirement<br>Converted 2.00% per year in retirement   |
| Discount rate                 | 2.59% - based upon Barclay's 20-year Municipal Bond Index rate   |
| Mortality assumption          | RP-2014 Blue Collar Mortality Tables with mortality improvement since 2006 using scale MP-2014 removed and projected on a fully generational basis using the future mortality improvement scale inherent in the mortality projection included in the Social Security Administration's 2014 Trustee Report.                             |

CITY OF NOBLESVILLE  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
(Continued)

An experience study was performed in April, 2015 resulting in an update to several assumptions. These assumption changes included a change in the mortality assumptions, retirement assumptions, withdrawal assumptions, disability assumptions, ASA annuitization assumptions (PERF – Civil only), dependent assumptions, future salary increase assumptions, inflation assumptions and COAL assumptions. The following actuarial methods and assumptions were used to determine the actuarially determined contribution rates reported in their respective schedules:

PERF and 1977 Fund Plans

|  |  |
|--|--|
| Valuation date                                       | June 30, 2013  |
| Actuarial cost method                                | Entry Age Normal - Level percent of payroll  |
| Actuarial amortization method for unfunded liability | Level dollar   |
| Actuarial amortization period for unfunded liability | 30 years, closed   |
| Remaining amortization period in years               | 27 years   |
| Asset valuation method                               | 4-year smoothing of gains and losses on the Market Value of assets subject to a 20% corridor |
| Investment rate of return (funding)                  | 6.75%, net of administrative and investment expense, including inflation                     |
| Cost of living increases                             | PERF - Civil - 1%, 1977 Funds 2.25%  |
| Future salary increases, including inflation         | PERF - Civil - 3.25% - 4.5%, 1977 Funds 3.25%  |
| Inflation  | 3%   |

Note II. 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 Notice to Taxpayers is submitted through the State's Gateway portal, and a public hearing is conducted by the Common Council to obtain taxpayer comments. Prior to November 1 of each year, the Common Council through the passage of an ordinance approves the budget for the next year. Copies of the budget ordinance, along with all budget forms for funds for which property taxes are levied or highway use taxes are received are submitted via Gateway 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.



CITY OF NOBLESVILLE  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
(Continued)

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  
Fire Station 7/Street Department Debt  
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  
Hazel Dell Tax Increment Financing



## 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<br>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<br>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.  |
| Wastewater Holding -                            | To account for developer fees due to the wastewater utility. Fees collected from developers are received by the planning department and then are distributed to the appropriate departments.   |
| Communications -                                | To account for costs of projects or equipment for communication needs. Financing is provided by enhanced 911 collections.  |
| 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.   |
| 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 Pay Out -        | 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. |
| Trail Maintenance -   | To account for funds accumulated for trail maintenance.  |
| 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 semiannual lease payments for Fire Station 2 through July 15, 2019. Financing is provided by an annual property tax levy.           |
| Fire Stations 5 & 6 Debt - | To account for the accumulation of resources and payment of semiannual 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 semiannual 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 semiannual lease payments for City Hall through 2035. Financing is provided by an annual property tax levy.  |
| Business Park Tax<br>Increment Financing -   | To account for the accumulation of resources and payment of semiannual lease payments for the repayment of a refunding bonds issued by the Noblesville Redevelopment Authority (a component of the City of Noblesville). Funding of lease payments is from County Option Income Tax.   |
| Fire Station 7/Street Debt -   | To account for the accumulation of resources and payment of semiannual lease payments of Fire Station 7 and the new Street Department Facility through July 15, 2028. Financing is provided by an annual property tax levy.  |
| Noblesville Building<br>Corporation -  | 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 semiannual 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<br>Improvement -  | To account for financial resources related to the improvement projects financed by state cigarette tax distributions.  |
| Cumulative Capital<br>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<br>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<br>Capital -   | To account for park expenditures related to long-term maintenance or capital improvements. Financing is provided by golf course revenue.   |
| 2009 Construction -  | 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.  |
| Forest Hill School -   | To account for capital expenditures for the roadway improvements adjacent to the new Promise Road Elementary. Financing was provided by proceeds of the sale of the old Forest Hill School property.   |

## NONMAJOR GOVERNMENTAL FUNDS

(Continued)

|   |  |
|---|--|
| 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. |
| 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<br>Increment Financing -              | To account for the expenditures for capital improvements. Financing is provided by an annual property tax levy.  |
| Stoney Creek East Tax<br>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.                                      |
| Corporate Campus Tax<br>Increment Financing –<br>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<br>Increment Financing –<br>East - | To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.                                       |
| Hazel Dell Tax Increment<br>Financing -                 | To account for the expenditures for capital improvements related to Hazel Dell Road expansion. Financing will be provided by bond proceeds in 2007.  |
| 146 <sup>th</sup> Street Reimbursement -                | To account for the reimbursement of funds from the Federal grant monies. Financing came from Federal grants.   |

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR GOVERNMENTAL FUNDS  
December 31, 2015

|  | Nonmajor<br>Special<br>Revenue Funds | Nonmajor<br>Debt<br>Service Funds | Nonmajor<br>Capital<br>Projects Funds | Totals               |
|--|--------------------------------------|-----------------------------------|---------------------------------------|----------------------|
| <u>Assets</u>  |                                      |                                   |                                       |                      |
| Cash and cash equivalents                              | \$ 7,335,499                         | \$ 4,098,801                      | \$ 23,065,311                         | \$ 34,499,611        |
| Receivables:   |                                      |                                   |                                       |                      |
| Taxes  | 116,063                              | 132,245                           | 44,660                                | 292,968              |
| Intergovernmental                                      | 478,126                              | 103,539                           | 58,320                                | 639,985              |
| Total assets   | <u>\$ 7,929,688</u>                  | <u>\$ 4,334,585</u>               | <u>\$ 23,168,291</u>                  | <u>\$ 35,432,564</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                                      |                                   |                                       |                      |
| Liabilities:   |                                      |                                   |                                       |                      |
| Accounts payable                                       | \$ 119,123                           | \$ 32,975                         | \$ 355,867                            | \$ 507,965           |
| Accrued payroll and withholdings payable               | 189,889                              | -                                 | -                                     | 189,889              |
| Contracts payable                                      | -                                    | -                                 | 702,421                               | 702,421              |
| Trust payable  | -                                    | -                                 | -                                     | -                    |
| Total liabilities                                      | <u>309,012</u>                       | <u>32,975</u>                     | <u>1,058,288</u>                      | <u>1,400,275</u>     |
| Deferred inflows of resources:                         |                                      |                                   |                                       |                      |
| Unavailable revenue                                    | <u>206,934</u>                       | <u>235,784</u>                    | <u>102,980</u>                        | <u>545,698</u>       |
| Total liabilities and deferred inflows of resources    | <u>515,946</u>                       | <u>268,759</u>                    | <u>1,161,268</u>                      | <u>1,945,973</u>     |
| Fund balances:   |                                      |                                   |                                       |                      |
| Spendable:   |                                      |                                   |                                       |                      |
| Restricted   | 3,589,326                            | 2,422,897                         | 3,395,597                             | 9,407,820            |
| Committed  | 41,947                               | 1,642,929                         | 18,419,652                            | 20,104,528           |
| Assigned   | 3,826,054                            | -                                 | 191,774                               | 4,017,828            |
| Unassigned   | (43,585)                             | -                                 | -                                     | (43,585)             |
| Total fund balances                                    | <u>7,413,742</u>                     | <u>4,065,826</u>                  | <u>22,007,023</u>                     | <u>33,486,591</u>    |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 7,929,688</u>                  | <u>\$ 4,334,585</u>               | <u>\$ 23,168,291</u>                  | <u>\$ 35,432,564</u> |



CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NONMAJOR GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2015

|  | Nonmajor<br>Special<br>Revenue Funds | Nonmajor<br>Debt<br>Service Funds | Nonmajor<br>Capital<br>Projects Funds | Totals        |
|--|--------------------------------------|-----------------------------------|---------------------------------------|---------------|
| Revenues:  |                                      |                                   |                                       |               |
| Taxes  | \$ 3,128,201                         | \$ 4,210,956                      | \$ 15,984,829                         | \$ 23,323,986 |
| Licenses and permits   | 61,113                               | -                                 | -                                     | 61,113        |
| Intergovernmental  | 3,118,617                            | 296,355                           | 814,410                               | 4,229,382     |
| Charges for services   | 1,332,416                            | -                                 | 2,994,602                             | 4,327,018     |
| Fines and forfeits   | 91,819                               | -                                 | -                                     | 91,819        |
| Other  | 259,360                              | 37                                | 303,423                               | 562,820       |
| Total revenues   | 7,991,526                            | 4,507,348                         | 20,097,264                            | 32,596,138    |
| Expenditures:  |                                      |                                   |                                       |               |
| Current:   |                                      |                                   |                                       |               |
| General government   | 1,086,916                            | 43,337                            | 2,038,175                             | 3,168,428     |
| Public safety  | 37,188                               | -                                 | -                                     | 37,188        |
| Highways and streets   | 4,148,269                            | 57,400                            | 111,392                               | 4,317,061     |
| Culture and recreation                                       | 2,670,661                            | -                                 | 224,576                               | 2,895,237     |
| Debt service:  |                                      |                                   |                                       |               |
| Principal  | 529,190                              | 2,350,000                         | 1,267,343                             | 4,146,533     |
| Interest   | 13,251                               | 1,078,142                         | 414,369                               | 1,505,762     |
| Capital outlay   | 2,883,540                            | -                                 | 4,298,754                             | 7,182,294     |
| Total expenditures   | 11,369,015                           | 3,528,879                         | 8,354,609                             | 23,252,503    |
| Excess (deficiency) of revenues<br>over (under) expenditures | (3,377,489)                          | 978,469                           | 11,742,655                            | 9,343,635     |
| Other financing sources (uses):                              |                                      |                                   |                                       |               |
| Transfers in   | 150,000                              | 2,888,000                         | 50,116                                | 3,088,116     |
| Transfers out  | (347,319)                            | (3,406,000)                       | (13,134,160)                          | (16,887,479)  |
| Transfer from Proprietary Fund                               | -                                    | -                                 | 200,000                               | 200,000       |
| Financing by capital lease                                   | 759,368                              | -                                 | -                                     | 759,368       |
| Total other financing sources and uses                       | 562,049                              | (518,000)                         | (12,884,044)                          | (12,839,995)  |
| Net change in fund balances                                  | (2,815,440)                          | 460,469                           | (1,141,389)                           | (3,496,360)   |
| Fund balances - beginning                                    | 10,229,182                           | 3,605,357                         | 23,148,412                            | 36,982,951    |
| Fund balances - ending                                       | \$ 7,413,742                         | \$ 4,065,826                      | \$ 22,007,023                         | \$ 33,486,591 |

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2015

|  | Motor Vehicle<br>Highway | Local Road<br>and Street | County Option<br>Income Tax | Local Law<br>Enforcement<br>Continuing<br>Education | Park and<br>Recreation |
|--|--------------------------|--------------------------|-----------------------------|---|------------------------|
| <u>Assets</u>  |                          |                          |                             |   |                        |
| Cash and cash equivalents                              | \$ 1,594,785             | \$ 1,200,303             | \$ 2,893,971                | \$ 164,707  | \$ 237,659             |
| Receivables:   |                          |                          |                             |   |                        |
| Taxes  | 63,831                   | -                        | -                           | -   | 52,232                 |
| Intergovernmental                                      | 311,494                  | 125,737                  | -                           | -   | 40,895                 |
| Total assets   | <u>\$ 1,970,110</u>      | <u>\$ 1,326,040</u>      | <u>\$ 2,893,971</u>         | <u>\$ 164,707</u>                                   | <u>\$ 330,786</u>      |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                          |                          |                             |   |                        |
| Liabilities:   |                          |                          |                             |   |                        |
| Accounts payable                                       | \$ 15,582                | \$ 4,473                 | \$ 36,206                   | \$ -  | \$ 33,355              |
| Accrued payroll and withholdings payable               | 119,570                  | -                        | -                           | -   | 48,373                 |
| Trust payable  | -                        | -                        | -                           | -   | -                      |
| Total liabilities                                      | <u>135,152</u>           | <u>4,473</u>             | <u>36,206</u>               | <u>-</u>  | <u>81,728</u>          |
| Deferred inflows of resources:                         |                          |                          |                             |   |                        |
| Unavailable revenue                                    | <u>113,807</u>           | <u>-</u>                 | <u>-</u>                    | <u>-</u>  | <u>93,127</u>          |
| Total liabilities and deferred inflows of resources    | <u>248,959</u>           | <u>4,473</u>             | <u>36,206</u>               | <u>-</u>  | <u>174,855</u>         |
| Fund balances:   |                          |                          |                             |   |                        |
| Spendable:   |                          |                          |                             |   |                        |
| Restricted   | 1,721,151                | 1,321,567                | -                           | 164,707   | -                      |
| Committed  | -                        | -                        | -                           | -   | -                      |
| Assigned   | -                        | -                        | 2,857,765                   | -   | 155,931                |
| Unassigned   | -                        | -                        | -                           | -   | -                      |
| Total fund balances                                    | <u>1,721,151</u>         | <u>1,321,567</u>         | <u>2,857,765</u>            | <u>164,707</u>                                      | <u>155,931</u>         |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 1,970,110</u>      | <u>\$ 1,326,040</u>      | <u>\$ 2,893,971</u>         | <u>\$ 164,707</u>                                   | <u>\$ 330,786</u>      |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET-  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2015  
(Continued)

|  | Park<br>Nonreverting<br>Operating | Tree Board<br>Nonreverting | Parking Meter     | Police Donation  | Fire Donation    |
|--|-----------------------------------|----------------------------|-------------------|------------------|------------------|
| <u>Assets</u>  |                                   |                            |                   |                  |                  |
| Cash and cash equivalents                              | \$ 1,948                          | \$ 9,291                   | \$ 502,278        | \$ 15,495        | \$ 14,624        |
| Receivables:   |                                   |                            |                   |                  |                  |
| Taxes  | -                                 | -                          | -                 | -                | -                |
| Intergovernmental                                      | -                                 | -                          | -                 | -                | -                |
| Total assets   | <u>\$ 1,948</u>                   | <u>\$ 9,291</u>            | <u>\$ 502,278</u> | <u>\$ 15,495</u> | <u>\$ 14,624</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                                   |                            |                   |                  |                  |
| Liabilities:   |                                   |                            |                   |                  |                  |
| Accounts payable                                       | \$ 27,015                         | \$ -                       | \$ 134            | \$ 313           | \$ -             |
| Accrued payroll and withholdings payable               | 18,518                            | -                          | 3,428             | -                | -                |
| Trust payable  | -                                 | -                          | -                 | -                | -                |
| Total liabilities                                      | <u>45,533</u>                     | <u>-</u>                   | <u>3,562</u>      | <u>313</u>       | <u>-</u>         |
| Deferred inflows of resources:                         |                                   |                            |                   |                  |                  |
| Unavailable revenue                                    | -                                 | -                          | -                 | -                | -                |
| Total liabilities and deferred inflows of resources    | <u>45,533</u>                     | <u>-</u>                   | <u>3,562</u>      | <u>313</u>       | <u>-</u>         |
| Fund balances:   |                                   |                            |                   |                  |                  |
| Spendable:   |                                   |                            |                   |                  |                  |
| Restricted   | -                                 | -                          | -                 | -                | -                |
| Committed  | -                                 | -                          | -                 | -                | -                |
| Assigned   | -                                 | 9,291                      | 498,716           | 15,182           | 14,624           |
| Unassigned   | (43,585)                          | -                          | -                 | -                | -                |
| Total fund balances                                    | <u>(43,585)</u>                   | <u>9,291</u>               | <u>498,716</u>    | <u>15,182</u>    | <u>14,624</u>    |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 1,948</u>                   | <u>\$ 9,291</u>            | <u>\$ 502,278</u> | <u>\$ 15,495</u> | <u>\$ 14,624</u> |

Continued on next page



CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET-  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2015  
(Continued)

| <u>Assets</u>  | <u>Wastewater<br/>Holding</u> | <u>Communications</u> | <u>Electronic<br/>Sign</u> | <u>Cultural Arts</u> |
|--|-------------------------------|-----------------------|----------------------------|----------------------|
| Cash and cash equivalents                              | \$ 2,990                      | \$ 6,528              | \$ 5,511                   | \$ 32,016            |
| Receivables:   |                               |                       |                            |                      |
| Taxes  | -                             | -                     | -                          | -                    |
| Intergovernmental                                      | -                             | -                     | -                          | -                    |
| Total assets   | <u>\$ 2,990</u>               | <u>\$ 6,528</u>       | <u>\$ 5,511</u>            | <u>\$ 32,016</u>     |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                               |                       |                            |                      |
| Liabilities:   |                               |                       |                            |                      |
| Accounts payable                                       | \$ -                          | \$ -                  | \$ -                       | \$ 1,990             |
| Accrued payroll and withholdings payable               | -                             | -                     | -                          | -                    |
| Trust payable  | -                             | -                     | -                          | -                    |
| Total liabilities                                      | <u>-</u>                      | <u>-</u>              | <u>-</u>                   | <u>1,990</u>         |
| Deferred inflows of resources:                         |                               |                       |                            |                      |
| Unavailable revenue                                    | -                             | -                     | -                          | -                    |
| Total liabilities and deferred inflows of resources    | <u>-</u>                      | <u>-</u>              | <u>-</u>                   | <u>1,990</u>         |
| Fund balances:   |                               |                       |                            |                      |
| Spendable:   |                               |                       |                            |                      |
| Restricted   | -                             | -                     | -                          | -                    |
| Committed  | 2,990                         | 6,528                 | -                          | -                    |
| Assigned   | -                             | -                     | 5,511                      | 30,026               |
| Unassigned   | -                             | -                     | -                          | -                    |
| Total fund balances                                    | <u>2,990</u>                  | <u>6,528</u>          | <u>5,511</u>               | <u>30,026</u>        |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 2,990</u>               | <u>\$ 6,528</u>       | <u>\$ 5,511</u>            | <u>\$ 32,016</u>     |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET-  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2015  
(Continued)

