

# COMPREHENSIVE ANNUAL FINANCIAL REPORT

City of Fort Wayne, Indiana  
Year Ended December 31, 2013



Patricia A. Roller, CPA  
Director of Finance and Administration  
City Controller

Valerie A. Ahr  
Deputy Controller

FILED  
08/01/2014

# INTRODUCTION



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# CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

June 16, 2014

Dear Citizens:

I'm pleased to present to you the 2013 Comprehensive Annual Financial Report for the City of Fort Wayne. This is an in-depth account of the financial status of the City. This report demonstrates our commitment to provide you with a full and detailed explanation of the use of your tax dollars.

The City of Fort Wayne has a long tradition of prudent management of your tax dollars. We remain committed to responsible management of your tax dollars, while continuing to provide needed services to our citizens.

If you have any suggestions for improving our Comprehensive Annual Financial Report or strategies for better managing your tax dollars, please contact the City Controller's Office at (260) 427-1106.

Sincerely,

Thomas C. Henry  
Mayor

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# CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

June 16, 2014

## **Honorable Mayor Thomas C. Henry and Members of the Fort Wayne Common Council, City of Fort Wayne, Indiana**

With this document, we submit the Comprehensive Annual Financial Report (CAFR) of the City of Fort Wayne for the fiscal year ended December 31, 2013. This is the twenty-fifth CAFR prepared by the City's financial staff. The twenty-four previous CAFRs have received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada. This award marks a continuing effort to improve the City's accountability and financial disclosure to the citizens of Fort Wayne.

We believe the financial information and exhibits, as presented, to be accurate in all material aspects. Responsibility for the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rests solely with the City of Fort Wayne. We believe it is important for the various constituencies of the City of Fort Wayne, including citizens, taxpayers, oversight bodies, and the capital markets, to gain maximum understanding of the financial activities, results of operations, and financial position of the various funds and account groups of the City of Fort Wayne. The CAFR is presented with that goal foremost in mind.

This letter of transmittal is designed to complement the Management's Discussion & Analysis (MD&A, found in the financial section) and should be read in conjunction with it.

### **The Reporting Entity**

This CAFR contains financial reporting for all funds of the City. The City operates under a Mayor/Council form of government pursuant to Indiana statute. Listed below are a number of the services the City provides: public safety (police, fire, and communications), community development (planning, neighborhood revitalization, and economic development), parks and recreation, transportation (roads and streets), solid waste disposal, engineering, and general administrative services. In addition, the City provides water, wastewater, and stormwater utility services. In 1975, the City leased its electrical utility to an investor-owned utility.

The City of Fort Wayne, Indiana entity has been carefully defined pursuant to the entity definition criteria promulgated by the Governmental Accounting Standards Board (GASB) in Statement 14, "The Financial Reporting Entity". In accordance with this criterion, the City has included various component units in its presentation of the general-purpose financial statements. Blended component units are included as part of the primary government's operations even though they are legally separate entities. The Fort Wayne Municipal Building Corporation and the Consolidated Communications Partnership (CCP) have been presented as blended component units because the financial statements would be misleading if data from these component units were not included.

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Discretely presented component units have been presented in a separate column in the government-wide financial statements to emphasize that they are legally separate from the City. The following entities have been shown as discretely presented component units because the City is financially accountable for them and can impose its will on them, or the component unit is fiscally dependent upon the City: Neighborhood Care, Inc. (HANDS), Summit Development Corporation (Summit), Fort Wayne Urban Enterprise Association, Inc. (UEA), Allen County Fort Wayne Capital Improvement Board of Managers (CIB), Fort Wayne Redevelopment Authority (RA), Fort Wayne Public Transportation Corporation (PTC), Downtown Fort Wayne Economic Improvement District (DID), Community Development Corporation of Fort Wayne (CDC) and Fort Wayne New Markets Revitalization Fund (FWNMRF).

The following governmental units have not been included in the reporting entity because the City is not financially accountable for them: Fort Wayne Housing Authority, Fort Wayne-Allen County Airport Authority, and Fort Wayne Community School System. The City of Fort Wayne entity also excludes several nonprofit entities that have some association with the City, including the Headwaters Park Alliance.

The City of Fort Wayne entity includes several governmental boards and commissions, including the Park Board, the Redevelopment Commission, the Metro Human Relations Commission, the Board of Public Works, the Board of Public Safety, and the Animal Control Commission.

The oversight body for the Civil City (governmental operations) is the Common Council of the City of Fort Wayne. The Council is composed of nine elected Council members who serve four-year terms, six of whom represent geographic councilmanic districts and three of whom are elected at-large. The oversight body for the City Utilities of Fort Wayne is the Board of Public Works. The Board of Public Works, as of December 31, 2013, is composed of the Chairman of the Board of Public Works and two members appointed by the Mayor.

Note 1 of the basic financial statements provides a further discussion of the City as a financial reporting entity.

### **Economic Condition and Outlook**

With a population of 253,691 (US Census 2010 population estimates), Fort Wayne is the second largest city in Indiana. In August 2013, *Forbes Magazine* ranked the Fort Wayne Metropolitan Statistical Area (MSA) 108 out of 200 as one of the best places for businesses or careers. The publication looked at the largest 200 MSAs and used 12 metrics relating to job growth, costs, income growth, educational attainment, and projected economic growth to rank them.

Almost two-thirds of the area's jobs are evenly distributed between the manufacturing, service and retail sectors. The remaining one-third comes from the construction, finance and government sectors. Job growth in these industry sectors continues to be a result from expansion of existing businesses as a result of new investment in products or services or through the consolidation of business within the company's organization.

In early 2000, the City's economic development objectives were refocused on gaining higher quality jobs in the manufacturing, service and technology sectors. The City, in collaboration with Allen County and the Greater Fort Wayne Chamber of Commerce (Chamber), created the Fort Wayne - Allen County

Economic Development Alliance (Alliance). Over the last thirteen years, the Alliance has been responsible for marketing the county's assets, which include a high quality of life, existing commercial building sites and an outstanding workforce, to new and expanding businesses. In September 2012, the boards of the Alliance, the Downtown Improvement District (DID) and the Chamber along with city and county government officials announced that it was beginning a review of economic development efforts to see how to better coordinate activities. In April 2013, city and county officials as well as community business leaders announced a new structure and name for the combined group. Greater Fort Wayne, Inc. now houses the efforts of the former Chamber and the Alliance.

Several large investments from new and existing companies in Allen County were announced in 2013. In September, Ash Brokerage announced that it had chosen to develop a new national headquarters in downtown Fort Wayne. Ash plans to build 95,000 square feet of office space for its operations. The project includes a parking garage that the City of Fort Wayne will assist in financing/construction and 21,600 square feet of first floor retail space. Along with the announcement, Hanning & Bean Enterprises, Inc. announced it would construct a residential development on the site. The total investment for these projects is expected to be \$71 million. In November, Scannell Properties announced plans to construct a new facility for BAE Systems Controls with approximately 230,000 square feet devoted to assembly and 45,000 square feet in office space to be located at the northwest corner of Airport Expressway and Ardmore Avenue. Total construction cost is estimated to be \$39 million. BAE Systems, a global defense, aerospace and security company employing over 88,000 people worldwide, will purchase \$3.2 million in new equipment for the facility. BAE anticipates additional capital expenses in manufacturing equipment between \$2 - \$3 million each year for the next five years. The company will relocate its operations that have been on Taylor Street since 2000.

### **Long Term Financial Planning**

City Utilities agreed to a Long Term Control Plan (LTCP) in the form of a federal consent decree, effective April 1, 2008, which will ultimately bring the Utilities' storm and sanitary sewer system into compliance with the Clean Water Act. City Utilities committed to combined sewer overflow reductions that require an approximate investment of \$240.0 million (denominated in 2005 dollars) in infrastructure solutions over the next eighteen years. City Utilities also agreed to eliminate three sanitary sewer overflows at an estimated cost of \$31.0 million, maintain the entire storm and sewer systems to performance standards prescribed in the LTCP and mitigate assessed penalties with local investments in septic tank elimination subsidies and rain garden stipends. The Fort Wayne City Council (Council) has authorized the issuance of \$265.0 million in debt to fund a six year capital plan that will accomplish a significant portion of the infrastructure investment needed to fulfill the requirements of the consent decree. City Utilities has issued \$248.0 million in debt associated with the \$265.0 million Council authorization.

In 2008, City Utilities paid Aqua Indiana \$16.9 million, the appraised value, and took possession of those assets. The North Assets are now fully integrated with City Utilities' water and sewer systems and generating revenues for the respective Utilities at standard system-wide tariffs.

The purchase price was established through condemnation proceedings by Fort Wayne Board of Public Works and is currently being contested by Aqua Indiana in Wells County Circuit Court. Both Aqua Indiana and the City had tentatively agreed in a Letter of Intent signed June 27, 2013 to dismiss litigation regarding the value of the North Assets in exchange for other terms and conditions.

Subsequently, the Fort Wayne Board of Public Works approved the definitive "Asset Acquisition Agreement" (AAA) converting the Letter of Intent into an actionable transaction.

In 2010, the City entered into an agreement to transfer the remaining Electric Utility assets to another electric utility (transferee). In August, 2011, the Indiana Utility Regulatory Commission (IURC) approved the agreement. In exchange for the remaining leased Electric Utility assets and the right to be the exclusive supplier of electricity in the City, the transferee will pay in excess of \$39 million over the next 15 years, including an initial payment of \$5 million in 2011.

In 2011, the renovation of the former Renaissance Square building was completed and the building renamed Citizens Square. By purchasing this building, it is estimated that the City will see a reduction of approximately \$463,000 per year in property taxes and will own the building in 20 years.

In 2012, the Harrison Square retail component was completed at a value of \$6 million and currently has three tenants. The Harrison Square apartments, valued at \$14.5 million, were completed in early 2013.

In 2012, Mayor Henry created a Fiscal Policy Group to develop a framework of ideas to save the community money and bring in additional revenue to help meet the financial needs of the City. In 2013, the City Council with recommendations from the Fiscal Policy Group passed a .25% Property Tax Relief LOIT, a .10% Public Safety LOIT and established the Cumulative Capital Development Fund. These additional funds along with recapturing the City's banked levy will fund public safety recruit classes, fund street and road improvements, enhance Parks facilities and provide tax relief to homeowners in 2014.

### **Relevant Financial Policies**

According to Indiana statute, if the state budget agency determines that a sufficient balance exists in a county account in excess of the amount necessary, when added to other money that will be deposited in the account after the date of the determination, to make certified distributions to the county in the ensuing year, the budget agency shall make a supplemental distribution to a county from the county's special account. This supplemental distribution is then allocated in the same manner as the certified distributions for deposit in a civil unit's rainy day fund. Funds in the City of Fort Wayne rainy day fund are unrestricted and must be appropriated and approved by the Fort Wayne City Council.

### **Major Initiatives**

Mayor Henry's administration has developed a strategic plan with three key priorities:

Engage, Innovate, and Perform. It represents what our community is all about, and it's a commitment to being the very best.

1. Engage – Provide excellent customer service and involve the public in our efforts to be a great City.
2. Innovate - Maintain a pro-investment environment through proactive leadership and strategic partnerships.
3. Perform - Be an outstanding place to work, operating as a trustworthy, transparent organization that drives continuous improvement and high performance.

## **Financial Information**

### **Budgetary Controls**

Budgetary control, for those funds where the Common Council legally adopts budgets, is maintained at the departmental or major category level. The annual budgetary sequence of events for the City of Fort Wayne contains several review points. Departments prepare draft budgets each June for the next fiscal year incorporating a set of assumptions provided by the Division of Finance and Administration. These budget requests are subjected to internal review and modification before a budget ordinance is prepared for introduction to the Common Council in early September.