| <u>Assets</u>  | <u>Court Record</u> | <u>Hazardous<br/>Materials</u> | <u>Unemployment</u> | <u>Deferral<br/>Program</u> |
|--|---------------------|--------------------------------|---------------------|-----------------------------|
| Cash and cash equivalents                              | \$ 20,198           | \$ 5                           | \$ 32,424           | \$ 264,606                  |
| Receivables:   |                     |                                |                     |                             |
| Taxes  | -                   | -                              | -                   | -                           |
| Intergovernmental                                      | -                   | -                              | -                   | -                           |
| Total assets   | <u>\$ 20,198</u>    | <u>\$ 5</u>                    | <u>\$ 32,424</u>    | <u>\$ 264,606</u>           |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                     |                                |                     |                             |
| Liabilities:   |                     |                                |                     |                             |
| Accounts payable                                       | \$ 55               | \$ -                           | \$ -                | \$ -                        |
| Accrued payroll and withholdings payable               | -                   | -                              | -                   | -                           |
| Trust payable  | -                   | -                              | -                   | -                           |
| Total liabilities                                      | <u>55</u>           | <u>-</u>                       | <u>-</u>            | <u>-</u>                    |
| Deferred inflows of resources:                         |                     |                                |                     |                             |
| Unavailable revenue                                    | -                   | -                              | -                   | -                           |
| Total liabilities and deferred inflows of resources    | <u>55</u>           | <u>-</u>                       | <u>-</u>            | <u>-</u>                    |
| Fund balances:   |                     |                                |                     |                             |
| Spendable:   |                     |                                |                     |                             |
| Restricted   | 20,143              | -                              | -                   | 264,606                     |
| Committed  | -                   | 5                              | 32,424              | -                           |
| Assigned   | -                   | -                              | -                   | -                           |
| Unassigned   | -                   | -                              | -                   | -                           |
| Total fund balances                                    | <u>20,143</u>       | <u>5</u>                       | <u>32,424</u>       | <u>264,606</u>              |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 20,198</u>    | <u>\$ 5</u>                    | <u>\$ 32,424</u>    | <u>\$ 264,606</u>           |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET-  
NONMAJOR SPECIAL REVENUE FUNDS  
December 31, 2015  
(Continued)

| <u>Assets</u>  | <u>Block Grant</u> | <u>Sick<br/>Pay Out</u> | <u>Trail<br/>Maintenance</u> | <u>Levy Excess</u> | <u>Totals</u>       |
|--|--------------------|-------------------------|------------------------------|--------------------|---------------------|
| Cash and cash equivalents                              | \$ 97,152          | \$ 2,435                | \$ 236,573                   | \$ -               | \$ 7,335,499        |
| Receivables:   |                    |                         |                              |                    |                     |
| Taxes  | -                  | -                       | -                            | -                  | 116,063             |
| Intergovernmental                                      | -                  | -                       | -                            | -                  | 478,126             |
| Total assets   | <u>\$ 97,152</u>   | <u>\$ 2,435</u>         | <u>\$ 236,573</u>            | <u>\$ -</u>        | <u>\$ 7,929,688</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                    |                         |                              |                    |                     |
| Liabilities:   |                    |                         |                              |                    |                     |
| Accounts payable                                       | \$ -               | \$ -                    | \$ -                         | \$ -               | \$ 119,123          |
| Accrued payroll and withholdings payable               | -                  | -                       | -                            | -                  | 189,889             |
| Trust payable  | -                  | -                       | -                            | -                  | -                   |
| Total liabilities                                      | <u>-</u>           | <u>-</u>                | <u>-</u>                     | <u>-</u>           | <u>309,012</u>      |
| Deferred inflows of resources:                         |                    |                         |                              |                    |                     |
| Unavailable revenue                                    | -                  | -                       | -                            | -                  | 206,934             |
| Total liabilities                                      | <u>-</u>           | <u>-</u>                | <u>-</u>                     | <u>-</u>           | <u>515,946</u>      |
| Fund balances:   |                    |                         |                              |                    |                     |
| Spendable:   |                    |                         |                              |                    |                     |
| Restricted   | 97,152             | -                       | -                            | -                  | 3,589,326           |
| Committed  | -                  | -                       | -                            | -                  | 41,947              |
| Assigned   | -                  | 2,435                   | 236,573                      | -                  | 3,826,054           |
| Unassigned   | -                  | -                       | -                            | -                  | (43,585)            |
| Total fund balances                                    | <u>97,152</u>      | <u>2,435</u>            | <u>236,573</u>               | <u>-</u>           | <u>7,413,742</u>    |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 97,152</u>   | <u>\$ 2,435</u>         | <u>\$ 236,573</u>            | <u>\$ -</u>        | <u>\$ 7,929,688</u> |



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CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR DEBT SERVICE FUNDS  
December 31, 2015

|   | Fire<br>Station 2 Debt | Fire Stations<br>5 & 6 Debt | Little Chicago<br>Road Debt | City Hall Debt    |
|---|------------------------|-----------------------------|-----------------------------|-------------------|
| <u>Assets</u>   |                        |                             |                             |                   |
| Cash and cash equivalents                             | \$ 59,846              | \$ 294,259                  | \$ 253,042                  | \$ 688,735        |
| Receivables:  |                        |                             |                             |                   |
| Taxes   | 4,028                  | 16,183                      | 44,800                      | 45,216            |
| Intergovernmental                                     | 3,154                  | 12,670                      | 35,074                      | 35,402            |
| Total assets  | <u>\$ 67,028</u>       | <u>\$ 323,112</u>           | <u>\$ 332,916</u>           | <u>\$ 769,353</u> |
| <u>Deferred Inflows and Fund Balances</u>             |                        |                             |                             |                   |
| Liabilities:  |                        |                             |                             |                   |
| Accounts payable                                      | -                      | -                           | 1,700                       | -                 |
| Deferred inflows of resources:                        |                        |                             |                             |                   |
| Unavailable revenue                                   | \$ 7,182               | \$ 28,853                   | \$ 79,874                   | \$ 80,618         |
| Total liabilities and deferred inflows of resources   | <u>7,182</u>           | <u>28,853</u>               | <u>81,574</u>               | <u>80,618</u>     |
| Fund balances:  |                        |                             |                             |                   |
| Spendable:  |                        |                             |                             |                   |
| Restricted  | 59,846                 | 294,259                     | 251,342                     | 688,735           |
| Committed   | -                      | -                           | -                           | -                 |
| Total fund balances                                   | <u>59,846</u>          | <u>294,259</u>              | <u>251,342</u>              | <u>688,735</u>    |
| Total liabilities, deferred inflows and fund balances | <u>\$ 67,028</u>       | <u>\$ 323,112</u>           | <u>\$ 332,916</u>           | <u>\$ 769,353</u> |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR DEBT SERVICE FUNDS  
December 31, 2015  
(Continued)

|   | Business Park<br>Tax Increment<br>Financing | Fire Station 7/<br>Street Debt | Noblesville<br>Building<br>Corporation | Totals              |
|---|---|--------------------------------|--|---------------------|
| <u>Assets</u>   |   |                                |  |                     |
| Cash and cash equivalents                             | \$ 836,541                                  | \$ 323,449                     | \$ 1,642,929                           | \$ 4,098,801        |
| Receivables:  |   |                                |  |                     |
| Taxes   | -   | 22,018                         | -                                      | 132,245             |
| Intergovernmental                                     | -   | 17,239                         | -                                      | 103,539             |
| Total assets  | <u>\$ 836,541</u>                           | <u>\$ 362,706</u>              | <u>\$ 1,642,929</u>                    | <u>\$ 4,334,585</u> |
| <u>Deferred Inflows and Fund Balances</u>             |   |                                |  |                     |
| Liabilities:  |   |                                |  |                     |
| Accounts payable                                      | 31,275                                      | -                              | -                                      | 32,975              |
| Deferred inflows of resources:                        |   |                                |  |                     |
| Unavailable revenue                                   | \$ -  | \$ 39,257                      | \$ -                                   | \$ 235,784          |
| Total liabilities and deferred inflows of resources   | <u>31,275</u>                               | <u>39,257</u>                  | <u>-</u>                               | <u>268,759</u>      |
| Fund balances:  |   |                                |  |                     |
| Spendable:  |   |                                |  |                     |
| Restricted  | 805,266                                     | 323,449                        | -                                      | 2,422,897           |
| Committed   | -   | -                              | 1,642,929                              | 1,642,929           |
| Total fund balances                                   | <u>805,266</u>                              | <u>323,449</u>                 | <u>1,642,929</u>                       | <u>4,065,826</u>    |
| Total liabilities, deferred inflows and fund balances | <u>\$ 836,541</u>                           | <u>\$ 362,706</u>              | <u>\$ 1,642,929</u>                    | <u>\$ 4,334,585</u> |



CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2015

|  | Cumulative<br>Capital<br>Improvement | Cumulative<br>Capital<br>Development | Cumulative<br>Building and<br>Fire Fighting<br>Equipment | Park<br>Nonreverting<br>Capital | 2009<br>Construction | Forest Hill<br>School |
|--|--------------------------------------|--------------------------------------|--|---------------------------------|----------------------|-----------------------|
| <u>Assets</u>  |                                      |                                      |  |                                 |                      |                       |
| Cash and cash equivalents                              | \$ 620,980                           | \$ 1,819,649                         | \$ 984,161   | \$ 189,194                      | \$ 659               | \$ 250,852            |
| Receivables:   |                                      |                                      |  |                                 |                      |                       |
| Taxes  | -                                    | 32,158                               | 12,502   | -                               | -                    | -                     |
| Intergovernmental                                      | 23,353                               | 25,178                               | 9,789  | -                               | -                    | -                     |
| Total assets   | <u>\$ 644,333</u>                    | <u>\$ 1,876,985</u>                  | <u>\$ 1,006,452</u>                                      | <u>\$ 189,194</u>               | <u>\$ 659</u>        | <u>\$ 250,852</u>     |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                                      |                                      |  |                                 |                      |                       |
| Liabilities:   |                                      |                                      |  |                                 |                      |                       |
| Accounts payable                                       | \$ -                                 | \$ 26,193                            | \$ -   | \$ 420                          | \$ -                 | \$ -                  |
| Contacts payable                                       | -                                    | -                                    | -  | -                               | -                    | -                     |
| Total liabilities                                      | -                                    | 26,193                               | -  | 420                             | -                    | -                     |
| Deferred inflows of resources:                         |                                      |                                      |  |                                 |                      |                       |
| Unavailable revenue                                    | 23,353                               | 57,336                               | 22,291   | -                               | -                    | -                     |
| Total liabilities and deferred inflows of resources    | 23,353                               | 83,529                               | 22,291   | 420                             | -                    | -                     |
| Fund balances:   |                                      |                                      |  |                                 |                      |                       |
| Spendable:   |                                      |                                      |  |                                 |                      |                       |
| Restricted   | 620,980                              | 1,790,456                            | 984,161  | -                               | -                    | -                     |
| Committed  | -                                    | -                                    | -  | -                               | 659                  | 250,852               |
| Assigned   | -                                    | 3,000                                | -  | 188,774                         | -                    | -                     |
| Total fund balances                                    | 620,980                              | 1,793,456                            | 984,161  | 188,774                         | 659                  | 250,852               |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 644,333</u>                    | <u>\$ 1,876,985</u>                  | <u>\$ 1,006,452</u>                                      | <u>\$ 189,194</u>               | <u>\$ 659</u>        | <u>\$ 250,852</u>     |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2015  
(Continued)

|  | Park<br>Impact Fee  | Road<br>Impact Fee  | Field<br>Drive Capital | Redevelopment<br>Tax Increment<br>Financing | Stoney<br>Creek East<br>Tax Increment<br>Financing |
|--|---------------------|---------------------|------------------------|---|--|
| <u>Assets</u>  |                     |                     |                        |   |  |
| Cash and cash equivalents                              | \$ 3,673,467        | \$ 8,040,264        | \$ 105,332             | \$ 547,455                                  | \$ 1,286,744                                       |
| Receivables:   |                     |                     |                        |   |  |
| Taxes  | -                   | -                   | -                      | -   | -  |
| Intergovernmental                                      | -                   | -                   | -                      | -   | -  |
| Total assets   | <u>\$ 3,673,467</u> | <u>\$ 8,040,264</u> | <u>\$ 105,332</u>      | <u>\$ 547,455</u>                           | <u>\$ 1,286,744</u>                                |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |                     |                     |                        |   |  |
| Liabilities:   |                     |                     |                        |   |  |
| Accounts payable                                       | \$ 1,300            | \$ 1,263            | \$ -                   | \$ 17,158                                   | \$ -   |
| Contacts payable                                       | 138,855             | 45,960              | -                      | 39,897                                      | 421,364  |
| Total liabilities                                      | <u>140,155</u>      | <u>47,223</u>       | <u>-</u>               | <u>57,055</u>                               | <u>421,364</u>                                     |
| Deferred inflows of resources:                         |                     |                     |                        |   |  |
| Unavailable revenue                                    | -                   | -                   | -                      | -   | -  |
| Total liabilities and deferred inflows of resources    | <u>140,155</u>      | <u>47,223</u>       | <u>-</u>               | <u>57,055</u>                               | <u>421,364</u>                                     |
| Fund balances:   |                     |                     |                        |   |  |
| Spendable:   |                     |                     |                        |   |  |
| Restricted   | -                   | -                   | -                      | -   | -  |
| Committed  | 3,533,312           | 7,993,041           | 105,332                | 490,400                                     | 865,380  |
| Assigned   | -                   | -                   | -                      | -   | -  |
| Total fund balances                                    | <u>3,533,312</u>    | <u>7,993,041</u>    | <u>105,332</u>         | <u>490,400</u>                              | <u>865,380</u>                                     |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 3,673,467</u> | <u>\$ 8,040,264</u> | <u>\$ 105,332</u>      | <u>\$ 547,455</u>                           | <u>\$ 1,286,744</u>                                |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING BALANCE SHEET -  
NONMAJOR CAPITAL PROJECTS FUNDS  
December 31, 2015  
(Continued)

|  | Corporate<br>Campus<br>Tax Increment<br>Financing - West | Corporate<br>Campus<br>Tax Increment<br>Financing - East | Hazel Dell<br>Tax Increment<br>Financing | 146th<br>Street<br>Reimbursement | Totals               |
|--|--|--|--|----------------------------------|----------------------|
| <u>Assets</u>  |  |  |  |                                  |                      |
| Cash and cash equivalents                              | \$ 1,600,989   | \$ 963,104   | \$ 818,304                               | \$ 2,164,157                     | \$ 23,065,311        |
| Receivables:   |  |  |  |                                  |                      |
| Taxes  | -  | -  | -  | -                                | 44,660               |
| Intergovernmental                                      | -  | -  | -  | -                                | 58,320               |
| Total assets   | <u>\$ 1,600,989</u>                                      | <u>\$ 963,104</u>  | <u>\$ 818,304</u>                        | <u>\$ 2,164,157</u>              | <u>\$ 23,168,291</u> |
| <u>Liabilities, Deferred Inflows and Fund Balances</u> |  |  |  |                                  |                      |
| Liabilities:   |  |  |  |                                  |                      |
| Accounts payable                                       | \$ -   | \$ 309,533   | \$ -                                     | \$ -                             | \$ 355,867           |
| Contacts payable                                       | 2,520  | -  | -  | 53,825                           | 702,421              |
| Total liabilities                                      | <u>2,520</u>   | <u>309,533</u>   | <u>-</u>                                 | <u>53,825</u>                    | <u>1,058,288</u>     |
| Deferred inflows of resources:                         |  |  |  |                                  |                      |
| Unavailable revenue                                    | -  | -  | -  | -                                | 102,980              |
| Total liabilities and deferred inflows of resources    | <u>2,520</u>   | <u>309,533</u>   | <u>-</u>                                 | <u>53,825</u>                    | <u>1,161,268</u>     |
| Fund balances:   |  |  |  |                                  |                      |
| Spendable:   |  |  |  |                                  |                      |
| Restricted   | -  | -  | -  | -                                | 3,395,597            |
| Committed  | 1,598,469  | 653,571  | 818,304                                  | 2,110,332                        | 18,419,652           |
| Assigned   | -  | -  | -  | -                                | 191,774              |
| Total fund balances                                    | <u>1,598,469</u>   | <u>653,571</u>   | <u>818,304</u>                           | <u>2,110,332</u>                 | <u>22,007,023</u>    |
| Total liabilities, deferred inflows and fund balances  | <u>\$ 1,600,989</u>                                      | <u>\$ 963,104</u>  | <u>\$ 818,304</u>                        | <u>\$ 2,164,157</u>              | <u>\$ 23,168,291</u> |



CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
NONMAJOR SPECIAL REVENUE FUNDS  
For The Year Ended December 31, 2015

|  | Motor Vehicle<br>Highway | Local Road<br>and Street | County Option<br>Income Tax | Local Law<br>Enforcement<br>Continuing<br>Education | Park and<br>Recreation |
|--|--------------------------|--------------------------|-----------------------------|---|------------------------|
| Revenues:  |                          |                          |                             |   |                        |
| Taxes  | \$ 1,715,188             | \$ -                     | \$ -                        | \$ -  | \$ 1,413,013           |
| Licenses and permits   | -                        | -                        | -                           | 38,240  | -                      |
| Intergovernmental  | 2,112,884                | 750,973                  | 103,523                     | -   | 151,237                |
| Charges for services   | 1,825                    | -                        | -                           | 2,465   | 114,880                |
| Fines and forfeits   | -                        | -                        | -                           | 4,451   | -                      |
| Other  | 97,810                   | -                        | 53,002                      | -   | 5,877                  |
| Total revenues   | <u>3,927,707</u>         | <u>750,973</u>           | <u>156,525</u>              | <u>45,156</u>                                       | <u>1,685,007</u>       |
| Expenditures:  |                          |                          |                             |   |                        |
| Current:   |                          |                          |                             |   |                        |
| General government   | -                        | -                        | 908,300                     | -   | -                      |
| Public safety  | -                        | -                        | -                           | 22,574  | -                      |
| Highways and streets   | 4,124,642                | 23,627                   | -                           | -   | -                      |
| Culture and recreation                                       | -                        | -                        | -                           | -   | 1,529,822              |
| Debt service:  |                          |                          |                             |   |                        |
| Principal  | 2,133                    | 390,941                  | -                           | -   | 55,134                 |
| Interest   | 222                      | 6,761                    | -                           | -   | 1,956                  |
| Capital outlay   | -                        | 434,553                  | 2,008,793                   | -   | 138,177                |
| Total expenditures   | <u>4,126,997</u>         | <u>855,882</u>           | <u>2,917,093</u>            | <u>22,574</u>                                       | <u>1,725,089</u>       |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>(199,290)</u>         | <u>(104,909)</u>         | <u>(2,760,568)</u>          | <u>22,582</u>                                       | <u>(40,082)</u>        |
| Other financing sources (uses):                              |                          |                          |                             |   |                        |
| Transfers in   | -                        | -                        | -                           | -   | -                      |
| Transfers out  | -                        | -                        | (347,000)                   | -   | -                      |
| Financing by capital lease                                   | -                        | 465,691                  | -                           | -   | 138,177                |
| Total other financing sources and uses                       | <u>-</u>                 | <u>465,691</u>           | <u>(347,000)</u>            | <u>-</u>  | <u>138,177</u>         |
| Net change in fund balances                                  | <u>(199,290)</u>         | <u>360,782</u>           | <u>(3,107,568)</u>          | <u>22,582</u>                                       | <u>98,095</u>          |
| Fund balances - beginning                                    | <u>1,920,441</u>         | <u>960,785</u>           | <u>5,965,333</u>            | <u>142,125</u>                                      | <u>57,836</u>          |
| Fund balances - ending                                       | <u>\$ 1,721,151</u>      | <u>\$ 1,321,567</u>      | <u>\$ 2,857,765</u>         | <u>\$ 164,707</u>                                   | <u>\$ 155,931</u>      |