Generally, budget hearings are held throughout October in Common Council sessions. Beyond the public and televised Common Council sessions, there is a legal public hearing held as part of the budget process at which citizens may provide the administration and the Common Council with their comments concerning the budget. By state law, the Common Council must pass the budget by November 1 of each year. The Common Council has the power to decrease any major category proposed by the Administration, but may not increase any major category in the budget.

Subsequent to that action, the Department of Local Government Finance (DLGF) holds a final budget hearing, review, and modification in December of each year prior to issuing a formal budget approval order in January. Within this four-month process, there is ample opportunity for oversight and public input. Additional appropriation or transfer requests are controlled at the major category level and must be supported by available cash balances. The Department of Local Government Finance must approve any additional appropriations to those funds where the Common Council adopts a legal budget.

In funds where the modified accrual basis of accounting is used, expenditures are measured against available appropriations by encumbrance of purchase orders. For budget purposes, expenditures are recognized in the year encumbered. Under Indiana statute, open purchase orders at the end of a fiscal year, to the extent of available budgetary spending authority, are automatically added to the subsequent year's budget.

In proprietary fund types such as utilities, where the full accrual basis of accounting is used, encumbrances of purchase orders are not recorded. For financial statement and budget purposes, expenses are recognized when incurred.

The budgetary process for City Utilities is somewhat different from that of the Civil City or governmental operations. The oversight body for the utility operations under Indiana statute is the Board of Public Works. On a schedule that runs about a month behind the Civil City budget process before the Common Council, the Board of Public Works reviews and approves the utility budgets. Additional appropriation requests and transfers are controlled at the major category level.

### **Internal Controls**

The management of the City of Fort Wayne is responsible for establishing and maintaining a system of internal financial controls that account for and safeguard the assets of the City from loss, theft, and misuse. The internal financial control system must allow for compilation of data in a manner in which financial statements can be prepared efficiently in conformance with generally accepted accounting principles.

It is important that the costs and efforts involved in internal control mechanisms not exceed the benefits received. Accordingly, we believe that the City's internal financial controls adequately safeguard assets and provide reasonable assurance of properly recorded financial transactions at an appropriate level of expense and effort. The City consults with the Indiana State Board of Accounts, not only during the audit, but also throughout the year. As a result, we believe that we have established a proactive, positive relationship with our auditor that works to increase the quality of the City's financial reporting and internal control system.

### **External Audit Function**

The Indiana State Board of Accounts (SBA) conducts a financial audit of the City of Fort Wayne annually. In addition to this, the SBA conducts a state law compliance audit. The SBA also audits the City for compliance with the federal Office of Management and Budget Circular A-133, as empowered in the Single Audit Act of 1984, relative to federal financial assistance received.

Beginning with the 2005 audit, the financial statements of the City Utilities operations, including the Electric, Water, Water Pollution Control and Yard Waste Facility, enterprise funds, and the Stormwater special revenue fund are audited by the Indiana State Board of Accounts. Audits prior to 2005 for the City Utilities operations were conducted by independent accounting firms.

### **Internal Audit Department**

The City's Internal Audit Department was created in 1988, and is currently staffed by three accounting professionals: the Director of Internal Audit and two Staff Auditors. The Audit Committee ordinance requires that the Director of Internal Audit be a Certified Public Accountant licensed in the State of Indiana or a Certified Internal Auditor. The Internal Audit Department is organized as a separate department and has direct responsibilities to the Mayor and the Audit Committee and indirect responsibilities to the Common Council and the City Controller.

### **Audit Committee**

In 1990, the City of Fort Wayne established by ordinance an Audit Committee. The ordinance was amended in March 2013. The Audit Committee is composed of six members of the community appointed as follows: 1) one member appointed by the Common Council; 2) one member appointed by the Mayor; 3) one member of the Allen County Chapter of the Institute of Internal Auditors; 4) one member, approved by the State Board of Accounts, who is a chief financial officer of another governmental unit in Allen County and is familiar with governmental accounting in Indiana; 5) one member appointed by the Common Council who is licensed as a CPA by the Indiana State Board of Accountancy and not an employee of a local unit of government; and 6) one division director to be appointed by the Mayor on a rotating basis, no voting privileges.

The Audit Committee has significantly increased the accountability of the City of Fort Wayne to its four primary financial constituencies: 1) taxpayers and ratepayers; 2) citizens; 3) oversight body (Common Council); and 4) the capital markets (where securities of the City of Fort Wayne are sold and purchased in the primary market and traded in the secondary markets).

The duties of the Audit Committee include consulting with the Department of Internal Audit regarding technical issues, approve annual audit plans and review individual audit plans, review and approve internal audit reports before final distribution, provide review and oversight of the financial reporting practices and internal financial, compliance and operational controls of the city and city utilities, review the results of annual financial and compliance audits conducted by the Indiana State Board of Accounts and independent auditing firms, follow-up on management's resolution of audit issues, work to assure maximum coordination between the work of the Director of Internal Audit and the needs of the Mayor and Common Council, recommend to the Mayor an annual budget sufficient to fund the Department of Internal Audit after a comprehensive review of the auditing and consulting needs of the city and city utilities and report annually to Common Council how it has discharged its duties and met its responsibilities.

### **Certificate of Achievement for Excellence in Financial Reporting**

The Government Finance Officers Association (GFOA) of the United States and Canada annually awards the Certificate of Achievement for Excellence in Financial Reporting to state, provincial, and local governmental units that publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

This comprehensive annual financial report is the twenty-fifth published by the City of Fort Wayne. The 1989-2012 Comprehensive Annual Financial Reports were awarded the Certificate of Achievement by GFOA. The award is good for only one year. We believe our report conforms to Certificate program requirements, and we are hopeful that GFOA will confirm, through its review process, our eligibility for a twenty-fifth Certificate.

### **Acknowledgments**

Without the strong commitment of Mayor Thomas Henry to the highest standards of ethics, financial reporting, disclosure, and professionalism, this report would not have been possible. We would like to express our sincere appreciation for that commitment and support.