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, 2015  
(Continued)

|  | Park<br>Nonreverting<br>Operating | Tree Board<br>Nonreverting | Parking Meter     | Police Donation  | Fire Donation    |
|--|-----------------------------------|----------------------------|-------------------|------------------|------------------|
| Revenues:  |                                   |                            |                   |                  |                  |
| Taxes  | \$ -                              | \$ -                       | \$ -              | \$ -             | \$ -             |
| Licenses and permits   | -                                 | -                          | 20,863            | -                | -                |
| Intergovernmental  | -                                 | -                          | -                 | -                | -                |
| Charges for services   | 1,113,232                         | -                          | 93,114            | -                | -                |
| Fines and forfeits   | -                                 | -                          | -                 | -                | -                |
| Other  | 23,309                            | 2,500                      | 453               | 7,928            | 3,407            |
| Total revenues   | <u>1,136,541</u>                  | <u>2,500</u>               | <u>114,430</u>    | <u>7,928</u>     | <u>3,407</u>     |
| Expenditures:  |                                   |                            |                   |                  |                  |
| Current:   |                                   |                            |                   |                  |                  |
| General government   | -                                 | 7,227                      | 83,076            | -                | -                |
| Public safety  | -                                 | -                          | -                 | 5,053            | 3,297            |
| Highways and streets   | -                                 | -                          | -                 | -                | -                |
| Culture and recreation                                       | 1,079,378                         | -                          | -                 | -                | -                |
| Debt service:  |                                   |                            |                   |                  |                  |
| Principal  | 77,885                            | -                          | -                 | -                | -                |
| Interest   | 3,989                             | -                          | -                 | -                | -                |
| Capital outlay   | 165,640                           | -                          | -                 | -                | -                |
| Total expenditures   | <u>1,326,892</u>                  | <u>7,227</u>               | <u>83,076</u>     | <u>5,053</u>     | <u>3,297</u>     |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>(190,351)</u>                  | <u>(4,727)</u>             | <u>31,354</u>     | <u>2,875</u>     | <u>110</u>       |
| Other financing sources (uses):                              |                                   |                            |                   |                  |                  |
| Transfers in   | -                                 | -                          | -                 | -                | -                |
| Transfers out  | -                                 | -                          | -                 | -                | -                |
| Financing by capital lease                                   | 155,500                           | -                          | -                 | -                | -                |
| Total other financing sources and uses                       | <u>155,500</u>                    | <u>-</u>                   | <u>-</u>          | <u>-</u>         | <u>-</u>         |
| Net change in fund balances                                  | <u>(34,851)</u>                   | <u>(4,727)</u>             | <u>31,354</u>     | <u>2,875</u>     | <u>110</u>       |
| Fund balances - beginning                                    | <u>(8,734)</u>                    | <u>14,018</u>              | <u>467,362</u>    | <u>12,307</u>    | <u>14,514</u>    |
| Fund balances - ending                                       | <u>\$ (43,585)</u>                | <u>\$ 9,291</u>            | <u>\$ 498,716</u> | <u>\$ 15,182</u> | <u>\$ 14,624</u> |

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, 2015  
(Continued)

|  | Wastewater<br>Holding | Communications | Electronic<br>Sign | Cultural Arts |
|--|-----------------------|----------------|--------------------|---------------|
| Revenues:  |                       |                |                    |               |
| Taxes  | \$ -                  | \$ -           | \$ -               | \$ -          |
| Licenses and permits   | -                     | 1,110          | 900                | -             |
| Intergovernmental  | -                     | -              | -                  | -             |
| Charges for services   | 6,900                 | -              | -                  | -             |
| Fines and forfeits   | -                     | -              | -                  | -             |
| Other  | -                     | -              | -                  | 57,536        |
| Total revenues   | 6,900                 | 1,110          | 900                | 57,536        |
| Expenditures:  |                       |                |                    |               |
| Current:   |                       |                |                    |               |
| General government   | 5,575                 | -              | 1,702              | -             |
| Public safety  | -                     | -              | -                  | -             |
| Highways and streets   | -                     | -              | -                  | -             |
| Culture and recreation                                       | -                     | -              | -                  | 61,461        |
| Debt service:  |                       |                |                    |               |
| Principal  | -                     | -              | -                  | -             |
| Interest   | -                     | -              | -                  | -             |
| Capital outlay   | -                     | -              | -                  | -             |
| Total expenditures   | 5,575                 | -              | 1,702              | 61,461        |
| Excess (deficiency) of revenues<br>over (under) expenditures | 1,325                 | 1,110          | (802)              | (3,925)       |
| Other financing sources (uses):                              |                       |                |                    |               |
| Transfers in   | -                     | -              | -                  | -             |
| Transfers out  | -                     | -              | -                  | -             |
| Financing by capital lease                                   | -                     | -              | -                  | -             |
| Total other financing sources and uses                       | -                     | -              | -                  | -             |
| Net change in fund balances                                  | 1,325                 | 1,110          | (802)              | (3,925)       |
| Fund balances - beginning                                    | 1,665                 | 5,418          | 6,313              | 33,951        |
| Fund balances - ending                                       | \$ 2,990              | \$ 6,528       | \$ 5,511           | \$ 30,026     |

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, 2015  
(Continued)

|  | Court Record     | Hazardous<br>Materials | Unemployment     | Deferral<br>Program |
|--|------------------|------------------------|------------------|---------------------|
| Revenues:  |                  |                        |                  |                     |
| Taxes  | \$ -             | \$ -                   | \$ -             | \$ -                |
| Licenses and permits   | -                | -                      | -                | -                   |
| Intergovernmental  | -                | -                      | -                | -                   |
| Charges for services   | -                | -                      | -                | -                   |
| Fines and forfeits   | 6,850            | -                      | -                | 80,518              |
| Other  | -                | -                      | -                | -                   |
| Total revenues   | <u>6,850</u>     | <u>-</u>               | <u>-</u>         | <u>80,518</u>       |
| Expenditures:  |                  |                        |                  |                     |
| Current:   |                  |                        |                  |                     |
| General government   | 318              | -                      | -                | -                   |
| Public safety  | -                | -                      | -                | 1,540               |
| Highways and streets   | -                | -                      | -                | -                   |
| Culture and recreation                                       | -                | -                      | -                | -                   |
| Debt service:  |                  |                        |                  |                     |
| Principal  | 3,097            | -                      | -                | -                   |
| Interest   | 323              | -                      | -                | -                   |
| Capital outlay   | -                | -                      | -                | -                   |
| Total expenditures   | <u>3,738</u>     | <u>-</u>               | <u>-</u>         | <u>1,540</u>        |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>3,112</u>     | <u>-</u>               | <u>-</u>         | <u>78,978</u>       |
| Other financing sources (uses):                              |                  |                        |                  |                     |
| Transfers in   | -                | -                      | -                | -                   |
| Transfers out  | -                | -                      | -                | -                   |
| Financing by capital lease                                   | -                | -                      | -                | -                   |
| Total other financing sources and uses                       | <u>-</u>         | <u>-</u>               | <u>-</u>         | <u>-</u>            |
| Net change in fund balances                                  | 3,112            | -                      | -                | 78,978              |
| Fund balances - beginning                                    | <u>17,031</u>    | <u>5</u>               | <u>32,424</u>    | <u>185,628</u>      |
| Fund balances - ending                                       | <u>\$ 20,143</u> | <u>\$ 5</u>            | <u>\$ 32,424</u> | <u>\$ 264,606</u>   |

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, 2015  
(Continued)

|  | Block Grant | Sick<br>Pay Out | Trail<br>Maintenance | Levy Excess | Totals       |
|--|-------------|-----------------|----------------------|-------------|--------------|
| Revenues:  |             |                 |                      |             |              |
| Taxes  | \$ -        | \$ -            | \$ -                 | \$ -        | \$ 3,128,201 |
| Licenses and permits   | -           | -               | -                    | -           | 61,113       |
| Intergovernmental  | -           | -               | -                    | -           | 3,118,617    |
| Charges for services   | -           | -               | -                    | -           | 1,332,416    |
| Fines and forfeits   | -           | -               | -                    | -           | 91,819       |
| Other  | 7,162       | -               | 376                  | -           | 259,360      |
| Total revenues   | 7,162       | -               | 376                  | -           | 7,991,526    |
| Expenditures:  |             |                 |                      |             |              |
| Current:   |             |                 |                      |             |              |
| General government   | -           | 80,718          | -                    | -           | 1,086,916    |
| Public safety  | 4,724       | -               | -                    | -           | 37,188       |
| Highways and streets   | -           | -               | -                    | -           | 4,148,269    |
| Culture and recreation                                       | -           | -               | -                    | -           | 2,670,661    |
| Debt service:  |             |                 |                      |             |              |
| Principal  | -           | -               | -                    | -           | 529,190      |
| Interest   | -           | -               | -                    | -           | 13,251       |
| Capital outlay   | 84,133      | -               | 52,244               | -           | 2,883,540    |
| Total expenditures   | 88,857      | 80,718          | 52,244               | -           | 11,369,015   |
| Excess (deficiency) of revenues<br>over (under) expenditures | (81,695)    | (80,718)        | (51,868)             | -           | (3,377,489)  |
| Other financing sources (uses):                              |             |                 |                      |             |              |
| Transfers in   | 75,000      | 75,000          | -                    | -           | 150,000      |
| Transfers out  | -           | -               | -                    | (319)       | (347,319)    |
| Financing by capital lease                                   | -           | -               | -                    | -           | 759,368      |
| Total other financing sources and uses                       | 75,000      | 75,000          | -                    | (319)       | 562,049      |
| Net change in fund balances                                  | (6,695)     | (5,718)         | (51,868)             | (319)       | (2,815,440)  |
| Fund balances - beginning                                    | 103,847     | 8,153           | 288,441              | 319         | 10,229,182   |
| Fund balances - ending                                       | \$ 97,152   | \$ 2,435        | \$ 236,573           | \$ -        | \$ 7,413,742 |

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NONMAJOR DEBT SERVICE FUNDS  
 For The Year Ended December 31, 2015

|  | Fire<br>Station 2 Debt | Fire Stations<br>5 & 6 Debt | Little Chicago<br>Road Debt | City Hall Debt     |
|--|------------------------|-----------------------------|-----------------------------|--------------------|
| Revenues:  |                        |                             |                             |                    |
| Taxes  | \$ 133,436             | \$ 558,534                  | \$ 471,616                  | \$ 1,503,880       |
| Intergovernmental  | 11,749                 | 52,564                      | 41,324                      | 131,871            |
| Other  | -                      | -                           | -                           | -                  |
| Total revenues   | <u>145,185</u>         | <u>611,098</u>              | <u>512,940</u>              | <u>1,635,751</u>   |
| Expenditures:  |                        |                             |                             |                    |
| General government   | 1,937                  | -                           | 1,700                       | 5,250              |
| Highways and roadways  | -                      | -                           | -                           | -                  |
| Debt service:  |                        |                             |                             |                    |
| Principal  | -                      | -                           | -                           | -                  |
| Interest   | -                      | -                           | -                           | -                  |
| Total expenditures   | <u>1,937</u>           | <u>-</u>                    | <u>1,700</u>                | <u>5,250</u>       |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>143,248</u>         | <u>611,098</u>              | <u>511,240</u>              | <u>1,630,501</u>   |
| Other financing sources (uses):                              |                        |                             |                             |                    |
| Transfers in   | -                      | -                           | -                           | -                  |
| Transfers out  | <u>(125,000)</u>       | <u>(563,000)</u>            | <u>(528,000)</u>            | <u>(1,450,000)</u> |
| Total other financing sources and uses                       | <u>(125,000)</u>       | <u>(563,000)</u>            | <u>(528,000)</u>            | <u>(1,450,000)</u> |
| Net change in fund balances                                  | 18,248                 | 48,098                      | (16,760)                    | 180,501            |
| Fund balances - beginning                                    | <u>41,598</u>          | <u>246,161</u>              | <u>268,102</u>              | <u>508,234</u>     |
| Fund balances - ending                                       | <u>\$ 59,846</u>       | <u>\$ 294,259</u>           | <u>\$ 251,342</u>           | <u>\$ 688,735</u>  |

Continued on next page



CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NONMAJOR DEBT SERVICE FUNDS  
 For The Year Ended December 31, 2015  
 (Continued)

|  | Business Park<br>Tax Increment<br>Financing | Fire Station 7/<br>Street Debt | Noblesville<br>Building<br>Corporation | Totals              |
|--|---|--------------------------------|--|---------------------|
| Revenues:  |   |                                |  |                     |
| Taxes  | \$ 831,919                                  | \$ 711,571                     | \$ -                                   | \$ 4,210,956        |
| Intergovernmental  | -   | 58,847                         | -                                      | 296,355             |
| Other  | -   | -                              | 37                                     | 37                  |
| Total revenues   | <u>831,919</u>                              | <u>770,418</u>                 | <u>37</u>                              | <u>4,507,348</u>    |
| Expenditures:  |   |                                |  |                     |
| General government   | 32,800                                      | 1,650                          | -                                      | 43,337              |
| Highways and roadways  | 57,400                                      | -                              | -                                      | 57,400              |
| Debt service:  |   |                                |  |                     |
| Principal  | 250,000                                     | -                              | 2,100,000                              | 2,350,000           |
| Interest   | <u>267,843</u>                              | <u>-</u>                       | <u>810,299</u>                         | <u>1,078,142</u>    |
| Total expenditures   | <u>608,043</u>                              | <u>1,650</u>                   | <u>2,910,299</u>                       | <u>3,528,879</u>    |
| Excess (deficiency) of revenues<br>over (under) expenditures | <u>223,876</u>                              | <u>768,768</u>                 | <u>(2,910,262)</u>                     | <u>978,469</u>      |
| Other financing sources (uses):                              |   |                                |  |                     |
| Transfers in   | -   | -                              | 2,888,000                              | 2,888,000           |
| Transfers out  | <u>-</u>                                    | <u>(740,000)</u>               | <u>-</u>                               | <u>(3,406,000)</u>  |
| Total other financing sources and uses                       | <u>-</u>                                    | <u>(740,000)</u>               | <u>2,888,000</u>                       | <u>(518,000)</u>    |
| Net change in fund balances                                  | 223,876                                     | 28,768                         | (22,262)                               | 460,469             |
| Fund balances - beginning                                    | <u>581,390</u>                              | <u>294,681</u>                 | <u>1,665,191</u>                       | <u>3,605,357</u>    |
| Fund balances - ending                                       | <u>\$ 805,266</u>                           | <u>\$ 323,449</u>              | <u>\$ 1,642,929</u>                    | <u>\$ 4,065,826</u> |

CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
NONMAJOR CAPITAL PROJECTS FUNDS  
For The Year Ended December 31, 2015

|  | Cumulative<br>Capital<br>Improvement | Cumulative<br>Capital<br>Development | Cumulative<br>Building and<br>Fire Fighting<br>Equipment | Park<br>Nonreverting<br>Capital | 2009<br>Construction | Forest<br>Hill School |
|--|--------------------------------------|--------------------------------------|--|---------------------------------|----------------------|-----------------------|
| Revenues:  |                                      |                                      |  |                                 |                      |                       |
| Taxes  | \$ -                                 | \$ 869,765                           | \$ 337,389   | \$ -                            | \$ -                 | \$ -                  |
| Intergovernmental  | 130,533                              | 93,788                               | 36,462   | -                               | -                    | -                     |
| Charges for services   | -                                    | -                                    | -  | 183,375                         | -                    | -                     |
| Other  | -                                    | 1,270                                | 1,028  | -                               | -                    | -                     |
| Total revenues   | 130,533                              | 964,823                              | 374,879  | 183,375                         | -                    | -                     |
| Expenditures:  |                                      |                                      |  |                                 |                      |                       |
| Current:   |                                      |                                      |  |                                 |                      |                       |
| General government   | 107,355                              | 328,054                              | -  | -                               | -                    | -                     |
| Public safety  | -                                    | -                                    | -  | -                               | -                    | -                     |
| Highways and streets   | -                                    | -                                    | -  | -                               | -                    | -                     |
| Culture and recreation                                       | -                                    | -                                    | -  | 52,968                          | -                    | -                     |
| Debt service:  |                                      |                                      |  |                                 |                      |                       |
| Principal  | -                                    | 375,721                              | 326,622  | -                               | -                    | -                     |
| Interest   | -                                    | 128,512                              | 22,655   | -                               | -                    | -                     |
| Capital outlay   | -                                    | 56,899                               | -  | -                               | -                    | -                     |
| Total expenditures   | 107,355                              | 889,186                              | 349,277  | 52,968                          | -                    | -                     |
| Excess (deficiency) of revenues<br>over (under) expenditures | 23,178                               | 75,637                               | 25,602   | 130,407                         | -                    | -                     |
| Other financing sources (uses):                              |                                      |                                      |  |                                 |                      |                       |
| Transfers in   | -                                    | -                                    | -  | -                               | -                    | -                     |
| Transfers out  | -                                    | -                                    | -  | -                               | -                    | -                     |
| Transfer from Proprietary Fund                               | -                                    | -                                    | -  | -                               | -                    | -                     |
| Financing by capital lease                                   | -                                    | -                                    | -  | -                               | -                    | -                     |
| Total other financing sources and uses                       | -                                    | -                                    | -  | -                               | -                    | -                     |
| Net change in fund balances                                  | 23,178                               | 75,637                               | 25,602   | 130,407                         | -                    | -                     |
| Fund balances - beginning                                    | 597,802                              | 1,717,819                            | 958,559  | 58,367                          | 659                  | 250,852               |
| Fund balances - ending                                       | \$ 620,980                           | \$ 1,793,456                         | \$ 984,161   | \$ 188,774                      | \$ 659               | \$ 250,852            |

Continued on next page

CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
NONMAJOR CAPITAL PROJECTS FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|  | Park<br>Impact Fee | Road<br>Impact Fee | Field<br>Drive Capital | Redevelopment<br>Tax Increment<br>Financing | Stoney<br>Creek East<br>Tax Increment<br>Financing |
|--|--------------------|--------------------|------------------------|---|--|
| Revenues:  |                    |                    |                        |   |  |
| Taxes  | \$ -               | \$ -               | \$ -                   | \$ 2,488,847                                | \$ 2,563,279                                       |
| Intergovernmental  | -                  | -                  | -                      | -   | -  |
| Charges for services   | 1,311,257          | 1,499,970          | -                      | -   | -  |
| Other  | 12,550             | 61,984             | 188                    | 1,027                                       | 2,856  |
| Total revenues   | 1,323,807          | 1,561,954          | 188                    | 2,489,874                                   | 2,566,135  |
| Expenditures:  |                    |                    |                        |   |  |
| Current:   |                    |                    |                        |   |  |
| General government   | -                  | -                  | 787                    | 744,715                                     | 35,957   |
| Public safety  | -                  | -                  | -                      | -   | -  |
| Highways and streets   | -                  | 91,944             | -                      | -   | 19,448   |
| Culture and recreation                                       | 171,608            | -                  | -                      | -   | -  |
| Debt service:  |                    |                    |                        |   |  |
| Principal  | -                  | -                  | -                      | 235,000                                     | 165,000  |
| Interest   | -                  | -                  | -                      | 180,880                                     | 18,583   |
| Capital outlay   | 164,853            | 1,123,409          | -                      | 646,535                                     | 1,357,877  |
| Total expenditures   | 336,461            | 1,215,353          | 787                    | 1,807,130                                   | 1,596,865  |
| Excess (deficiency) of revenues<br>over (under) expenditures | 987,346            | 346,601            | (599)                  | 682,744                                     | 969,270  |
| Other financing sources (uses):                              |                    |                    |                        |   |  |
| Transfers in   | -                  | 50,116             | -                      | -   | -  |
| Transfers out  | -                  | -                  | -                      | (1,565,044)                                 | (1,704,000)  |
| Transfer from Proprietary Fund                               | -                  | -                  | -                      | 200,000                                     | -  |
| Financing by capital lease                                   | -                  | -                  | -                      | -   | -  |
| Total other financing sources and uses                       | -                  | 50,116             | -                      | (1,365,044)                                 | (1,704,000)  |
| Net change in fund balances                                  | 987,346            | 396,717            | (599)                  | (682,300)                                   | (734,730)  |
| Fund balances - beginning                                    | 2,545,966          | 7,596,324          | 105,931                | 1,172,700                                   | 1,600,110  |
| Fund balances - ending                                       | \$ 3,533,312       | \$ 7,993,041       | \$ 105,332             | \$ 490,400                                  | \$ 865,380   |