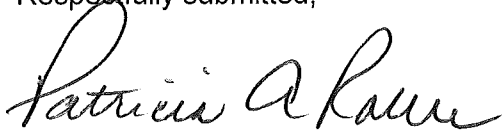
The City Controller and Deputy Controller are not able to produce a report of this type and magnitude alone. A number of people are part of the team effort that produces the City's CAFR.

We acknowledge and thank the following City employees:

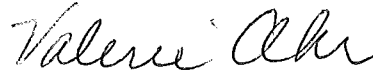
**Mark Knepper**, Financial Analyst  
**Jolie Walker**, Financial Analyst  
**Bogdan Vlasea**, Financial Analyst  
**Brooks Beatty**, Financial Analyst  
**Greg Weisser**, Financial Accountant  
**Suzanne Sims**, Bookkeeper/Receptionist  
**Jeanne Cook**, Administrative Assistant to the Controller

We also acknowledge the assistance of the entire audit team from the Indiana State Board of Accounts Fort Wayne Office for making this report possible.

Respectfully submitted,



Patricia A. Roller, CPA  
City Controller  
Director of Finance & Administration



Valerie Ahr  
Deputy Controller

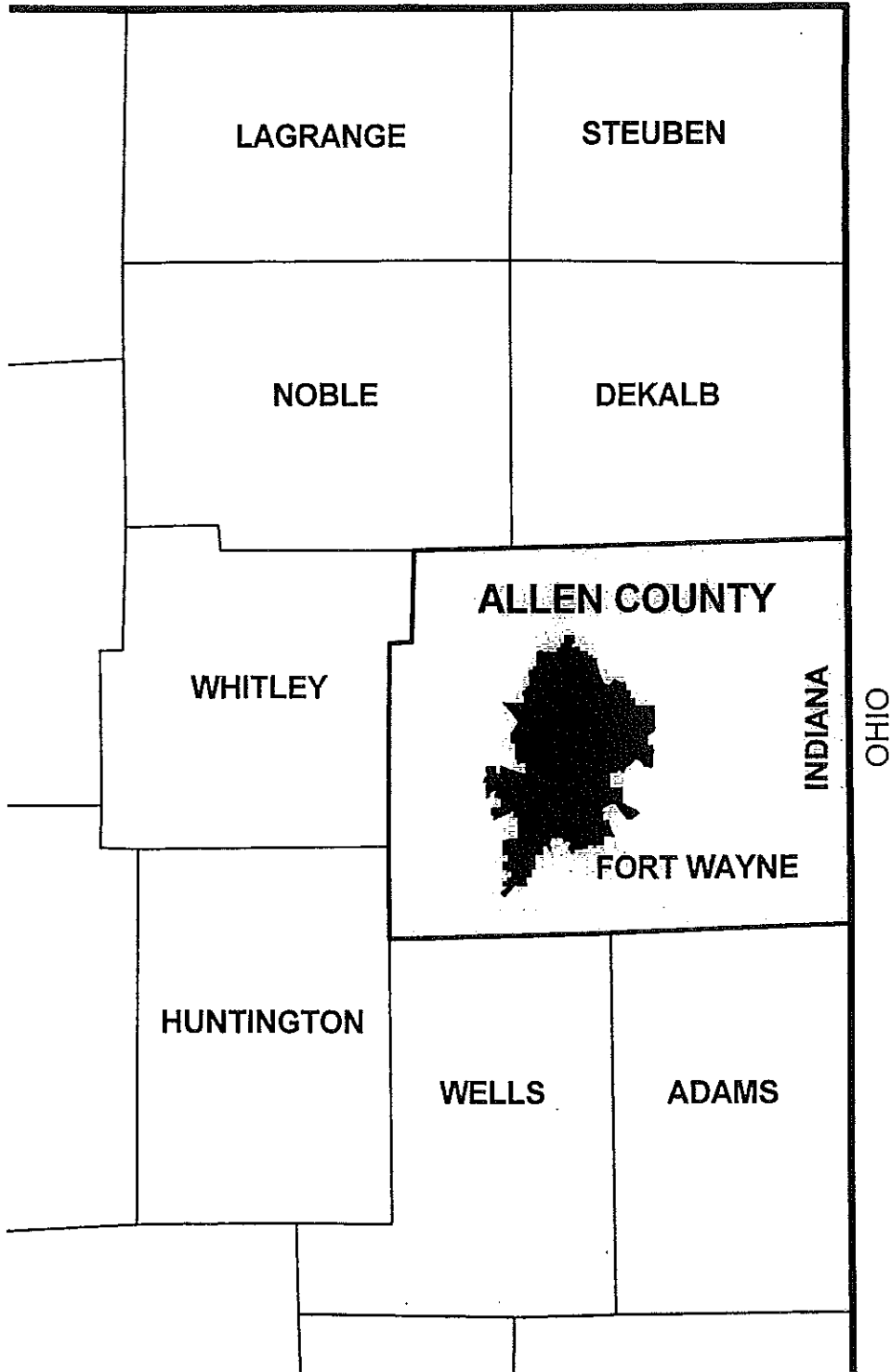
# Midwest Locator Map



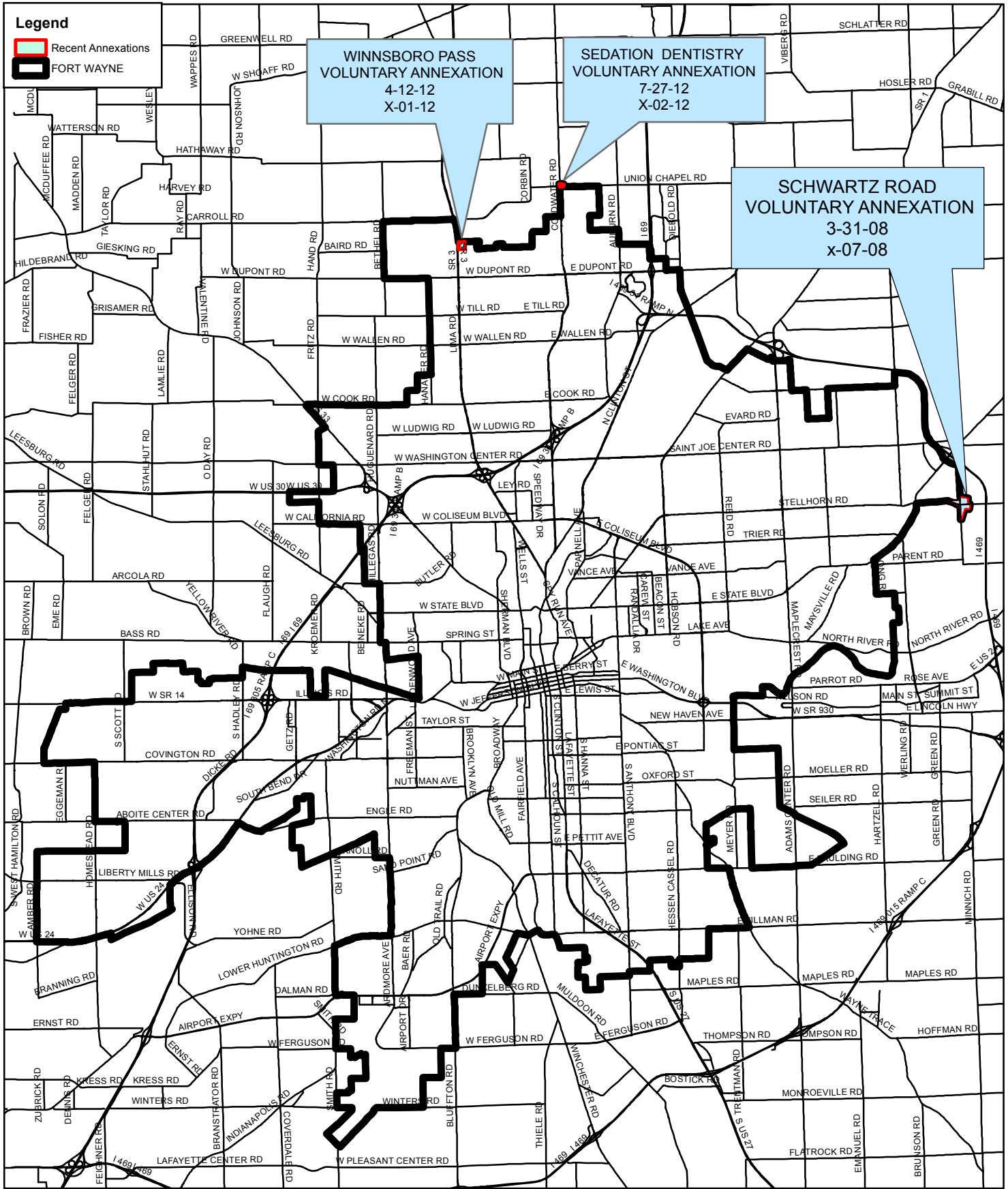


# Northeast Indiana Locator Map

MICHIGAN



# FORT WAYNE RECENT ANNEXATIONS (after 2007)

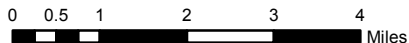


Although strict accuracy standards have been employed in the compilation of this map, Fort Wayne City CDD GIS does not warrant or guarantee the accuracy of the information contained herein and disclaims any and all liability resulting from any error or omission in this map.

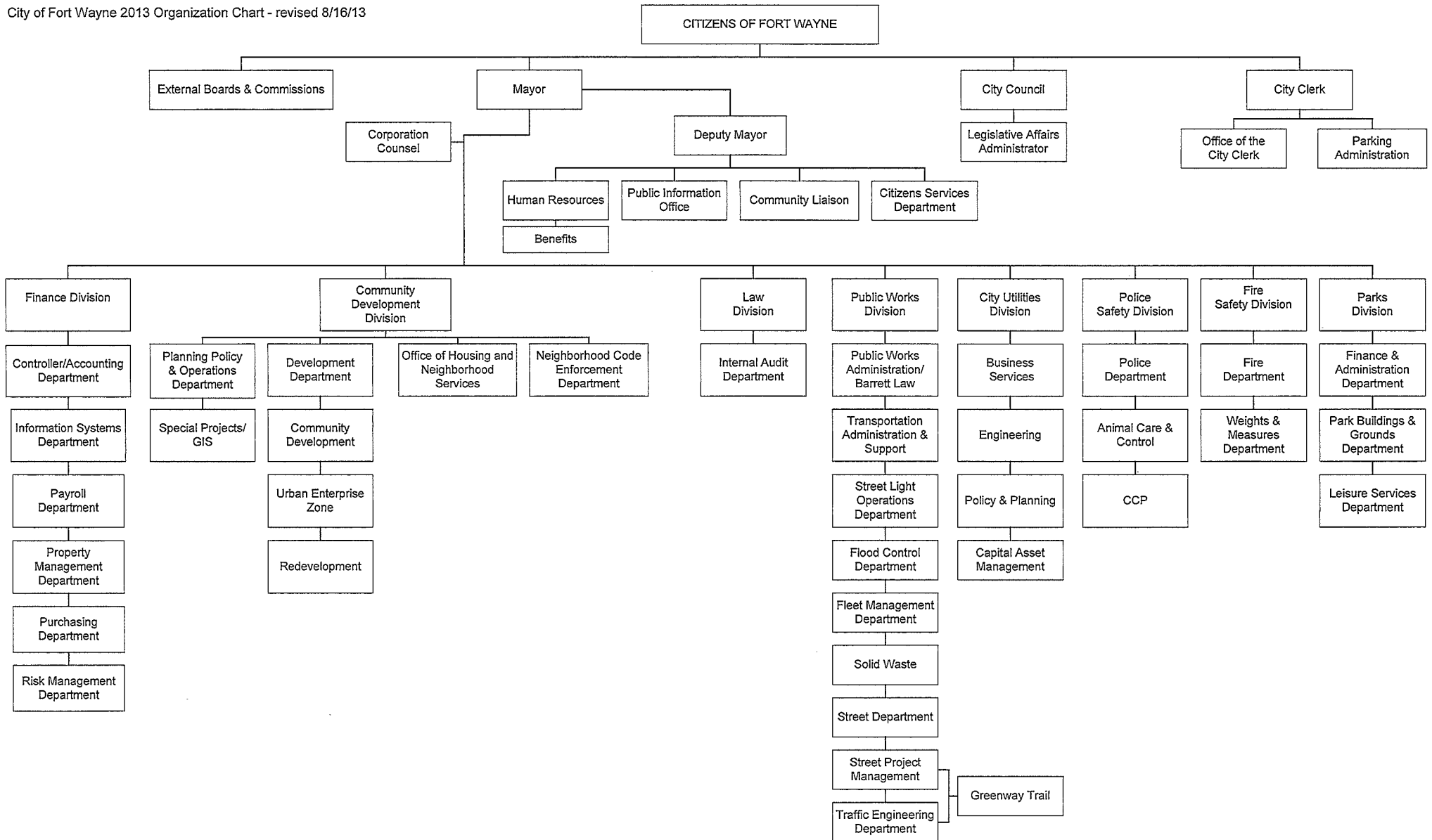
North American Datum 1983  
State Plane Coordinate System, Indiana East



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FW CDD GIS



City of Fort Wayne 2013 Organization Chart - revised 8/16/13



**CITY OF FORT WAYNE  
LIST OF PRINCIPAL OFFICIALS  
December 31, 2013**

**NAME**

**TITLE**

**Elected Officials:**

Thomas Henry	Mayor
Sandra E. Kennedy	City Clerk
Thomas Smith	Council Member - District 1
Russ Jehl	Council Member - District 2
Thomas Didier	Council Member - District 3
Mitch Harper	Council Member - District 4
Geoff Paddock	Council Member - District 5
Glynn Hines	Council Member - District 6
John Shoaff	Council Member - At-Large
John Crawford	Council Member - At-Large
Martin Bender	Council Member - At-Large

**Division Directors:**

Karl Bandemer	Deputy Mayor
Russel York	Director of Public Safety
Patricia A. Roller	Director of Finance and Administration
Carol Helton	City Attorney
Kumar Menon	Director of City Utilities
John Urbahns	Director of Community and Economic Development
Amy Biggs	Fire Chief
Alvin R. Moll, Jr.	Director of Parks and Recreation
Garry Hamilton	Police Chief
Robert Kennedy	Director of Public Works

# CITY OF FORT WAYNE

## DEPARTMENT DETAILS

### OFFICE OF THE MAYOR

The Mayor oversees the implementation of policies and the efficient flow of ongoing services through wide appointive powers, including the capability to appoint division heads and many board and commission members. The Mayor may serve unlimited four-year terms. Fort Wayne, the second largest city in Indiana, is the northeast Indiana leader in industrial, educational, and cultural activity. Leadership from the Office of the Mayor is crucial to the entire area.

The power to organize the executive department is shared between the mayor and the council. Since the mayor is charged with the responsibility for the efficient operation of the city and the enforcement of its ordinances, he or she has the power to initiate or recommend new departments, transfer duties between or terminate existing departments. The council must ratify by ordinance such recommendations to put them into effect.

The Mayor controls the major administrative functions of the consolidated city through the seven divisions as follows: Finance & Administration, Community Development, Public Works, Utility Administration, Public Safety, Parks & Recreation, and Office of the Mayor. Each of these areas is headed by an appointed director.

### Public Information Office

The Mayor's Public Information Office provides information regarding administrative policies and City services to a variety of audiences, including citizens, City Council members, neighborhood leaders, City employees, State legislators, and state and national groups. The messages are delivered using a variety of communication tools, including the media, Internet, cable television and others. The purpose of the messages are threefold: 1) to educate and inform, 2) to encourage citizen participation and involvement and 3) to promote the City of Fort Wayne locally, statewide and nationally.

### Neighborhoods and Citizen's Advocate Office

The Neighborhoods and Citizen's Advocate Office assists neighborhood associations, business associations, community service organizations, and citizens with their needs and concerns regarding City government, departments and services. This office also acts as a referral agency to other branches of government.

This office helps neighborhood associations, business associations, community service organizations, and citizens leverage resources to resolve their concerns and acts as a liaison between citizens and the Mayor and City Government.

The Neighborhoods and Citizen's Advocate Office can be contacted via the telephone, TDY, visits to the office, the mail, electronic mail, or meetings with the staff.

### Department of Law

It is the mission of the Department of Law to manage the legal affairs of the City of Fort Wayne by giving legal advice to the officers, departments, boards, commissions and other agencies of the City; by drafting ordinances and other legal papers for the City and its departments, boards, commissions and other agencies; by prosecuting violators of City ordinances; and by supervising and directing all litigation in which the City has an interest.

## **Human Resources Department**

The goal of the Human Resources Department is to provide services efficiently to employees, applicants, and the public at the least cost to the City's taxpayers. Services include the facilitation of positive employee and labor relations, employee communications, benefits administration, training and counseling; employee record-keeping; classification of employee positions; policy and procedure development; union contract negotiations, interpretations and enforcement; recruiting; and testing of applicants.

## **Internal Audit Department**

Internal Audit is primarily responsible for performing financial, operational and compliance audits in accordance with professional auditing standards. The vast majority of audits are followed by written reports containing findings and recommendations, as well as management's plans for implementing corrective action. In addition, the Internal Audit Department provides primary support to external auditors during their annual financial statement audit.