Continued on next page



CITY OF NOBLESVILLE  
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
NONMAJOR CAPITAL PROJECTS FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|  | Corporate<br>Campus<br>Tax Increment<br>Financing - West | Corporate<br>Campus<br>Tax Increment<br>Financing - East | Hazel Dell<br>Tax Increment<br>Financing | 146th<br>Street<br>Reimbursement | Totals        |
|--|--|--|--|----------------------------------|---------------|
| Revenues:  |  |  |  |                                  |               |
| Taxes  | \$ 3,749,787   | \$ 3,670,453   | \$ 2,305,309                             | \$ -                             | \$ 15,984,829 |
| Intergovernmental  | -  | 464,296  | 89,331                                   | -                                | 814,410       |
| Charges for services   | -  | -  | -  | -                                | 2,994,602     |
| Other  | 182,812  | 1,194  | -  | 38,514                           | 303,423       |
| Total revenues   | 3,932,599  | 4,135,943  | 2,394,640                                | 38,514                           | 20,097,264    |
| Expenditures:  |  |  |  |                                  |               |
| Current:   |  |  |  |                                  |               |
| General government   | 194,981  | 622,109  | 2,465                                    | 1,752                            | 2,038,175     |
| Public safety  | -  | -  | -  | -                                | -             |
| Highways and streets   | -  | -  | -  | -                                | 111,392       |
| Culture and recreation                                       | -  | -  | -  | -                                | 224,576       |
| Debt service:  |  |  |  |                                  |               |
| Principal  | -  | 165,000  | -  | -                                | 1,267,343     |
| Interest   | -  | 63,739   | -  | -                                | 414,369       |
| Capital outlay   | -  | 756,144  | -  | 193,037                          | 4,298,754     |
| Total expenditures   | 194,981  | 1,606,992  | 2,465                                    | 194,789                          | 8,354,609     |
| Excess (deficiency) of revenues<br>over (under) expenditures | 3,737,618  | 2,528,951  | 2,392,175                                | (156,275)                        | 11,742,655    |
| Other financing sources (uses):                              |  |  |  |                                  |               |
| Transfers in   | -  | -  | -  | -                                | 50,116        |
| Transfers out  | (2,783,500)  | (3,377,000)  | (1,997,116)                              | (1,707,500)                      | (13,134,160)  |
| Transfer from Proprietary Fund                               | -  | -  | -  | -                                | 200,000       |
| Financing by capital lease                                   | -  | -  | -  | -                                | -             |
| Total other financing sources and uses                       | (2,783,500)  | (3,377,000)  | (1,997,116)                              | (1,707,500)                      | (12,884,044)  |
| Net change in fund balances                                  | 954,118  | (848,049)  | 395,059                                  | (1,863,775)                      | (1,141,389)   |
| Fund balances - beginning                                    | 644,351  | 1,501,620  | 423,245                                  | 3,974,107                        | 23,148,412    |
| Fund balances - ending                                       | \$ 1,598,469   | \$ 653,571   | \$ 818,304                               | \$ 2,110,332                     | \$ 22,007,023 |

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CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015

|                              | Motor Vehicle Highway |              |   |  | Local Road and Street |            |   |  |
|------------------------------|-----------------------|--------------|---|--|-----------------------|------------|---|--|
|                              | Budgeted Amounts      |              | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts      |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original              | Final        |   |  | Original              | Final      |   |  |
| Revenues:                    |                       |              |   |  |                       |            |   |  |
| Taxes                        | \$ 2,184,163          | \$ 1,716,137 | \$ 1,725,903                            | \$ 9,766   | \$ -                  | \$ -       | \$ -                                    | \$ -   |
| Licenses and permits         | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Intergovernmental            | 2,011,066             | 1,968,462    | 2,119,886                               | 151,424  | 704,074               | 699,406    | 749,482                                 | 50,076   |
| Charges for services         | 3,290                 | 3,290        | 1,825                                   | (1,465)  | -                     | -          | -                                       | -  |
| Fines and forfeits           | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Other                        | -                     | -            | 97,810                                  | 97,810   | -                     | -          | -                                       | -  |
| Total revenues               | 4,198,519             | 3,687,889    | 3,945,424                               | 257,535  | 704,074               | 699,406    | 749,482                                 | 50,076   |
| 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            | 2,893,882             | 2,893,979    | 2,839,086                               | 54,893   | -                     | -          | -                                       | -  |
| Supplies                     | 1,089,801             | 1,090,827    | 972,436                                 | 118,391  | -                     | -          | -                                       | -  |
| Other services and charges   | 235,281               | 280,078      | 240,711                                 | 39,367   | 500,000               | 500,000    | 419,200                                 | 80,800   |
| Capital                      | 88,970                | 96,070       | 95,418                                  | 652  | -                     | -          | -                                       | -  |
| Total highways and streets   | 4,307,934             | 4,360,954    | 4,147,651                               | 213,303  | 500,000               | 500,000    | 419,200                                 | 80,800   |
| Culture and recreation:      |                       |              |   |  |                       |            |   |  |
| Personal services            | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Supplies                     | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Other services and charges   | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Capital                      | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Total culture and recreation | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Capital outlay               | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Total expenditures           | 4,307,934             | 4,360,954    | 4,147,651                               | 213,303  | 500,000               | 500,000    | 419,200                                 | 80,800   |
| Other financing uses:        |                       |              |   |  |                       |            |   |  |
| Transfers in                 | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Transfers out                | -                     | -            | -                                       | -  | -                     | -          | -                                       | -  |
| Net change in fund balances  | (109,415)             | (673,065)    | (202,227)                               | 470,838  | 204,074               | 199,406    | 330,282                                 | 130,876  |
| Fund balances - beginning    | 2,193,909             | 1,394,653    | 1,797,012                               | 402,359  | 742,804               | 662,419    | 870,021                                 | 207,602  |
| Fund balances - December 31  | \$ 2,084,494          | \$ 721,588   | \$ 1,594,785                            | \$ 873,197   | \$ 946,878            | \$ 861,825 | \$ 1,200,303                            | \$ 338,478   |

Continued on next page



CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | County Option Income Tax |                 |   |  | Local Law Enforcement Continuing Education |            |   |  |
|------------------------------|--------------------------|-----------------|---|--|--|------------|---|--|
|                              | Budgeted Amounts         |                 | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts                           |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original                 | Final           |   |  | Original                                   | Final      |   |  |
| Revenues:                    |                          |                 |   |  |  |            |   |  |
| Taxes                        | \$ -                     | \$ -            | \$ -                                    | \$ -   | \$ -                                       | \$ -       | \$ -                                    | \$ -   |
| Licenses and permits         | -                        | -               | -                                       | -  | 32,000                                     | 32,000     | 38,240                                  | 6,240  |
| Intergovernmental            | -                        | -               | -                                       | -  | -  | -          | -                                       | -  |
| Charges for services         | -                        | -               | -                                       | -  | -  | -          | 2,465                                   | 2,465  |
| Fines and forfeits           | -                        | -               | -                                       | -  | 8,500                                      | 8,500      | 4,451                                   | (4,049)  |
| Other                        | 600,000                  | 600,000         | 156,525                                 | (443,475)  | -  | -          | -                                       | -  |
| Total revenues               | 600,000                  | 600,000         | 156,525                                 | (443,475)  | 40,500                                     | 40,500     | 45,156                                  | 4,656  |
| Expenditures:                |                          |                 |   |  |  |            |   |  |
| Current:                     |                          |                 |   |  |  |            |   |  |
| General government:          |                          |                 |   |  |  |            |   |  |
| Personal services            | -                        | -               | -                                       | -  | -  | -          | -                                       | -  |
| Supplies                     | -                        | -               | -                                       | -  | -  | -          | -                                       | -  |
| Other services and charges   | 15,566,007               | 15,566,007      | 2,925,021                               | 12,640,986   | -  | -          | -                                       | -  |
| Capital                      | -                        | -               | -                                       | -  | -  | -          | -                                       | -  |
| Total general government     | 15,566,007               | 15,566,007      | 2,925,021                               | 12,640,986   | -  | -          | -                                       | -  |
| Public safety:               |                          |                 |   |  |  |            |   |  |
| Personal services            | -                        | -               | -                                       | -  | 16,497                                     | 16,497     | 16,574                                  | (77)   |
| Supplies                     | -                        | -               | -                                       | -  | 6,000                                      | 6,000      | 6,000                                   | -  |
| Other services and charges   | -                        | -               | -                                       | -  | -  | -          | -                                       | -  |
| Total public safety          | -                        | -               | -                                       | -  | 22,497                                     | 22,497     | 22,574                                  | (77)   |
| 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           | 15,566,007               | 15,566,007      | 2,925,021                               | 12,640,986   | 22,497                                     | 22,497     | 22,574                                  | (77)   |
| Other financing uses:        |                          |                 |   |  |  |            |   |  |
| Transfers in                 | -                        | -               | -                                       | -  | -  | -          | -                                       | -  |
| Transfers out                | -                        | -               | (340,125)                               | (340,125)  | -  | -          | -                                       | -  |
| Net change in fund balances  | (14,966,007)             | (14,966,007)    | (3,108,621)                             | 11,857,386   | 18,003                                     | 18,003     | 22,582                                  | 4,579  |
| Fund balances - beginning    | (21,635,781)             | (21,635,781)    | 6,002,592                               | 27,638,373   | 148,393                                    | 148,393    | 142,125                                 | (6,268)  |
| Fund balances - December 31  | \$ (36,601,788)          | \$ (36,601,788) | \$ 2,893,971                            | \$ 39,495,759  | \$ 166,396                                 | \$ 166,396 | \$ 164,707                              | \$ (1,689)   |

Continued on next page

CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | Park and Recreation |                   |   |  | Park Nonreverting Operating |                       |   |  |
|------------------------------|---------------------|-------------------|---|--|-----------------------------|-----------------------|---|--|
|                              | Budgeted Amounts    |                   | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts            |                       | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original            | Final             |   |  | Original                    | Final                 |   |  |
| Revenues:                    |                     |                   |   |  |                             |                       |   |  |
| Taxes                        | \$ 1,787,258        | \$ 1,404,281      | \$ 1,411,920                            | \$ 7,639   | \$ -                        | \$ -                  | \$ -                                    | \$ -   |
| Licenses and permits         | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Intergovernmental            | 153,246             | 118,921           | 152,330                                 | 33,409   | -                           | -                     | -                                       | -  |
| Charges for services         | 58,000              | 58,000            | 114,880                                 | 56,880   | -                           | -                     | 1,136,541                               | 1,136,541  |
| Fines and forfeits           | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Other                        | 34,000              | 34,000            | 5,877                                   | (28,123)   | -                           | -                     | -                                       | -  |
| Total revenues               | <u>2,032,504</u>    | <u>1,615,202</u>  | <u>1,685,007</u>                        | <u>69,805</u>  | <u>-</u>                    | <u>-</u>              | <u>1,136,541</u>                        | <u>1,136,541</u>   |
| Expenditures:                |                     |                   |   |  |                             |                       |   |  |
| Current:                     |                     |                   |   |  |                             |                       |   |  |
| General government:          |                     |                   |   |  |                             |                       |   |  |
| Personal services            | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Supplies                     | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Other services and charges   | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Capital                      | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Total general government     | <u>-</u>            | <u>-</u>          | <u>-</u>                                | <u>-</u>   | <u>-</u>                    | <u>-</u>              | <u>-</u>                                | <u>-</u>   |
| Public safety:               |                     |                   |   |  |                             |                       |   |  |
| Personal services            | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Supplies                     | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Other services and charges   | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Total public safety          | <u>-</u>            | <u>-</u>          | <u>-</u>                                | <u>-</u>   | <u>-</u>                    | <u>-</u>              | <u>-</u>                                | <u>-</u>   |
| Highways and streets:        |                     |                   |   |  |                             |                       |   |  |
| Personal services            | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Supplies                     | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Other services and charges   | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Capital                      | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Total highways and streets   | <u>-</u>            | <u>-</u>          | <u>-</u>                                | <u>-</u>   | <u>-</u>                    | <u>-</u>              | <u>-</u>                                | <u>-</u>   |
| Culture and recreation:      |                     |                   |   |  |                             |                       |   |  |
| Personal services            | 1,196,832           | 1,197,095         | 1,125,217                               | 71,878   | 598,983                     | 599,589               | 545,180                                 | 54,409   |
| Supplies                     | 101,459             | 102,199           | 78,735                                  | 23,464   | 190,085                     | 203,194               | 190,870                                 | 12,324   |
| Other services and charges   | 223,733             | 225,367           | 200,008                                 | 25,359   | 283,932                     | 292,744               | 218,623                                 | 74,121   |
| Capital                      | 104,844             | 107,564           | 159,082                                 | (51,518)   | 167,488                     | 167,488               | 197,358                                 | (29,870)   |
| Total culture and recreation | <u>1,626,868</u>    | <u>1,632,225</u>  | <u>1,563,042</u>                        | <u>69,183</u>  | <u>1,240,488</u>            | <u>1,263,015</u>      | <u>1,152,031</u>                        | <u>110,984</u>   |
| Capital outlay               | <u>-</u>            | <u>-</u>          | <u>-</u>                                | <u>-</u>   | <u>-</u>                    | <u>-</u>              | <u>-</u>                                | <u>-</u>   |
| Total expenditures           | <u>1,626,868</u>    | <u>1,632,225</u>  | <u>1,563,042</u>                        | <u>69,183</u>  | <u>1,240,488</u>            | <u>1,263,015</u>      | <u>1,152,031</u>                        | <u>110,984</u>   |
| Other financing uses:        |                     |                   |   |  |                             |                       |   |  |
| Transfers in                 | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Transfers out                | -                   | -                 | -                                       | -  | -                           | -                     | -                                       | -  |
| Net change in fund balances  | 405,636             | (17,023)          | 121,965                                 | 138,988  | (1,240,488)                 | (1,263,015)           | (15,490)                                | 1,247,525  |
| Fund balances - beginning    | <u>635,845</u>      | <u>7,422</u>      | <u>115,694</u>                          | <u>108,272</u>   | <u>(2,539,790)</u>          | <u>(2,561,398)</u>    | <u>17,438</u>                           | <u>2,578,836</u>   |
| Fund balances - December 31  | <u>\$ 1,041,481</u> | <u>\$ (9,601)</u> | <u>\$ 237,659</u>                       | <u>\$ 247,260</u>  | <u>\$ (3,780,278)</u>       | <u>\$ (3,824,413)</u> | <u>\$ 1,948</u>                         | <u>\$ 3,826,361</u>  |

Continued on next page

CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | Parking Meter    |            |   |  | Fire Station 2 Debt |            |   |  |
|------------------------------|------------------|------------|---|--|---------------------|------------|---|--|
|                              | Budgeted Amounts |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts    |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original         | Final      |   |  | Original            | Final      |   |  |
| Revenues:                    |                  |            |   |  |                     |            |   |  |
| Taxes                        | \$ -             | \$ -       | \$ -                                    | \$ -   | \$ 137,847          | \$ 137,760 | \$ 133,436                              | \$ (4,324)   |
| Licenses and permits         | -                | -          | -                                       | -  | -                   | -          | -                                       | -  |
| Intergovernmental            | -                | -          | -                                       | -  | 12,147              | 9,173      | 11,749                                  | 2,576  |
| Charges for services         | 82,600           | 82,600     | 113,977                                 | 31,377   | -                   | -          | -                                       | -  |
| Fines and forfeits           | -                | -          | -                                       | -  | -                   | -          | -                                       | -  |
| Other                        | -                | -          | 453                                     | 453  | -                   | -          | -                                       | -  |
| Total revenues               | 82,600           | 82,600     | 114,430                                 | 31,830   | 149,994             | 146,933    | 145,185                                 | (1,748)  |
| Expenditures:                |                  |            |   |  |                     |            |   |  |
| Current:                     |                  |            |   |  |                     |            |   |  |
| General government:          |                  |            |   |  |                     |            |   |  |
| Personal services            | 84,731           | 84,731     | 75,446                                  | 9,285  | -                   | -          | -                                       | -  |
| Supplies                     | 5,921            | 5,921      | 3,019                                   | 2,902  | -                   | -          | -                                       | -  |
| Other services and charges   | 7,248            | 7,248      | 4,336                                   | 2,912  | -                   | -          | -                                       | -  |
| Capital                      | 5,500            | 5,500      | 84                                      | 5,416  | -                   | -          | -                                       | -  |
| Total general government     | 103,400          | 103,400    | 82,885                                  | 20,515   | -                   | -          | -                                       | -  |
| 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           | 103,400          | 103,400    | 82,885                                  | 20,515   | -                   | -          | -                                       | -  |
| Other financing uses:        |                  |            |   |  |                     |            |   |  |
| Transfers in                 | -                | -          | -                                       | -  | -                   | -          | -                                       | -  |
| Transfers out                | -                | -          | -                                       | -  | (127,000)           | (127,000)  | (126,937)                               | 63   |
| Net change in fund balances  | (20,800)         | (20,800)   | 31,545                                  | 52,345   | 22,994              | 19,933     | 18,248                                  | (1,685)  |
| Fund balances - beginning    | 369,001          | 368,501    | 470,733                                 | 102,232  | 109,175             | 108,230    | 41,598                                  | (66,632)   |
| Fund balances - December 31  | \$ 348,201       | \$ 347,701 | \$ 502,278                              | \$ 154,577   | \$ 132,169          | \$ 128,163 | \$ 59,846                               | \$ (68,317)  |