## **311 Call Center**

The 311 Call Center is a community resource which connects the constituents of Fort Wayne to City services and information. This office also provides performance measurement and improvement services to governmental and non-governmental agencies in their goal to improve customer service and facilitates citizen engagement. In times of emergency, the 311 Call Center serves as a standby emergency operating center (EOC), ready to take non-emergency calls in a matter of minutes. 311's experienced operators relieve EOC staff by taking the high volume of resident's calls in disasters so EOC staff can concentrate on working with field employees.

## **OFFICE OF THE CITY CLERK AND COMMON COUNCIL**

The **City Clerk** is an elected position every four years and serves as the Clerk of the Common Council. The Clerk is responsible for the preservation of all ordinances and resolutions passed by this body and also responsible for a number of Indiana Statutory responsibilities as listed in Indiana Code 36-4-6-9. City Clerk also serves as the Administrator of the Fort Wayne Violations Bureau and Parking Enforcement Department. The Clerk may seek unlimited four-year terms.

The **Fort Wayne Common Council**, as the Legislative Body, has the responsibility of passing ordinances and resolutions for the City. The Fort Wayne Common Council is comprised on nine elected members, on representative from each of the city's six councilmanic districts and three at-large members. As elected officials, they are entrusted with the duty to provide the ways and means to ensure the safety and security of citizens of the City of Fort Wayne and work to maintain a high quality of life. Common Council members may seek unlimited four-year terms.

## **FINANCE AND ADMINISTRATION DIVISION**

The mission of the Finance & Administration Division is to ensure the financial stability for the City of Fort Wayne. The departments within this division include the Controller's Office, Payroll, Risk Management, Purchasing, Information Systems and Property Management.

The Division is also responsible for: the annual budget; proper financial controls to ensure the City's financial transactions and assets are reported accurately; as well as providing financial analysis for management decision making including guidance for delivery of efficient, cost effective government services.

## **Payroll Department**

The Payroll Department is responsible for maintaining the City government payroll records to meet the requirements of the various laws (federal, state, and local) under which it is operating; maintaining a payroll accounting system that embodies all of the procedures and methods related to the disbursement of pay to employees in a highly technical environment; and promoting goodwill and a positive working environment by processing the payroll accurately and on time.

## **Purchasing Department**

The Purchasing Department provides a centralized, service-oriented focal point for all Civil City and City Utilities departments. The role of the Purchasing Department is to assist with identifying, acquiring, accessing, positioning, and managing resources the City needs to achieve its strategic objectives. The staff of the Purchasing Department ensures that all activity is conducted within the framework of State code and local ordinance, and always adheres to professional purchasing practices. In addition, the staff monitors construction and procurement contracts to ensure that local, state and federal regulations are followed by all City contractors.

## **Property Management**

The mission of the Property Management Department is to develop preventive maintenance programs, which will track maintenance and repairs of City-owned buildings. The department also provides guidance in areas related to real estate purchases, renovations, and contracted services.

In addition, the Property Manager will develop a program to market City properties and oversee the purchase and sale of buildings and real estate in accordance with State statutes. The department will evaluate renovations, both short and long term, and will determine whether a property is worth the renovations or a new facility is needed.

## **Risk Management Department**

The Risk Management Department is responsible for formulating and implementing programs and procedures that will minimize the City's property, revenue and personnel losses. A comprehensive self-insurance program for auto liability, general liability, police professional and worker's compensation was designed to finance the losses that do occur. The Risk Management Department works closely with the other departments within the City to ensure all employees work in the safest possible working conditions.

## **Information Systems Department**

Information Systems is responsible for providing quality, reliable and cost effective information systems and services to the many and varied City departments. Information Systems Tactical and Strategic Planning is the foundation of providing these services to the City departments while considering organizational structure, departments and their mission, critical success factors, service products and the return on investment.

## **FORT WAYNE CITY UTILITIES**

City Utilities is a municipal utility and a division of the City of Fort Wayne. The City Utilities Division is organized into four Strategic Business Units (SBU); Capital Asset Management, Policy and Planning, Engineering Services and Business Services under the leadership of the Director of City Utilities. Along with the Director, each SBU has a Deputy Director that comprises the Senior Management team. City Utilities' mission is to protect the health, welfare and prosperity of the Fort Wayne community and is, therefore, committed to provide quality water, sewer and stormwater services in an efficient, effective and reliable manner.

**Capital Asset Management SBU** (includes the Three Rivers Filtration Plant, the Water Maintenance and Services Department, the Water Pollution Control Plant, the Biosolids Facility, and the Water Pollution Control Maintenance and Stormwater Maintenance Departments)

**Three Rivers Filtration Plant:**

The Three Rivers Filtration Plant draws its raw water supply from the St. Joseph River. This department maintains a 265-acre reservoir that holds nearly 2 billion gallons of water. It also maintains the Cedarville Dam and the 500 million-gallon Cedarville Reservoir. Raw water from the river is pumped from the St. Joe Dam Pump Station to the Three Rivers Filtration Plant. The Three Rivers Filtration plant is made up of 3 individual treatment plants that can be run independently of each other as needed. Each plant is capable of producing 24 million gallons of drinking water a day. An average of 25 million gallons a day is treated and purified through a series of chemical and physical treatment processes from these plants.

**Water Maintenance and Service Department:**

The Water Maintenance and Service Department (WM&S) is responsible for maintaining 1100 miles of water distribution piping and its various elements and providing service-related operations. The construction division of this department repairs and installs mains, hydrants, valves, and services. The service division installs and maintains meters, pressure tests and disinfects new water mains, provides field support for the Customer Relations Department on turn-ons and turn-offs and investigates customer complaints. Personnel also perform the meter reading function for the Utility.

**Water Pollution Control Plant:**

Fort Wayne's Water Pollution Control Plant is responsible for treatment of an average of 48 million gallons of sewage per day. The plant is an activated sludge treatment plant including primary, secondary, and advanced waste water treatment. This department is charged with the responsibility of treating the City's Sanitary Sewer system to meet the treatment requirements of the City's National Pollution Discharge Elimination System (NPDES) Permit before the effluent is discharged into the Maumee River. The facility also maintains and operates 41 lift stations, 7 CSO Stations, 4 Storm Stations, 12 Toe Drains, and 1 Sludge station.