Continued on next page



CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | Fire Station 7/Street Dept |              |   |  | Fire Stations 5 & 6 Debt |            |   |  |
|------------------------------|----------------------------|--------------|---|--|--------------------------|------------|---|--|
|                              | Budgeted Amounts           |              | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts         |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original                   | Final        |   |  | Original                 | Final      |   |  |
| Revenues:                    |                            |              |   |  |                          |            |   |  |
| Taxes                        | \$ 753,405                 | \$ 752,930   | \$ 711,571                              | \$ (41,359)  | \$ 553,765               | \$ 553,416 | \$ 558,534                              | \$ 5,118   |
| Licenses and permits         | -                          | -            | -                                       | -  | -                        | -          | -                                       | -  |
| Intergovernmental            | 69,794                     | 50,130       | 58,847                                  | 8,717  | 45,553                   | 36,847     | 52,564                                  | 15,717   |
| Charges for services         | -                          | -            | -                                       | -  | -                        | -          | -                                       | -  |
| Fines and forfeits           | -                          | -            | -                                       | -  | -                        | -          | -                                       | -  |
| Other                        | -                          | -            | -                                       | -  | -                        | -          | -                                       | -  |
| Total revenues               | 823,199                    | 803,060      | 770,418                                 | (32,642)   | 599,318                  | 590,263    | 611,098                                 | 20,835   |
| 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 in                 | -                          | -            | -                                       | -  | -                        | -          | -                                       | -  |
| Transfers out                | (742,000)                  | (742,000)    | (741,650)                               | 350  | (565,000)                | (564,000)  | (563,000)                               | 1,000  |
| Net change in fund balances  | 81,199                     | 61,060       | 28,768                                  | (32,292)   | 34,318                   | 26,263     | 48,098                                  | 21,835   |
| Fund balances - beginning    | 1,041,120                  | 1,021,497    | 294,681                                 | (726,816)  | \$ 532,078               | \$ 526,143 | \$ 246,161                              | (279,982)  |
| Fund balances - December 31  | \$ 1,122,319               | \$ 1,082,557 | \$ 323,449                              | \$ (759,108)   | \$ 566,396               | \$ 552,406 | \$ 294,259                              | \$ (258,147)   |

Continued on next page

CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | Little Chicago Road Debt |            |   |  | City Hall Debt   |              |   |  |
|------------------------------|--------------------------|------------|---|--|------------------|--------------|---|--|
|                              | Budgeted Amounts         |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts |              | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original                 | Final      |   |  | Original         | Final        |   |  |
| Revenues:                    |                          |            |   |  |                  |              |   |  |
| Taxes                        | \$ 484,841               | \$ 484,535 | \$ 471,616                              | \$ (12,919)  | \$ 1,547,214     | \$ 1,546,239 | \$ 1,503,880                            | \$ (42,359)  |
| Licenses and permits         | -                        | -          | -                                       | -  | -                | -            | -                                       | -  |
| Intergovernmental            | 51,614                   | 32,261     | 41,324                                  | 9,063  | 136,670          | 102,948      | 131,871                                 | 28,923   |
| Charges for services         | -                        | -          | -                                       | -  | -                | -            | -                                       | -  |
| Fines and forfeits           | -                        | -          | -                                       | -  | -                | -            | -                                       | -  |
| Other                        | -                        | -          | -                                       | -  | -                | -            | -                                       | -  |
| Total revenues               | 536,455                  | 516,796    | 512,940                                 | (3,856)  | 1,683,884        | 1,649,187    | 1,635,751                               | (13,436)   |
| 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 in                 | -                        | -          | -                                       | -  | -                | -            | -                                       | -  |
| Transfers out                | (530,000)                | (530,000)  | (528,000)                               | 2,000  | (1,457,484)      | (1,457,484)  | (1,455,250)                             | 2,234  |
| Net change in fund balances  | 6,455                    | (13,204)   | (15,060)                                | (1,856)  | 226,400          | 191,703      | 180,501                                 | (11,202)   |
| Fund balances - beginning    | 880,525                  | 863,107    | 268,102                                 | (595,005)  | 1,276,681        | 1,258,268    | 508,234                                 | (750,034)  |
| Fund balances - December 31  | \$ 886,980               | \$ 849,903 | \$ 253,042                              | \$ (596,861)   | \$ 1,503,081     | \$ 1,449,971 | \$ 688,735                              | \$ (761,236)   |

Continued on next page

CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | Cumulative Capital Improvement |            |   |  | Cumulative Capital Development |              |   |  |
|------------------------------|--------------------------------|------------|---|--|--------------------------------|--------------|---|--|
|                              | Budgeted Amounts               |            | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts               |              | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original                       | Final      |   |  | Original                       | Final        |   |  |
| Revenues:                    |                                |            |   |  |                                |              |   |  |
| Taxes                        | \$ -                           | \$ -       | \$ -                                    | \$ -   | \$ 1,100,400                   | \$ 864,604   | \$ 869,765                              | \$ 5,161   |
| Licenses and permits         | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Intergovernmental            | 134,080                        | 134,080    | 130,533                                 | (3,547)  | 91,693                         | 73,219       | 93,788                                  | 20,569   |
| Charges for services         | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Fines and forfeits           | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Other                        | -                              | -          | -                                       | -  | -                              | -            | 1,270                                   | 1,270  |
| Total revenues               | 134,080                        | 134,080    | 130,533                                 | (3,547)  | 1,192,093                      | 937,823      | 964,823                                 | 27,000   |
| Expenditures:                |                                |            |   |  |                                |              |   |  |
| Current:                     |                                |            |   |  |                                |              |   |  |
| General government:          |                                |            |   |  |                                |              |   |  |
| Personal services            | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Supplies                     | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Other services and charges   | 130,000                        | 130,000    | 110,098                                 | 19,902   | 775,000                        | 775,000      | 742,595                                 | 32,405   |
| Capital                      | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Total general government     | 130,000                        | 130,000    | 110,098                                 | 19,902   | 775,000                        | 775,000      | 742,595                                 | 32,405   |
| 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               | -                              | -          | -                                       | -  | 130,000                        | 130,000      | 130,000                                 | -  |
| Total expenditures           | 130,000                        | 130,000    | 110,098                                 | 19,902   | 905,000                        | 905,000      | 872,595                                 | 32,405   |
| Other financing uses:        |                                |            |   |  |                                |              |   |  |
| Transfers in                 | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Transfers out                | -                              | -          | -                                       | -  | -                              | -            | -                                       | -  |
| Net change in fund balances  | 4,080                          | 4,080      | 20,435                                  | 16,355   | 287,093                        | 32,823       | 92,228                                  | 59,405   |
| Fund balances - beginning    | 588,164                        | 588,164    | 600,545                                 | 12,381   | 2,061,781                      | 1,810,403    | 1,727,421                               | (82,982)   |
| Fund balances - December 31  | \$ 592,244                     | \$ 592,244 | \$ 620,980                              | \$ 28,736  | \$ 2,348,874                   | \$ 1,843,226 | \$ 1,819,649                            | \$ (23,577)  |

Continued on next page



CITY OF NOBLESVILLE  
BUDGETARY COMPARISON SCHEDULES -  
NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2015  
(Continued)

|                              | Cumulative Building and Fire Fighting Equipment |              |   |  | Hazel Dell Tax Increment Financing |              |   |  |
|------------------------------|---|--------------|---|--|------------------------------------|--------------|---|--|
|                              | Budgeted Amounts                                |              | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) | Budgeted Amounts                   |              | Actual<br>Budgetary<br>Basis<br>Amounts | Variance<br>With Final<br>Budget<br>Positive<br>(Negative) |
|                              | Original  | Final        |   |  | Original                           | Final        |   |  |
| Revenues:                    |   |              |   |  |                                    |              |   |  |
| Taxes                        | \$ 427,801                                      | \$ 336,131   | \$ 337,389                              | \$ 1,258   | \$ 2,336,113                       | \$ 2,335,452 | \$ 2,305,309                            | \$ (30,143)  |
| Licenses and permits         | -   | -            | -                                       | -  | -                                  | -            | -                                       | -  |
| Intergovernmental            | 38,312  | 28,466       | 36,462                                  | 7,996  | 83,162                             | 69,739       | 89,331                                  | 19,592   |
| Charges for services         | -   | -            | -                                       | -  | -                                  | -            | -                                       | -  |
| Fines and forfeits           | -   | -            | -                                       | -  | -                                  | -            | -                                       | -  |
| Other                        | -   | -            | 1,028                                   | 1,028  | -                                  | -            | -                                       | -  |
| Total revenues               | 466,113   | 364,597      | 374,879                                 | 10,282   | 2,419,275                          | 2,405,191    | 2,394,640                               | (10,551)   |
| 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               | 349,277   | 349,277      | 349,277                                 | -  | -                                  | -            | -                                       | -  |
| Total expenditures           | 349,277   | 349,277      | 349,277                                 | -  | -                                  | -            | -                                       | -  |
| Other financing uses:        |   |              |   |  |                                    |              |   |  |
| Transfers in                 | -   | -            | -                                       | -  | -                                  | -            | -                                       | -  |
| Transfers out                | -   | -            | -                                       | -  | (2,155,000)                        | (2,155,000)  | (1,999,581)                             | 155,419  |
| Net change in fund balances  | 116,836   | 15,320       | 25,602                                  | 10,282   | 264,275                            | 250,191      | 395,059                                 | 144,868  |
| Fund balances - beginning    | 1,801,488                                       | 1,702,018    | 958,559                                 | (743,459)  | -                                  | -            | 423,245                                 | 423,245  |
| Fund balances - December 31  | \$ 1,918,324                                    | \$ 1,717,338 | \$ 984,161                              | \$ (733,177)   | \$ 264,275                         | \$ 250,191   | \$ 818,304                              | \$ 568,113   |

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## **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.

**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.

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.

City Court - To account for fines and fees collected by the City Court.



CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF FIDUCIARY NET POSITION -  
 FIDUCIARY FUNDS  
 December 31, 2015

|  | Pension Trust Funds |                   |                     |
|--|---------------------|-------------------|---------------------|
|  | Police<br>Pension   | Fire<br>Pension   | Totals              |
| <u>Assets</u>                              |                     |                   |                     |
| Cash and cash equivalents                  | \$ 566,176          | \$ 728,307        | \$ 1,294,483        |
| Total assets                               | 566,176             | 728,307           | 1,294,483           |
| Net position restricted for pensions       | 566,176             | 728,307           | 1,294,483           |
| Total net position restricted for pensions | <u>\$ 566,176</u>   | <u>\$ 728,307</u> | <u>\$ 1,294,483</u> |

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -  
 NONMAJOR FIDUCIARY FUNDS  
 For The Year Ended December 31, 2015

|  | Pension Trust Funds |                 |              |
|--|---------------------|-----------------|--------------|
|  | Police<br>Pension   | Fire<br>Pension | Totals       |
| <u>Additions</u>                               |                     |                 |              |
| Contributions:                                 |                     |                 |              |
| Employer                                       | \$ -                | \$ -            | \$ -         |
| Non-employer contributing entity contributions | 246,005             | 444,350         | 690,355      |
| Total contributions                            | 246,005             | 444,350         | 690,355      |
| Reimbursements                                 | 3,000               | 3,000           | 6,000        |
| Total additions                                | 249,005             | 447,350         | 696,355      |
| <u>Deductions</u>                              |                     |                 |              |
| Benefits                                       | 234,034             | 443,185         | 677,219      |
| Administrative expense                         | 4,737               | 4,075           | 8,812        |
| Total deductions                               | 238,771             | 447,260         | 686,031      |
| Net increase in net position                   | 10,234              | 90              | 10,324       |
| <u>Net position restricted for pensions</u>    |                     |                 |              |
| Net position - beginning                       | 555,942             | 728,217         | 1,284,159    |
| Net position - ending                          | \$ 566,176          | \$ 728,307      | \$ 1,294,483 |

CITY OF NOBLESVILLE  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES -  
AGENCY FUNDS  
For The Year Ended December 31, 2015

|   | <u>Payroll</u>      | <u>Escrow</u>     | <u>City Court</u>  | <u>Totals</u>       |
|---|---------------------|-------------------|--------------------|---------------------|
| <b>Assets:</b>                                  |                     |                   |                    |                     |
| Cash and cash equivalents, January 1, 2015      | \$ 9,872            | \$ 218,181        | \$ 97,707          | \$ 325,760          |
| Additions                                       | 27,521,817          | 50,828            | 1,004,179          | 28,576,824          |
| Deductions                                      | <u>(27,515,907)</u> | <u>(10,229)</u>   | <u>(1,041,467)</u> | <u>(28,567,603)</u> |
| Cash and cash equivalents, December 31, 2015    | <u>\$ 15,782</u>    | <u>\$ 258,780</u> | <u>\$ 60,419</u>   | <u>\$ 334,981</u>   |
| <b>Liabilities:</b>                             |                     |                   |                    |                     |
| Trust payable, January 1, 2015                  | \$ -                | \$ -              | \$ 97,707          | \$ 97,707           |
| Additions                                       | -                   | -                 | 1,004,179          | 1,004,179           |
| Deductions                                      | <u>-</u>            | <u>-</u>          | <u>(1,041,467)</u> | <u>(1,041,467)</u>  |
| Trust payable, December 31, 2015                | <u>\$ -</u>         | <u>\$ -</u>       | <u>\$ 60,419</u>   | <u>\$ 60,419</u>    |
| <b>Liabilities:</b>                             |                     |                   |                    |                     |
| Performance deposits payable, January 1, 2015   | \$ -                | \$ 218,181        | \$ -               | \$ 218,181          |
| Additions                                       | -                   | 50,828            | -                  | 50,828              |
| Deductions                                      | <u>-</u>            | <u>(10,229)</u>   | <u>-</u>           | <u>(10,229)</u>     |
| Performance deposits payable, December 31, 2015 | <u>\$ -</u>         | <u>\$ 258,780</u> | <u>\$ -</u>        | <u>\$ 258,780</u>   |
| Payroll withholdings payable, January 1, 2015   | \$ 9,872            | \$ -              | \$ -               | \$ 9,872            |
| Additions                                       | 27,521,817          | -                 | -                  | 27,521,817          |
| Deductions                                      | <u>(27,515,907)</u> | <u>-</u>          | <u>-</u>           | <u>(27,515,907)</u> |
| Payroll withholdings payable, December 31, 2015 | <u>\$ 15,782</u>    | <u>\$ -</u>       | <u>\$ -</u>        | <u>\$ 15,782</u>    |



# **STAT 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>137-141</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>143-147</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>148-153</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>154-157</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>158-160</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.



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

|  | 2015            | 2014           | 2013           | 2012           | 2011           | 2010           | 2009           | 2008           | 2007           | 2006           | a |
|--|-----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|----------------|---|
| <b>Governmental Activities:</b>                    |                 |                |                |                |                |                |                |                |                |                |   |
| Invested in capital assets,<br>net of related debt | \$ 134,342,338  | \$ 121,218,630 | \$ 114,473,654 | \$ 111,063,125 | \$ 100,501,820 | \$ 93,878,151  | \$ 96,105,611  | \$ 127,424,781 | \$ 123,500,699 | \$ 87,341,828  |   |
| Restricted   | 35,133,129      | 34,505,854     | 32,301,880     | 31,638,300     | 33,519,810     | 25,626,888     | 30,658,397     | 25,929,821     | 14,871,782     | 1,607,990      |   |
| Unrestricted                                       | (7,111,071) f   | 7,656,911      | 14,997,585     | 13,233,741     | 14,726,063     | 16,150,864     | 18,097,682     | 19,829,946     | 23,652,015     | 11,441,257     |   |
| Total governmental activities net position         | \$ 162,364,396  | \$ 163,381,395 | \$ 161,773,119 | \$ 155,935,166 | \$ 148,747,693 | \$ 135,655,903 | \$ 144,861,690 | \$ 173,184,548 | \$ 162,024,496 | \$ 100,391,075 |   |
| <b>Business - Type Activities:</b>                 |                 |                |                |                |                |                |                |                |                |                |   |
| Invested in capital assets,<br>net of related debt | \$ 80,474,188 g | \$ 80,865,842  | \$ 78,132,289  | \$ 79,660,471  | \$ 80,257,088  | \$ 80,563,974  | \$ 71,429,268  | \$ 70,311,934  | \$ 67,208,835  | \$ 56,974,554  |   |
| Restricted   | 5,675,787       | 5,756,425      | 5,673,161      | 4,669,581      | 3,903,753      | 4,639,898      | 1,523,784      | 2,065,804      | 23,419,114 d   | 1,717,275      |   |
| Unrestricted                                       | 19,983,359      | 17,032,778     | 16,975,886     | 15,682,765     | 13,661,085     | 16,264,900     | 24,761,609     | 19,941,737     | (380,408)      | 26,856,156     |   |
| Total business - type activities net position      | \$ 106,133,334  | \$ 103,655,045 | \$ 100,781,336 | \$ 100,012,817 | \$ 97,821,926  | \$ 101,468,772 | \$ 97,714,661  | \$ 92,319,475  | \$ 90,247,541  | \$ 85,547,985  |   |
| <b>Primary government:</b>                         |                 |                |                |                |                |                |                |                |                |                |   |
| Invested in capital assets,<br>net of related debt | \$ 214,816,526  | \$ 202,084,472 | \$ 192,605,943 | \$ 190,723,596 | \$ 180,758,908 | \$ 174,442,125 | \$ 167,534,879 | \$ 197,736,715 | \$ 190,709,534 | \$ 144,316,382 |   |
| Restricted   | 40,808,916      | 40,262,279     | 37,975,041     | 36,307,881     | 37,423,563     | 30,266,786     | 32,182,181     | 27,995,625     | 38,290,896     | 3,325,265      |   |
| Unrestricted                                       | 12,872,288      | 24,689,689     | 31,973,471     | 28,916,506     | 28,387,148     | 32,415,764     | 42,859,291     | 39,771,683     | 23,271,607     | 38,297,413     |   |
| Total primary government net position              | \$ 268,497,730  | \$ 267,036,440 | \$ 262,554,455 | \$ 255,947,983 | \$ 246,569,619 | \$ 237,124,675 | \$ 242,576,351 | \$ 265,504,023 | \$ 252,272,037 | \$ 185,939,060 |   |

The City of Noblesville implemented GASB 63 for the fiscal year ended December 31, 2012. Prior to the implementation, net position was stated as net assets.

a The 2006 balances were restated in 2007 to reflect certain prior period adjustments.

b Capital assets for 2007 were restated in 2008 to include \$42.7 million of infrastructure assets from the 146th Street project.

c Restricted funds from governmental activities include bond proceeds for debt service reserves and capitalized interest.

d Restricted funds from business activities include new revenue bond proceeds for construction of improvements to wastewater utility facilities.

e 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.

f The change in the unrestricted balance in the governmental funds is primarily due to the implementation of GASB 68 and GASB 71. The net pension asset, net pensions liability and OPEB obligation increased by a net \$14.6 million from the prior year.

g Capital assets were restated in 2015 to include a prior period adjustment of \$2,837,217 due to overstatement of capital assets for improvements.

**CITY OF NOBLESVILLE**

Changes in Net Position

For the years ended December 31,

|   | 2015          | 2014          | 2013          | 2012          | 2011          | 2010          | 2009          | 2008          | 2007         | 2006         |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|--------------|--------------|
| <b>Expenses:</b>                        |               |               |               |               |               |               |               |               |              |              |
| Governmental Activities:                |               |               |               |               |               |               |               |               |              |              |
| General government                      | \$ 21,513,337 | \$ 22,819,562 | \$ 16,170,350 | \$ 14,977,533 | \$ 16,156,250 | \$ 15,567,425 | \$ 23,812,337 | \$ 14,192,964 | \$ 9,958,044 | \$ 8,359,829 |
| Public safety                           | 25,618,321    | 26,621,910    | 24,538,187    | 24,141,504    | 24,179,519    | 23,105,515    | 22,963,366    | 23,282,769    | 21,691,988   | 18,782,406   |
| Highways and streets                    | 13,258,585    | 7,811,899     | 10,709,480    | 10,390,631    | 12,868,209    | 10,098,081    | 11,651,825    | 8,048,830     | 2,226,661    | 10,076,224   |
| Culture and recreation                  | 3,749,832     | 2,775,891     | 2,883,329     | 3,479,086     | 2,930,555     | 3,037,866     | 3,898,546     | 2,657,713     | 2,060,880    | 2,130,404    |
| Economic Development                    | 84,133        | 6,088,104     | 2,450,465     | 58,644        | -             | 20,316        | 1,241,557     | -             | -            | -            |
| Interest on long-term debt              | 6,333,374     | 7,083,600     | 8,395,540     | 8,484,701     | 9,398,440     | 9,416,948     | 10,108,830    | 11,517,623    | 6,990,544    | 4,472,514    |
| Total governmental activities expenses  | 70,557,582    | 73,200,966    | 65,147,351    | 61,532,099    | 65,532,973    | 61,246,151    | 73,676,661    | 59,699,899    | 42,928,117   | 43,821,377   |
| Business-Type Activities:               |               |               |               |               |               |               |               |               |              |              |
| Wastewater                              | 10,305,263    | 10,497,493    | 10,721,810    | 8,950,764     | 9,939,013     | 8,515,722     | 9,073,403     | 10,342,104    | 10,867,030   | 4,897,159    |
| Total business-type activities expenses | 10,305,263    | 10,497,493    | 10,721,810    | 8,950,764     | 9,939,013     | 8,515,722     | 9,073,403     | 10,342,104    | 10,867,030   | 4,897,159    |
| Total primary government expenses       | 80,862,845    | 83,698,459    | 75,869,161    | 70,482,863    | 75,471,986    | 69,761,873    | 82,750,064    | 70,042,003    | 53,795,147   | 48,718,536   |
| <b>Program Revenues:</b>                |               |               |               |               |               |               |               |               |              |              |
| Governmental Activities:                |               |               |               |               |               |               |               |               |              |              |
| Charges for services:                   |               |               |               |               |               |               |               |               |              |              |
| General Government                      | 2,547,606     | 3,219,779     | 2,763,026     | 1,503,676     | 1,762,854     | 1,956,741     | 3,079,111     | 3,256,605     | 3,251,548    | 1,920,314    |
| Public Safety                           | 3,602,836     | 4,392,253     | 5,037,767     | 3,369,859     | 3,479,598     | 3,856,827     | 2,829,023     | 2,093,103     | 2,259,777    | 2,044,568    |
| Highways and streets                    | 1,693,328     | 1,502,685     | 767,562       | 1,090,011     | 985,835       | 1,422,557     | 5,445,030     | 1,873,564     | 2,380,210    | 3,111,325    |
| Culture and recreation                  | 2,755,148     | 2,243,418     | 2,683,009     | 2,416,648     | 2,333,572     | 1,919,948     | 2,055,999     | 2,269,568     | 2,778,122    | 2,314,207    |
| Operating grants and contributions      | -             | -             | -             | -             | -             | -             | -             | -             | -            | -            |
| General Government                      | -             | -             | -             | -             | -             | -             | 3,169         | 195,690       | 115,190      | 40,990       |
| Public Safety                           | -             | -             | -             | -             | -             | -             | 45,000        | 49,399        | 107,557      | 321,454      |
| Highways and streets                    | 2,818,025     | 2,935,345     | 2,350,287     | 2,057,868     | 1,727,122     | 1,612,725     | 5,379,422     | 5,863,335     | 2,276,912    | 4,297,129    |
| Culture and recreation                  | -             | -             | -             | -             | -             | -             | -             | -             | 39,582       | 119,298      |
| Capital grants and contributions        | -             | -             | -             | -             | -             | -             | -             | -             | -            | -            |
| General Government                      | -             | -             | -             | -             | -             | -             | -             | -             | 352,550      | 424,803      |
| Public Safety                           | -             | -             | -             | -             | -             | -             | -             | -             | 53,371       | 52,067       |
| Highways and streets                    | 5,512,986     | 3,593,149     | 4,539,159     | 4,567,202     | 4,678,475     | 2,927,352     | 4,818,117     | 3,544,410     | 6,975,876    | 15,290,162   |
| Culture and recreation                  | -             | -             | -             | -             | -             | -             | -             | -             | -            | -            |
| Total governmental activities revenues  | 18,929,929    | 17,886,629    | 18,140,810    | 15,005,264    | 14,967,456    | 13,696,150    | 23,654,871    | 19,145,674    | 20,590,695   | 29,936,317   |
| Business-Type Activities:               |               |               |               |               |               |               |               |               |              |              |
| Wastewater:                             |               |               |               |               |               |               |               |               |              |              |
| Charges for services                    | 13,726,815    | 11,925,499    | 11,424,691    | 10,358,608    | 10,465,336    | 10,078,803    | 9,573,608     | 10,305,669    | 10,265,927   | 10,081,629   |
| Operating grants and contributions      | -             | -             | -             | -             | -             | -             | -             | -             | -            | -            |
| Capital grants and contributions        | 1,410,532     | 1,969,450     | 790,197       | 923,099       | 602,915       | 1,497,444     | 4,581,935     | 1,194,750     | 3,315,824    | 3,347,996    |
| Total business-type activities revenues | 15,137,347    | 13,894,949    | 12,214,888    | 11,281,707    | 11,068,251    | 11,576,247    | 14,155,543    | 11,500,419    | 13,581,751   | 13,429,625   |
| Total primary government revenues       | 34,067,276    | 31,781,578    | 30,355,698    | 26,286,971    | 26,035,707    | 25,272,397    | 37,810,414    | 30,646,093    | 34,172,446   | 43,365,942   |
| <b>Net Revenues (expenses):</b>         |               |               |               |               |               |               |               |               |              |              |
| Governmental activities                 | (51,627,653)  | (55,314,337)  | (47,006,541)  | (46,526,835)  | (50,565,517)  | (47,550,001)  | (50,021,790)  | (40,554,225)  | (22,337,422) | (13,885,060) |
| Business-type activities                | 4,832,084     | 3,397,456     | 1,493,078     | 2,330,943     | 1,129,238     | 3,060,525     | 5,082,140     | 1,158,315     | 2,714,721    | 8,532,466    |
| Total net revenues (expenses):          | (46,795,569)  | (51,916,881)  | (45,513,463)  | (44,195,892)  | (49,436,279)  | (44,489,476)  | (44,939,650)  | (39,395,910)  | (19,622,701) | (5,352,594)  |



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

|   | 2015          | 2014          | 2013          | 2012          | 2011          | 2010          | 2009          | 2008          | 2007          | 2006          |
|---|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|---------------|
| General revenues and other changes in net position: |               |               |               |               |               |               |               |               |               |               |
| Governmental activities:                            |               |               |               |               |               |               |               |               |               |               |
| Taxes:  |               |               |               |               |               |               |               |               |               |               |
| Property Taxes                                      | \$ 37,839,905 | \$ 35,527,771 | \$ 33,685,434 | \$ 33,518,336 | \$ 33,429,880 | \$ 31,499,986 | \$ 30,726,558 | \$ 31,297,880 | \$ 21,496,817 | \$ 18,938,695 |
| Food and beverage tax                               | 1,554,345     | 1,495,509     | 1,470,626     | 1,354,073     | 1,035,443     | 1,134,993     | 976,370       | 1,057,393     | 906,666       | 786,550       |
| County Option income tax <sup>b</sup>               | 18,799,297    | 16,028,903    | 17,209,846    | 15,391,329    | 18,872,642    | 7,278,699     | 14,510,985    | 14,819,612    | 12,939,381    | 9,684,323     |
| Financial institutions tax                          | 86,477        | 81,556        | 90,680        | 85,525        | 89,317        | 103,537       | 111,783       | 113,471       | 68,756        | 69,533        |
| Auto and aircraft excise tax <sup>b</sup>           | 2,306,721     | 2,321,322     | 2,091,156     | 2,005,476     | 1,948,698     | 1,860,137     | 2,037,471     | 1,914,759     | 1,158,011     | 961,210       |
| Commercial vehicle excise tax                       | 30,393        | 30,785        | 32,869        | 32,809        | 32,700        | 32,197        | 32,107        | 36,149        | 20,881        | 20,057        |
| State cigarette tax <sup>b</sup>                    | 166,133       | 174,956       | 250,456       | 175,426       | 143,823       | 146,638       | 153,567       | 34,900        | 37,660        | 42,882        |
| Gaming tax  | 307,860       | 307,860       | 307,860       | 307,860       | 246,253       | 246,254       | 246,254       | 246,845       | 248,132       | 247,622       |
| Other taxes   | 194,360       | 282,868       | 72,283        | 358,162       | 1,393,226     | 1,329,562     | 1,283,876     | 221,809       | 102,025       | 80,738        |
| Other Miscellaneous                                 | 177,227       | 137,730       | 183,394       | 197,775       | 1,457,788     | 96,081        | 94,128        | 351,169       | 479,202       | 521,137       |
| Unrestricted investment earnings                    | 152,006       | 81,927        | 75,691        | 87,537        | 107,044       | 181,152       | 366,182       | 1,620,290     | 3,759,583     | 2,526,149     |
| Transfers   | (332,792)     | 572,495       | 200,000       | 200,000       | 4,900,493     | -             | -             | -             | -             | -             |
| Total Governmental activities:                      | 61,281,932    | 57,043,682    | 55,670,295    | 53,714,308    | 63,657,307    | 43,909,236    | 50,539,281    | 51,714,277    | 41,217,114    | 33,878,896    |
| Business - Type activities:                         |               |               |               |               |               |               |               |               |               |               |
| Other Miscellaneous                                 | 150,630       | 48,748        | 46,830        | 59,948        | 124,409       | 84,208        | 313,046       | 913,619       | 470,461       | 6,507         |
| Unrestricted investment earnings                    | -             | -             | -             | -             | -             | -             | -             | -             | 1,514,374     | 1,347,162     |
| Transfers   | 332,792       | (572,495)     | (200,000)     | (200,000)     | (4,900,493)   | -             | -             | -             | -             | -             |
| Total Business - Type activities:                   | 483,422       | (523,747)     | (153,170)     | (140,052)     | (4,776,084)   | 84,208        | 313,046       | 913,619       | 1,984,835     | 1,353,669     |
| Total Primary Government                            | 61,765,354    | 56,519,935    | 55,517,125    | 53,574,256    | 58,881,223    | 43,993,444    | 50,852,327    | 52,627,896    | 43,201,949    | 35,232,565    |
| Change in net position                              |               |               |               |               |               |               |               |               |               |               |
| Governmental activities                             | 9,654,279     | 1,729,345     | 8,663,754     | 7,187,473     | 13,091,790    | (3,640,765)   | 517,491       | 11,160,052    | 18,879,692    | 19,993,836    |
| Business-type activities                            | 5,315,506     | 2,873,709     | 1,339,908     | 2,190,891     | (3,646,846)   | 3,144,733     | 5,395,186     | 2,071,934     | 4,699,556     | 9,886,135     |
| Total primary government                            | \$ 14,969,785 | \$ 4,603,054  | \$ 10,003,662 | \$ 9,378,364  | \$ 9,444,944  | \$ (496,032)  | \$ 5,912,677  | \$ 13,231,986 | \$ 23,579,248 | \$ 29,879,971 |

Notes:

- a 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.
- b In 2007, developers contributed a lower level of infrastructure assets.
- c 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.
- d 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 base their interlocal agreement.
- e 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.
- f 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.
- g The increase in 2009 was due to pension obligations paid by the state that received in the general fund and are expensed into the pension obligation funds.
- h 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.
- i COIT increased after State discovered previously reported excess distributions were erroneous.
- j Wastewater transferred \$4.7 million of infrastructure capital assets to the City related to the Maple Ave. project and \$200,000 in cash for payment of portion of 2009 COIT Bond payment.

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

|   | 2015                 | 2014                 | 2013                 | 2012                 | 2011                 | 2010                    | 2009                 | 2008                 | 2007                 | 2006                 |
|---|----------------------|----------------------|----------------------|----------------------|----------------------|-------------------------|----------------------|----------------------|----------------------|----------------------|
| <b>General Fund</b>                       |                      |                      |                      |                      |                      |                         |                      |                      |                      |                      |
| Reserved                                  |                      |                      |                      |                      |                      | \$ 340,366              | \$ 788,475           | \$ -                 | \$ -                 | \$ 438,066           |
| Unreserved                                |                      |                      |                      |                      |                      | 3,390,856               | 10,054,004           | 11,365,305           | 9,575,844            | 8,429,043            |
|   |                      |                      |                      |                      |                      | <sup>b</sup>            |                      |                      |                      |                      |
| <b>Spendable</b>                          |                      |                      |                      |                      |                      |                         |                      |                      |                      |                      |
| Assigned                                  | \$ 309,649           | \$ 109,704           | \$ 394,996           | \$ 195,808           | \$ 412,644           |                         |                      |                      |                      |                      |
| Unassigned                                | 18,178,914           | 15,372,664           | 13,981,022           | 14,414,375           | 10,611,369           |                         |                      |                      |                      |                      |
| <b>Total general fund</b>                 | <b>\$ 18,488,563</b> | <b>\$ 15,482,368</b> | <b>\$ 14,376,018</b> | <b>\$ 14,610,183</b> | <b>\$ 11,024,013</b> | <b>(1) \$ 3,731,222</b> | <b>\$ 10,842,479</b> | <b>\$ 11,365,305</b> | <b>\$ 9,575,844</b>  | <b>\$ 8,867,109</b>  |
| <b>All other governmental funds:</b>      |                      |                      |                      |                      |                      |                         |                      |                      |                      |                      |
| Reserved                                  |                      |                      |                      |                      |                      | \$ 140,000              | \$ 182,703           | \$ 52,257            | \$ 8,000             | \$ 93,109            |
| Unreserved, reported in:                  |                      |                      |                      |                      |                      |                         |                      |                      |                      |                      |
| Special revenue funds                     |                      |                      |                      |                      |                      | 9,596,605               | 7,133,268            | 4,518,786            | 8,746,607            | 9,248,520            |
| Debt service funds                        |                      |                      |                      |                      |                      | 16,577,470              | 21,535,866           | 16,705,425           | 13,796,356           | 15,539,652           |
| Capital projects funds                    |                      |                      |                      |                      |                      | 33,861,901              | 34,733,159           | 39,471,780           | 37,923,233           | 52,345,426           |
|   |                      |                      |                      |                      |                      |                         |                      |                      |                      | <sup>a</sup>         |
|   |                      |                      |                      |                      |                      |                         |                      |                      |                      | <sup>a</sup>         |
| <b>Spendable</b>                          |                      |                      |                      |                      |                      |                         |                      |                      |                      |                      |
| Restricted                                | \$ 9,407,820         | \$ 8,524,492         | \$ 6,656,775         | \$ 7,132,134         | \$ 9,907,989         |                         |                      |                      |                      |                      |
| Committed                                 | 38,347,660           | 35,694,449           | 37,902,843           | 38,354,850           | 38,824,798           |                         |                      |                      |                      |                      |
| Assigned                                  | 4,017,828            | 6,946,625            | 9,885,624            | 7,063,957            | 8,031,407            |                         |                      |                      |                      |                      |
| Unassigned                                | (43,585)             | (8,734)              | (42,286)             | (28,136)             | (23,399)             |                         |                      |                      |                      |                      |
| <b>Total all other governmental funds</b> | <b>\$ 51,729,723</b> | <b>\$ 51,156,832</b> | <b>\$ 54,402,956</b> | <b>\$ 52,522,805</b> | <b>\$ 56,740,795</b> | <b>\$ 60,175,976</b>    | <b>\$ 63,584,996</b> | <b>\$ 60,748,248</b> | <b>\$ 60,474,196</b> | <b>\$ 77,226,707</b> |

(1) In fiscal year 2011, the City implemented GASB 54 which changed the reporting for Governmental Fund Balances. The table reflects the new reporting for fiscal years after 2010.

<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,

|   | 2015                | 2014                  | 2013                | 2012                | 2011                | 2010                   | 2009                | 2008                | 2007                   | 2006                 |
|---|---------------------|-----------------------|---------------------|---------------------|---------------------|------------------------|---------------------|---------------------|------------------------|----------------------|
| <b>Revenues</b>   |                     |                       |                     |                     |                     |                        |                     |                     |                        |                      |
| Taxes   | \$ 54,099,969       | \$ 50,826,602         | \$ 47,153,892       | \$ 48,099,665       | \$ 52,302,522       | \$ 39,692,534          | \$ 46,983,488       | \$ 42,828,747       | \$ 35,313,930          | \$ 33,373,858        |
| Licenses and Permits                                      | 1,367,622           | 1,162,793             | 1,092,746           | 1,041,469           | 880,514             | 1,211,889              | 2,839,614           | 4,015,080           | 4,766,746              | 1,927,403            |
| Intergovernmental   | 8,194,392           | 8,312,947             | 7,418,576           | 7,006,243           | 9,561,405           | 6,400,980              | 10,109,448          | 9,733,750           | 4,568,974              | 4,499,564            |
| Charges for Services                                      | 7,426,221           | 6,163,387             | 6,453,022           | 4,608,884           | 4,968,841           | 4,266,662              | 3,391,410           | 3,498,977           | 4,255,528              | 3,488,269            |
| Fines and Forfeits  | 600,700             | 1,877,505             | 1,228,182           | 1,360,929           | 1,229,212           | 1,510,745              | 871,529             | 529,368             | 226,955                | 472,565              |
| Miscellaneous   | 813,896             | 1,702,464             | 1,929,422           | 1,024,593           | 2,397,883           | 2,643,998              | 6,035,727           | 3,420,874           | 9,514,350              | 9,246,271            |
| <b>Total Revenues</b>                                     | <b>72,502,800</b>   | <b>70,045,698</b>     | <b>65,275,840</b>   | <b>63,951,783</b>   | <b>71,340,377</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>Expenditures</b>                                       |                     |                       |                     |                     |                     |                        |                     |                     |                        |                      |
| General Government  | 15,874,520          | 15,576,962            | 12,186,309          | 10,608,113          | 9,595,888           | 10,886,951             | 12,313,353          | 10,549,024          | 9,456,041              | 7,642,116            |
| Public Safety   | 24,152,778          | 23,775,669            | 22,464,378          | 22,732,098          | 22,662,721          | 21,521,289             | 21,644,333          | 20,476,142          | 15,608,097             | 17,752,179           |
| Highways and Streets                                      | 4,317,061           | 3,787,550             | 3,591,857           | 3,170,642           | 2,955,128           | 3,736,184              | 4,894,379           | 4,909,892           | 4,981,030              | 5,859,767            |
| Culture and Recreation                                    | 2,895,237           | 2,215,298             | 2,118,893           | 2,680,447           | 2,369,580           | 2,313,302              | 2,416,834           | 2,292,540           | 2,190,187              | 1,881,389            |
| Economic Development                                      | -                   | -                     | -                   | -                   | -                   | 20,316                 | 1,241,557           | -                   | -                      | -                    |
| Capital Outlay  | 9,185,528           | 19,015,359            | 8,887,341           | 9,177,513           | 15,680,430          | 18,504,712             | 28,793,258          | 31,744,668          | 57,263,116             | 45,481,300           |
| Debt Service:   |                     |                       |                     |                     |                     |                        |                     |                     |                        |                      |
| Principal   | 13,132,466          | 10,615,415            | 9,268,325           | 8,171,799           | 6,309,128           | 5,723,110              | 4,554,177           | 3,512,432           | 2,405,000              | 10,075,000           |
| Interest  | 6,289,637           | 7,892,897             | 8,614,800           | 8,791,201           | 9,296,031           | 9,649,715              | 9,198,157           | 10,114,585          | 6,939,697              | 4,339,733            |
| Issuance costs  | 1,211,827           | 1,060,373             | 105,305             | 274,708             | -                   | 373,748                | 581,322             | 498,100             | 144,714                | 281,300              |
| <b>Total Expenditures</b>                                 | <b>77,059,054</b>   | <b>83,939,523</b>     | <b>67,237,208</b>   | <b>65,606,521</b>   | <b>68,868,906</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>    |
| Excess (deficiency) of revenues over (under) expenditures | (4,556,254)         | (13,893,825)          | (1,961,368)         | (1,654,738)         | 2,471,471           | (17,002,519)           | (15,406,154)        | (20,070,587)        | (40,341,399)           | (40,304,854)         |
| <b>Other Financing Sources (Uses)</b>                     |                     |                       |                     |                     |                     |                        |                     |                     |                        |                      |
| Financing by capital lease                                | 1,706,445           | 1,939,265             | 935,654             | 181,330             | 1,186,139           | 162,527                | 3,118,161           | 438,435             | 176,861                | 926,182              |
| Transfers in  | 16,887,479          | 17,041,102            | 17,191,252          | 16,254,913          | 20,957,273          | 15,955,695             | 15,776,830          | 11,662,418          | 7,915,290              | 6,434,805            |
| Transfers out   | (16,887,479)        | (17,041,102)          | (17,191,252)        | (16,254,913)        | (20,957,273)        | (15,955,695)           | (15,776,830)        | (11,662,418)        | (7,915,290)            | (6,434,805)          |
| Transfer from Proprietary Fund                            | 200,000             | 200,000               | 200,000             | 200,000             | 200,000             | -                      | -                   | -                   | -                      | -                    |
| Transfer to Wastewater Utility                            | -                   | -                     | -                   | -                   | -                   | -                      | (2,000,000)         | -                   | -                      | -                    |
| Payment to refunded bond escrow                           | (22,711,473)        | (82,050,214)          | (5,498,300)         | (23,982,202)        | -                   | (15,337,538)           | (4,226,832)         | -                   | -                      | -                    |
| Issuance of debt  | 28,840,000          | 91,665,000            | 7,970,000           | 24,235,000          | -                   | 20,730,000             | 20,845,000          | 21,615,000          | 24,330,000             | 74,884,855           |
| Premium (discount) on issuance of debt                    | 100,368             | -                     | -                   | 388,790             | -                   | 927,253                | (16,258)            | 80,665              | (209,238)              | -                    |
| <b>Total other financing sources (uses)</b>               | <b>8,135,340</b>    | <b>11,754,051</b>     | <b>3,607,354</b>    | <b>1,022,918</b>    | <b>1,386,139</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>Net change in fund balance</b>                         | <b>\$ 3,579,086</b> | <b>\$ (2,139,774)</b> | <b>\$ 1,645,986</b> | <b>\$ (631,820)</b> | <b>\$ 3,857,610</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> |
| Debt service as a percentage of noncapital expenditures   | 28.6%               | 28.5%                 | 30.6%               | 30.1%               | 29.3%               | 28.4%                  | 24.2%               | 26.0%               | 22.4%                  | 30.1%                |

a City issued \$65 million in bonds for 146th Street extension and infrastructure improvements for Hamilton Town Center.

b In 2006, County Option Income Tax was reclassified from Intergovernmental Revenue to Tax Revenue

c City issued \$24 million for Hazel Dell Road extension.

d Due to decline in local option income tax collections.

e Discretionary capital outlay expenditures lowered in anticipation of lower tax revenues.

f Increase in County Option Income Tax due to State correcting previously understated tax collections and distributions.



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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 |
| 2015          | 586,811,497     | 304,508,025 | 28,926,527 | 4,518,637  | 924,764,686         |
| 2014          | 548,297,686     | 305,579,010 | 28,510,678 | 4,016,320  | 886,403,694         |
| 2013          | 527,158,290     | 309,009,681 | 27,785,329 | 4,010,176  | 867,963,476         |
| 2012          | 523,665,894     | 310,967,771 | 27,020,979 | 4,022,320  | 865,676,964         |
| 2011          | 519,476,575     | 316,341,707 | 24,909,933 | 3,353,651  | 864,081,866         |
| 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 (5)     |
| 2006          | 518,083,923     | 161,383,154 | 12,452,283 | 11,891,857 | 703,811,217         |

| Total |                   |                                     |                                |                    |                    |                          |
|-------|-------------------|-------------------------------------|--------------------------------|--------------------|--------------------|--------------------------|
|       | Personal Property | Total Real and<br>Personal Property | Less Tax<br>Increment District | Assessed Value (1) | True Tax Value (2) | Total Direct<br>Tax Rate |
| 2015  | 58,002,032        | 982,766,718                         | 190,542,296                    | 792,224,422        | 2,376,673,264      | 1.2021                   |
| 2014  | 55,589,937        | 941,993,631                         | 154,313,353                    | 787,680,278        | 2,363,040,834      | 1.2060                   |
| 2013  | 53,836,760        | 921,800,236                         | 151,020,477                    | 770,779,759        | 2,312,339,276      | 1.1534                   |
| 2012  | 53,115,341        | 918,792,305                         | 152,789,786                    | 766,002,519        | 2,298,007,557      | 1.1502                   |
| 2011  | 63,449,760        | 927,531,626                         | 175,867,017                    | 751,664,609        | 2,254,993,827      | 1.0521                   |
| 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                   |

(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.

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

|                                   | 2015             | 2014             | 2013             | 2012             | 2011             |
|-----------------------------------|------------------|------------------|------------------|------------------|------------------|
| <b>City Direct Rates</b>          |                  |                  |                  |                  |                  |
| Corporation General               | \$ 0.7803        | \$ 0.7630        | \$ 0.7451        | \$ 0.7494        | \$ 0.7234        |
| MVH                               | 0.0919           | 0.0965           | 0.1081           | 0.0936           | 0.1019           |
| Fire Pension                      | -                | -                | -                | -                | -                |
| Police Pension                    | -                | -                | -                | -                | -                |
| Cumulative Cap Development        | 0.0463           | 0.0486           | 0.0294           | 0.0280           | 0.0299           |
| Park                              | 0.0752           | 0.0662           | 0.0675           | 0.0591           | 0.0598           |
| Debt Service                      | 0.0058           | 0.0059           | 0.0056           | 0.0070           | 0.0038           |
| Lease Rental                      | 0.0651           | 0.0723           | 0.0702           | 0.0869           | 0.0482           |
| Fire Building Debt                | 0.0233           | 0.0288           | 0.0281           | 0.0345           | 0.0213           |
| Thoroughfare Bond                 | 0.0204           | 0.0268           | 0.0146           | 0.0321           | 0.0196           |
| Fire Equipment Debt               | -                | -                | -                | -                | -                |
| Cum Fire Special                  | 0.0180           | 0.0189           | 0.0194           | 0.0185           | 0.0198           |
| Redevelopment Bonds #1            | -                | -                | -                | -                | -                |
| Redevelopment Bonds #2            | -                | -                | -                | -                | -                |
| Obligation Bond                   | -                | -                | -                | -                | -                |
| Corporate Bond #2                 | 0.0441           | 0.0444           | 0.0471           | -                | -                |
| City Redevelopment TIF TIR        | -                | -                | -                | -                | -                |
| Debt Payment                      | 0.0317           | 0.0346           | 0.0183           | 0.0411           | 0.0244           |
| <b>Total Direct Rate</b>          | <u>\$ 1.2021</u> | <u>\$ 1.2060</u> | <u>\$ 1.1534</u> | <u>\$ 1.1502</u> | <u>\$ 1.0521</u> |
| <b>Overlapping Rates:</b>         |                  |                  |                  |                  |                  |
| <b>State Rate</b>                 | -                | -                | -                | -                | -                |
| <b>County Rate</b>                | 0.2926           | 0.3054           | 0.3074           | 0.2901           | 0.2769           |
| <b>Solid Waste</b>                | 0.0033           | 0.0033           | 0.0033           | 0.0032           | 0.0030           |
| <b>Township Rates</b>             |                  |                  |                  |                  |                  |
| Noblesville                       | 0.0080           | 0.0079           | 0.0078           | 0.0076           | 0.0052           |
| Delaware                          | 0.0241           | 0.0232           | 0.0241           | 0.0224           | 0.0208           |
| Wayne                             | 0.0145           | 0.0153           | 0.0158           | 0.0161           | 0.0160           |
| Fall Creek                        | 0.0077           | 0.0047           | 0.0050           | 0.0079           | 0.0105           |
| <b>Library Rates</b>              | 0.0677           | 0.0708           | 0.0702           | 0.0756           | 0.0615           |
| <b>School Districts</b>           |                  |                  |                  |                  |                  |
| Noblesville School Corporation    | 1.4984           | 1.4520           | 1.4584           | 1.3502           | 1.3686           |
| Hamilton Southeastern School Corp | 1.1426           | 1.1501           | 1.1746           | 1.1376           | 1.1263           |

Source: Hamilton County Auditor's Office



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

|                                   | <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           | -                    | -                | -                |
| Corporate Bond #2                 | -                | -                | -                    | -                | -                |
| City Redevelopment TIF TIR        | -                | 0.0339           | 0.0275               | 0.0238           | 0.0199           |
| Debt Payment                      | 0.0276           | 0.0316           | -                    | -                | -                |
| <b>Total Direct Rate</b>          | <u>\$ 1.0276</u> | <u>\$ 1.0615</u> | <u>(1) \$ 0.7814</u> | <u>\$ 0.7670</u> | <u>\$ 0.8189</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           |

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

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

| Taxpayer  | 2015                 |      |   | 2006                 |      |   |
|---|----------------------|------|---|----------------------|------|---|
|   | Assessed Value       | Rank | Percent of Total City<br>Assessed Value * | Assessed Value       | Rank | Percent of Total City<br>Assessed Value * |
| Hamilton Town Center LLC  | \$ 20,178,000        | 1    | 2.55%                                     |                      |      |   |
| Pedcor Property Acquisition LLC / Lions Creek Associates Ltd                          | 11,393,437           | 2    | 1.44%                                     | 9,728,357            | 1    | 1.38%                                     |
| Prairie Lakes Apartments LLC  | 11,120,833           | 3    | 1.40%                                     |                      |      |   |
| SMC Corporation   | 10,995,487           | 4    | 1.39%                                     |                      |      |   |
| Inland Southeast Stoney Creek LLC/Inland Real Estate Corp./Inland Real Estate BSC LLC | 8,181,567            | 5    | 1.03%                                     | 5,920,900            | 5    | 0.84%                                     |
| Autumn Breeze Apartment Homes LLC   | 7,310,833            | 6    | 0.92%                                     |                      |      |   |
| Town & Country Noblesville Station  | 6,478,200            | 7    | 0.82%                                     |                      |      |   |
| Meijer Stores LP  | 6,332,360            | 8    | 0.80%                                     | 7,202,953            | 3    | 1.02%                                     |
| Northlake Village Apartments  | 5,237,300            | 9    | 0.66%                                     |                      |      |   |
| Duke Energy   | 4,996,210            | 10   | 0.63%                                     |                      |      |   |
| W. Hare & Son   |                      |      |   | 7,225,437            | 2    | 1.03%                                     |
| Wal-Mart Stores, Inc.   |                      |      |   | 7,134,847            | 4    | 1.01%                                     |
| BFS Diversified Products LLC/Firestone  |                      |      |   | 5,380,260            | 6    | 0.76%                                     |
| Wayne R. Nelson Associates  |                      |      |   | 4,497,907            | 7    | 0.64%                                     |
| Lowe's Home Center  |                      |      |   | 4,452,600            | 8    | 0.63%                                     |
| Home Depot  |                      |      |   | 4,762,367            | 9    | 0.68%                                     |
| Village of Pebblebrook Apartments   |                      |      |   | 3,232,933            | 10   | 0.46%                                     |
|   | <u>\$ 92,224,227</u> |      | <u>11.64%</u>                             | <u>\$ 59,538,561</u> |      | <u>8.45%</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

|      | Total Taxes Levied for the<br>Current Fiscal Year | Collection of Current Fiscal<br>Year Tax Levy<br>(A) | % of<br>Levy | Collections of Prior<br>Year Levies<br>(B) | Total Collections |           |
|------|---|--|--------------|--|-------------------|-----------|
|      |   |  |              |  | Amount<br>(C)     | % of Levy |
| 2015 | \$ 24,024,178                                     | \$ 21,590,353  | 89.87%       | \$ 1,812,366                               | 23,402,719        | 97.41%    |
| 2014 | 24,024,254  | 21,402,447   | 89.09%       | 2,158,577                                  | 23,561,024        | 98.07%    |
| 2013 | 22,375,332  | 20,278,330   | 90.63%       | 1,819,649                                  | 22,097,979        | 98.76%    |
| 2012 | 22,203,527  | 21,399,097   | 96.38%       | 1,013,643                                  | 22,412,740        | 100.94%   |
| 2011 | 20,186,694  | 18,828,498   | 93.27%       | 799,275                                    | 19,627,773        | 97.23%    |
| 2010 | 20,344,472  | 18,857,208   | 92.69%       | 1,420,632                                  | 20,277,840        | 99.67%    |
| 2009 | 22,951,944  | 21,555,699   | 93.92%       | 1,333,751                                  | 22,889,450        | 99.73%    |
| 2008 | 20,967,522  | N/A  | N/A          | N/A  | 20,729,792        | 98.87%    |
| 2007 | 18,697,437  | N/A  | N/A          | N/A  | 18,636,739        | 99.68%    |
| 2006 | 17,301,765  | N/A  | N/A          | N/A  | 17,118,116        | 98.94%    |

- (A) Amount represents collections of tax levy due in the reporting year. For 2008 and years prior, the data to segregate collections for the current year levy from collections of prior levy's is not available.
- (B) Collections of prior year levies represents any collections for years prior to the reporting year. The data to segregate collections by year billed in unavailable.
- (C) Total collections in the reporting year is the total of taxes due and collected in reporting year and any delinquent taxes collected in reporting year.

Note: Hamilton County Auditor's Office system is not set-up to track collections by year levied. As of the end of 2015, total delinquent property tax due to the City for 2015 and all prior years was approximately \$834,936.

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<br>Bonds | Redevelopment<br>Bonds | COIT Bonds    | Tax Increment<br>Bonds | Capital Leases |  |
| 2015                    | \$ 24,385,818                 | \$ 4,735,000           | \$ 6,168,589  | \$ 155,762,527         | \$ 3,461,345   |  |
| 2014                    | 26,490,795                    | 5,115,000              | 6,906,647     | 156,630,940            | 3,202,327      |  |
| 2013                    | 27,577,577                    | 5,570,000              | 7,719,656     | 149,265,752            | 2,383,216      |  |
| 2012                    | 29,290,758                    | 5,542,794              | 6,001,093     | 153,034,105            | 2,446,531      |  |
| 2011                    | 30,940,820                    | 5,834,910              | 6,580,694     | 157,574,307            | 3,171,999      |  |
| 2010                    | 32,402,694                    | 6,116,915              | 6,985,253     | 160,936,481            | 2,969,988      |  |
| 2009                    | 33,560,226                    | 7,408,375              | 7,479,712     | 156,929,679            | 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      |  |

| Business Activities |                                  |                         |                |                             |   |                              |
|---------------------|----------------------------------|-------------------------|----------------|-----------------------------|---|------------------------------|
|                     | Total Governmental<br>Activities | Sewage Revenue<br>Bonds | Capital Leases | Total Primary<br>Government | Percentage of<br>Personal Income <sup>1</sup> | Debt per Capita <sup>1</sup> |
| 2015                | 194,513,279                      | \$ 40,889,842           | \$ 152,880     | 235,556,001                 | 6.31%   | 3,982                        |
| 2014                | 198,345,709                      | 41,954,716              | 201,171        | 240,501,596                 | 7.36%   | 4,159                        |
| 2013                | 192,516,201                      | 43,912,941              | -              | 236,429,142                 | 7.47%   | 4,188                        |
| 2012                | 196,315,281                      | 40,144,358              | -              | 236,459,639                 | 8.26%   | 4,280                        |
| 2011                | 204,102,730                      | 41,439,047              | -              | 245,541,777                 | 9.29%   | 4,522                        |
| 2010                | 209,411,331                      | 30,738,030              | -              | 240,149,361                 | 10.14%  | 4,621                        |
| 2009                | 209,218,018                      | 31,933,143              | -              | 241,151,161                 | 10.10%  | 4,791                        |
| 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                        |

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

Notes:

- 1) The debt capacity statistical tables have been revised for the years 2009 through 2014 to include premiums, discounts and similar adjustments. Information to restate earlier years was not available.

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

|      | Building<br>Corporation<br>Bonds | Redevelopment<br>Bonds | Total         | Funds Restricted for<br>Principal/Interest | Net Bonded Debt | Ratio of Net<br>Bonded Debt to<br>Assessed Value* | Net Bonded<br>Debt Per<br>Capita * |
|------|----------------------------------|------------------------|---------------|--|-----------------|---|------------------------------------|
| 2015 | \$ 24,385,818                    | \$ 4,735,000           | \$ 29,120,818 | \$ 4,098,801                               | \$ 25,022,017   | 3.16%   | 423                                |
| 2014 | 26,490,795                       | 5,115,000              | 31,605,795    | 3,605,357                                  | 28,000,438      | 3.55%   | 484                                |
| 2013 | 27,577,577                       | 5,570,000              | 33,147,577    | 3,117,761                                  | 30,029,816      | 3.90%   | 532                                |
| 2012 | 29,290,758                       | 5,542,794              | 34,833,552    | 3,861,745                                  | 30,971,807      | 4.04%   | 561                                |
| 2011 | 30,940,820                       | 5,834,910              | 36,775,730    | 7,571,067                                  | 29,204,663      | 3.89%   | 538                                |
| 2010 | 32,402,694                       | 6,116,915              | 38,519,609    | 7,427,748                                  | 31,091,861      | 4.24%   | 598                                |
| 2009 | 33,560,226                       | 7,408,375              | 40,968,601    | 9,970,223                                  | 30,998,378      | 4.32%   | 616                                |
| 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                                |

\* 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, 2015 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: \$375,996 2001 Building Corp. Lease Rental Bonds; \$4,670,000 2014 Building Corp. First Mortgage Refunding Bonds; \$12,340,000 2014B Building Corp. First Mortgage Refunding Bonds; \$6,999,822 2008 Building Corporation 1st Mortgage Bonds.
- 4) The amount of debt service funds netted against outstanding debt represents cash restricted by ordinance for the repayment of the property tax paid bonds listed above.

**CITY OF NOBLESVILLE**  
Direct and Overlapping Debt  
At December 31, 2015

| <u>Governmental Unit</u>                          | <u>Outstanding Debt</u> | <u>Percent Applicable to<br/>Noblesville</u> | <u>Amount Applicable to<br/>Noblesville</u> |
|---|-------------------------|--|---|
| <b>Direct Debt:</b>                               |                         |  |   |
| City of Noblesville                               | <u>\$ 194,513,279</u>   | 100.00%                                      | <u>\$ 194,513,279</u>                       |
| <b>Overlapping Debt Paid with Property Taxes:</b> |                         |  |   |
| Hamilton Southeastern School Corporation          | 329,700,000             | 3.98%  | 13,122,060                                  |
| Noblesville Schools                               | 151,371,187             | 84.66%                                       | 128,150,847                                 |
| Noblesville Southeastern Public Library           | 15,475,000              | 27.61%                                       | 4,272,648                                   |
| Hamilton County                                   | 103,980,000             | 12.98%                                       | 13,496,604                                  |
| Wayne Township                                    | 41,666                  | 50.39%                                       | 20,995                                      |
| Delaware Township                                 | 1,703,169               | 0.99%  | 16,861                                      |
| Noblesville Township                              | 166,666                 | 84.66%                                       | 141,099                                     |
| <b>Other Overlapping Debt:</b>                    |                         |  |   |
| Hamilton County Tax Increment Bonds               | 58,795,000              | 12.98%                                       | 7,631,591                                   |
| Hamilton County - County Option Income Tax        | 15,625,000              | 12.98%                                       | 2,028,125                                   |
| Hamilton County - Revenue Bonds                   | <u>2,910,000</u>        | 12.98%                                       | <u>377,718</u>                              |
| Subtotal Overlapping Debt                         | <u>\$ 679,767,688</u>   |  | <u>\$ 169,258,548</u>                       |
| <b>Total Direct and Overlapping Debt</b>          |                         |  | <u><u>\$ 363,771,827</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, 2015

### Legal Debt Margin Calculation for Fiscal Year 2015

|                                   |                             |
|-----------------------------------|-----------------------------|
| Assessed value                    | \$ 792,224,422              |
| Debt Limit (2% of assessed value) | 15,844,488                  |
| Debt applicable to limit (A)      | <u>5,110,000</u>            |
| Legal debt margin                 | <u><u>\$ 10,734,488</u></u> |

|      | Debt Limit | Total net debt<br>applicable to limit | Legal debt margin | Total net debt applicable<br>to the limit as a<br>percentage of debt limit |
|------|------------|---------------------------------------|-------------------|--|
| 2015 | 15,844,488 | 5,110,000                             | 10,734,488        | 32.25%   |
| 2014 | 15,753,606 | 3,560,000                             | 12,193,606        | 22.60%   |
| 2013 | 15,415,595 | 3,970,000                             | 11,445,595        | 25.75%   |
| 2012 | 15,320,050 | 4,365,000                             | 10,955,050        | 28.49%   |
| 2011 | 15,033,292 | 4,745,000                             | 10,288,292        | 31.56%   |
| 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%   |

(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 2009 COIT Bonds and the 2013 Taxable Economic Development Bonds. The Redevelopment Commission may also issue general obligation debt subject to its own 2% limit. As of 12/31/2015, the Commission had \$10,950,000 outstanding Redevelopment District Bonds subject to this debt limit.

**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  |          |
| 2015 | \$ 16,034,385            | 740,000      | 232,339  | 16.49    | \$ 14,590,928                    | 7,700,000    | 4,357,664 | 1.21     |
| 2014 | 14,911,368               | 815,000      | 258,355  | 13.89    | 12,341,719                       | 4,960,000    | 6,467,073 | 1.08     |
| 2013 | 13,941,052               | 750,000      | 273,368  | 13.62    | 11,383,937                       | 4,400,000    | 6,651,269 | 1.03     |
| 2012 | 13,528,329               | 590,000      | 256,438  | 15.98    | 11,494,982                       | 3,960,000    | 6,763,649 | 1.07     |
| 2011 | 12,636,365 (2)           | 415,000      | 252,312  | 18.94    | 13,763,302                       | 3,215,000    | 7,191,746 | 1.32     |
| 2010 | 12,884,599               | 360,000      | 232,605  | 21.74    | 12,070,518                       | 2,065,000    | 7,030,611 | 1.33     |
| 2009 | 13,183,558               | 365,000      | 304,121  | 19.70    | 9,202,134                        | 1,500,000    | 7,050,948 | 1.08     |
| 2008 | 12,159,501               | 305,000      | 185,778  | 24.78    | 7,079,079                        | 1,115,000    | 5,613,033 | 1.05     |
| 2007 | 11,069,152               | 295,000      | 200,353  | 22.35    | 5,807,060                        | 495,000      | 4,019,340 | 1.29     |
| 2006 | 10,225,147               | 280,000      | 214,135  | 20.69    | 3,718,543                        | 480,000      | 943,670   | 2.61     |

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

- (1) 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.
- (2) Includes \$1,507,611 of undistributed 2011 COIT distributions the State had mistakenly withheld and paid to the City in April of 2012.

# CITY OF NOBLESVILLE

## Business - Type Activities Pledged Revenue Coverage

Last Ten Fiscal Years

|      | Gross<br>Revenue (1) | Direct<br>Operating<br>Expenses (2) | Net Revenue<br>Available for<br>Debt Service | Sewage Revenue Bond<br>Debt Service Requirements |                  |            | Coverage |
|------|----------------------|-------------------------------------|--|--|------------------|------------|----------|
|      |                      |                                     |  | Principal  | Interest         | Total      |          |
| 2015 | \$ 13,877,445        | \$ 5,501,009                        | \$ 8,376,436                                 | \$ 20,773,291                                    | (5) \$ 1,134,927 | 21,908,218 | 0.38     |
| 2014 | 11,974,247           | 5,714,967                           | 6,259,280                                    | 2,033,750  | 1,695,625        | 3,729,375  | 1.68     |
| 2013 | 11,471,521           | 5,635,435                           | 5,836,086                                    | 9,055,000  | (4) 1,626,433    | 10,681,433 | 0.55     |
| 2012 | 10,418,556           | 4,720,032                           | 5,698,524                                    | 1,285,000  | 1,882,563        | 3,167,563  | 1.80     |
| 2011 | 10,589,745           | 5,686,411                           | 4,903,334                                    | 1,235,000  | 1,752,587        | 2,987,587  | 1.64     |
| 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  | (3) 504,290      | 3,829,290  | 2.14     |

(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 1998 Revenue Bonds during 2006.

(4) Includes \$7,710,000 refunding of the 2003 Bonds. Bond coverage excluding principal refunded was 1.96.

(5) Includes \$18,860,000 refunding of the 2006 and 2007 Bonds. Bond coverage excluding principal refunded was 2.75.



**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 |
| 2015 | 59,153              | 10,126                | 3.5%                  | \$ 3,735.0                                | \$ 63,141                      | 309,697    | \$ 19,554.6                           | \$ 63,141                  |
| 2014 | 57,824              | 9,947                 | 4.4%                  | 3,267.9                                   | 56,515                         | 302,623    | 17,102.7                              | 56,515                     |
| 2013 | 56,458              | 9,780                 | 6.0%                  | 3,164.5                                   | 56,051                         | 296,693    | 16,629.9                              | 56,051                     |
| 2012 | 55,243              | 9,516                 | 6.7%                  | 2,862.9                                   | 51,824                         | 289,495    | 15,002.8                              | 51,824                     |
| 2011 | 54,295              | 9,181                 | 7.9%                  | 2,643.7                                   | 48,692                         | 276,452    | 13,461.0                              | 48,692                     |
| 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                     |

Sources:

- 1) Population for 2010 is per official 2010 U.S. census. Estimated population for 2008, 2009, 2012, 2013, 2014 & 2015 are from the Noblesville Planning Department. Population for 2006, 2007 & 2011 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).
- 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. Hamilton County personal income and per capita income figures are for the prior calendar year. 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 capita 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>2015</u>      |             |  | <u>2006</u>      |             |  |
|------------------------------------|------------------|-------------|--|------------------|-------------|--|
|                                    | <u>Employees</u> | <u>Rank</u> | <u>Percentage of<br/>Total City<br/>Employment *</u> | <u>Employees</u> | <u>Rank</u> | <u>Percentage of<br/>Total City<br/>Employment *</u> |
| Noblesville School Corporation     | 1,529            | 1           | 4.82%  | 942              | 2           | 4.76%  |
| Riverview Hospital (1)             | 1,291            | 2           | 4.07%  | 1,200            | 1           | 6.07%  |
| Hamilton County                    | 775              | 3           | 2.44%  | 755              | 3           | 3.82%  |
| SMC Corporation of America         | 680              | 4           | 2.14%  |                  |             |  |
| Ambu, Inc. (formerly King Systems) | 425              | 5           | 1.34%  | 405              | 5           | 2.05%  |
| Wal-Mart Stores, Inc. (1)          | 400              | 6           | 1.26%  | 650              | 4           | 3.29%  |
| City of Noblesville                | 380              | 7           | 1.20%  | 358              | 7           | 1.81%  |
| Helmer Inc.                        | 224              | 8           | 0.71%  |                  |             |  |
| Hare Chevrolet (1)                 | 210              | 9           | 0.66%  |                  |             |  |
| Ryan Fire Protection Inc.          | 195              | 10          | 0.61%  |                  |             |  |
| Firestone Industrial Products      |                  |             |  | 385              | 6           | 1.95%  |
| Industrial Dielectrics, Inc.       |                  |             |  | 200              | 8           | 1.01%  |
| Riverwalk Village                  |                  |             |  | 179              | 9           | 0.91%  |
| Perfecto                           |                  |             |  | 175              | 10          | 0.88%  |
| Total                              | <u>6,109</u>     |             | <u>19.25%</u>  | <u>5,249</u>     |             | <u>26.55%</u>  |

\* Total employment as used above represents the total employment of all employers located within City limits. Total employment for 2015 and 2006 was 31,715 and 19,778 respectively.

(1) Includes full and part time employment

Source: Noblesville Department of Economic Development

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# CITY OF NOBLESVILLE

Full-Time-Equivalent City Government Employees by Function/Program  
Last Ten Years

|  | 2015       | 2014       | 2013       | 2012       | 2011       | 2010       | 2009       | 2008       | 2007       | 2006       |
|--|------------|------------|------------|------------|------------|------------|------------|------------|------------|------------|
| <b>Full-time Equivalent Employees as of December 31,</b> |            |            |            |            |            |            |            |            |            |            |
| <b>General Government</b>                                |            |            |            |            |            |            |            |            |            |            |
| Board of Works   | 3          | 3          | 3          | 3          | 3          | 3          | 3          | 6          | 5          | 3          |
| Mayor  | 5          | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 6          | 4          |
| Clerk-Treasurer  | 5          | 5          | 5          | 5          | 5          | 5          | 5          | 5          | 5          | 4          |
| Planning   | 13         | 13         | 13         | 13         | 13         | 15         | 17         | 19         | 21         | 18         |
| Court  | 3          | 3          | 3          | 3          | 3          | 3          | 3          | 3          | 3          | 3          |
| Network Administrator                                    | 4          | 4          | 4          | 3          | 3          | 3          | 3          | 3          | 3          | 2          |
| Council  | 7          | 7          | 7          | 7          | 7          | 7          | 7          | 7          | 7          | 7          |
| Human Resources  | 3          | 3          | 3          | 2          | 2          | 2          | 2          | 2          | 2          | 2          |
| Economic Development                                     | 3          | 3          | 4          | 5          | 3          | 3          | 3          | 4          | 4          | 2          |
| Engineering  | 10         | 10         | 10         | 10         | 10         | 10         | 10         | 11         | 11         | 8          |
| <b>Public Safety</b>                                     |            |            |            |            |            |            |            |            |            |            |
| Police   |            |            |            |            |            |            |            |            |            |            |
| Officers   | 76         | 73         | 73         | 72         | 72         | 72         | 75         | 73         | 67         | 66         |
| Civilians  | 11         | 10         | 10         | 10         | 10         | 9          | 11         | 12         | 11         | 10         |
| Fire   |            |            |            |            |            |            |            |            |            |            |
| Firefighters and Officers                                | 127        | 122        | 126        | 126        | 125        | 125        | 130        | 124        | 124        | 124        |
| Civilians  | 3          | 5          | 5          | 5          | 5          | 5          | 6          | 6          | 6          | 5          |
| Emergency Medical Services                               |            |            |            |            |            |            |            |            |            |            |
| Volunteer Police   | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 0          | 1          |
| Communications   | 0          | 0          | 4          | 4          | 19         | 19         | 19         | 19         | 17         | 17         |
| <b>Highway and Streets</b>                               | 32         | 35         | 35         | 34         | 33         | 34         | 37         | 37         | 37         | 33         |
| <b>Parks and recreation</b>                              | 22         | 22         | 22         | 21         | 19         | 16         | 20         | 20         | 19         | 17         |
| <b>Wastewater</b>  | 33         | 33         | 33         | 35         | 35         | 36         | 38         | 41         | 38         | 32         |
| <b>TOTAL</b>   | <u>360</u> | <u>357</u> | <u>366</u> | <u>364</u> | <u>373</u> | <u>373</u> | <u>395</u> | <u>398</u> | <u>386</u> | <u>358</u> |

Source: Year End Reports of City Departments. EMS Communication functions were assumed by the County in 2014.

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

|  | 2015           | 2014           | 2013           | 2012           | 2011           |
|--|----------------|----------------|----------------|----------------|----------------|
| <b>General Government</b>                            |                |                |                |                |                |
| Building Permits Issued:                             |                |                |                |                |                |
| Residential (Single/Multi Families)                  | 1,242          | 790            | 685            | 398            | 410            |
| Commercial   | 28             | 23             | 14             | 12             | 12             |
| Estimated Property Value of Building Permits Issued  | \$ 245,761,953 | \$ 343,389,819 | \$ 152,490,663 | \$ 148,893,479 | \$ 129,969,200 |
| <b>Public Safety</b>                                 |                |                |                |                |                |
| Police:  |                |                |                |                |                |
| Calls for Service                                    | 44,329         | 44,086         | 43,370         | 43,859         | 41,107         |
| Physical Arrests                                     | 1,160          | 1,079          | 1,178          | 1,501          | 1,399          |
| Citations Issued                                     | 1,490          | 1,579          | 1,959          | 2,800          | 3,090          |
| Fire:  |                |                |                |                |                |
| Emergency Medical Responses                          | 3,969          | 3,730          | 3,496          | 3,590          | 3,440          |
| Fire Runs  | 1,323          | 1,257          | 1,077          | 1,204          | 1,273          |
| <b>Highway and Streets</b>                           |                |                |                |                |                |
| Total miles of public streets                        | 255.6          | 248.13         | 247.52         | 246.9          | 242.8          |
| <b>Parks and recreation</b>                          |                |                |                |                |                |
| Golf Rounds Played                                   | 37,183         | 36,072         | 37,657         | 40,164         | 39,875         |
| Number of reservations at Forest Park Inn            | 283            | 124            | 115            | 125 *          | 327            |
| <b>Wastewater</b>                                    |                |                |                |                |                |
| Average daily sewage treatment (millions of gallons) | 5.974          | 5.684          | 5.699          | 4.896          | 4.930          |
| Number of customers served                           | 19,359         | 18,846         | 18,368         | 17,874         | 17,501         |

\* Starting in 2012, reservations recorded are paid reservations.

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

|   | 2010          | 2009          | 2008           | 2007           | 2006           |
|---|---------------|---------------|----------------|----------------|----------------|
| <b>Building Permits issued:</b>                     |               |               |                |                |                |
| Residential (Single/Multi Families)                 | 408           | 918           | 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 (million 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         |

Source: Year End Reports of City Departments



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

|                             | 2015   | 2014   | 2013   | 2012   | 2011   | 2010   | 2009   | 2008             | 2007   | 2006   |
|-----------------------------|--------|--------|--------|--------|--------|--------|--------|------------------|--------|--------|
| <b>Public Safety</b>        |        |        |        |        |        |        |        |                  |        |        |
| Police Stations             | 1      | 1      | 1      | 1      | 1      | 1      | 1      | 1                | 1      | 1      |
| Fire Stations               | 7      | 7      | 7      | 7      | 7      | 7      | 7      | 6                | 6      | 6      |
| <b>Other public works</b>   |        |        |        |        |        |        |        |                  |        |        |
| Highways / Streets (miles)  | 255.60 | 248.13 | 247.52 | 246.90 | 242.80 | 239.80 | 236.65 | 231.26           | 212.2  | 204.44 |
| Traffic signals             | 19     | 19     | 19     | 19     | 19     | 18     | 18     | 11               | 11     | 10     |
| Street Lights               | 865    | 861    | 857    | 857    | 857    | 774    | 727    | 717 <sup>a</sup> | 296    | 379    |
| <b>Parks and recreation</b> |        |        |        |        |        |        |        |                  |        |        |
| Number of Parks             | 5      | 4      | 4      | 4      | 4      | 4      | 4      | 4                | 4      | 4      |
| Acreage                     | 872.59 | 864    | 858.86 | 852.36 | 833.7  | 833.7  | 899.3  | 899.3            | 899.3  | 615.57 |
| Playgrounds                 | 6      | 6      | 6      | 6      | 6      | 6      | 6      | 6                | 6      | 4      |
| Baseball/softball diamonds  | 3      | 3      | 3      | 3      | 3      | 3      | 3      | 3                | 3      | 3      |
| Soccer/football fields      | 22     | 22     | 22     | 22     | 22     | 22     | 9      | 9                | 9      | 7      |
| Basketball Courts           | 12     | 12     | 12     | 12     | 12     | 12     | 12     | 12               | 12     | 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)     | 271.28 | 264.10 | 261.12 | 258.74 | 256.29 | 254.6  | 251.27 | 246              | 241.59 | 232.73 |
| Storm sewers (miles)        | 214.20 | 205.36 | 204.14 | 197.65 | 193.18 | 187.2  | 183.42 | 173              | 164.93 | 158.67 |

\* 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