**Water Pollution Control Maintenance/Stormwater Maintenance Departments:**

The Water Pollution Control Maintenance/Stormwater Maintenance departments are responsible for the maintenance of the City's sanitary sewers, of storm sewers, and combination sewer systems totaling over 1900 miles. These departments install, inspect, repair, maintain and clean manholes, inlets, catch-basins, and sewer/storm lines. Improvements are also made to open drains and ditches to improve high water flows.

**Policy and Planning SBU** (includes Policy and Planning Department, Process Improvement and the Development Services Department)

**Policy and Planning Department:**

The Policy and Planning SBU ensures the work of all SBU's within the Utility is coordinated. Additionally, the Policy & Planning SBU identifies and coordinates work with Civil City and Public Works officials. Functions include setting and administering public policy as it relates to the Utility, including strategic and operational planning, liaison for human resources and training, union relationships, developer and business relationships and other key stakeholder groups. Policy and Planning engages all SBU's in performance management programs including, but not limited to, Lean/Six Sigma/TQM/ISO et al.



### **Development Services Department:**

The Development Services Department facilitates the expansion or modification of the City's water, wastewater and stormwater systems through the new development process, via the property owner petition process and other means. Staff also oversees service connections to these facilities. Development Services staff members provide information about the policies, procedures and rules that govern the operation of Fort Wayne City Utilities and assist developers, contractors, builders and citizens in finding information about the physical characteristics of various utility systems. Additionally, staff calculates and collects utility assessments and fees associated with utility systems expansion and connection and initiate new customer accounts. Development Services is also involved in managing citizen inquiries and concerns about Utility systems, offering and reviewing options for service and coordinating financing for projects.

Note: New Water & Sewer Permits is not a separate department – it is part of Development Services.

**Engineering Services SBU** (includes the Planning & Design Services Department and the Engineering Support Services Department)

### **Planning & Design Services Department:**

The Planning & Design Services Department oversees all engineering planning and design programs for the water, wastewater and stormwater distribution/collection systems as well as the water filtration and sewage treatment facilities. It conducts utility master planning, asset management and sustainability programs and develops long term capital planning and budgets for City Utilities. Using engineering practices it analyzes the operation of City Utility systems to solve problems, recommend City Utility system improvements and to develop construction plans and specifications for City Utility improvement projects. This department also provides technical support and guidance for the Utility operations departments.

### **Engineering Support Services Department:**

Engineering Support Services provides inspection field services and construction contract management of Utility capital projects. These projects include private development projects, utility capital improvement projects for the water, wastewater and stormwater systems as well as projects for the water filtration and sewage treatment plants. The department also assists Planning & Design Services with field investigations, surveying, testing and analysis of utility system problems.

**Business Services SBU** (includes Financial Services Department, Customer Relations Department, Data Control and Geographical Information Systems)

### **Financial Services Department:**

The Financial Services Department is responsible for maintaining all financial records of City Utilities, which include electric, administrative departments, water, water pollution control, stormwater and yardwaste.

### **Customer Relations:**

The Customer Relations Department's goal is to serve customers promptly, courteously and professionally. The public contacts this department to initiate, finalize or transfer water and sewer services as well as make any billing inquiries either in person, by phone or by correspondence.

### **Data Control:**

The Data Control Department completes on-line work orders initiated by the Customer Relations and Water Maintenance and Service Departments. This department is also responsible for maintaining the integrity of the billing system and developing system enhancements to increase customer clarity and user efficiency.

## **Geographic Information Systems (GIS):**

The Geographic Information Systems Department collects, checks, processes and utilizes data with geographical significance to create computer generated reports and maps for City Utilities and other City departments.

## **DIVISION OF COMMUNITY DEVELOPMENT**

### **Vision Statement**

“To foster a vibrant, prosperous and growing Fort Wayne through extraordinary community development.”

### **Mission Statement**

“To develop and implement creative community-based strategies to enhance economic opportunity, build strong neighborhoods, and ensure a dynamic framework for quality growth and development.”

### **Director’s Office**

The Director’s Office provides coordination and overall direction for the Division comprised of by the following departments: Planning & Policy, Housing and Neighborhoods, Re/Development, and Neighborhood Code Enforcement.

The division’s departments work collaboratively to coordinate and carry out activities based on the following operating principles:

Community-Based Planning - Ensure community based planning as the foundation for all projects, resource allocation and collaboration.

Aggressive Implementation - Create and sustain an aggressive implementation strategy for all planning efforts.

Support Businesses - Sustain strong and aggressive support for business investment and job creation.

Strategic Projects - Encourage and facilitate strategic projects that will develop, revitalize, and strengthen the Fort Wayne community.

Community Collaboration – Continually pursue strong partnerships with citizens, neighborhoods, businesses and organizations in order to achieve community development goals.

High Performance Organization - Foster a work environment that encourages and provides for sustained personal and professional development and a commitment to innovation and excellence.

### **Deputy Director of Community Planning & Policy**

Working under the Division Director, this Director oversees the development and implementation of community plans and initiatives that enhance development opportunities and quality of life for the City of Fort Wayne. The Deputy Director provides oversight for the following areas within the department.

**Special Projects/GIS** staff provide strategic research to assist in the direction of Division resources, management of special projects and development of the Division technology strategy. GIS staff provide data, analysis, and GIS support to the Division.

**Strategic Planning** staff work to promote good stewardship of City resources through various land and planning studies, visioning initiatives, Comprehensive Plan updates, transportation studies and the promotion for orderly, fiscally sound expansion of the City through annexation.

**Historic Preservation** staff manage the historic and aesthetic resources of the community through implementation of the City Code that relates to Historic Preservation and Protection Districts. The staff work act as liaisons to the Historic Preservation Commission and work with property owners, city agencies and other groups to coordinate improvement efforts, provide technical assistance and cost-effective design solutions.

#### **Deputy Director of Development**

Working under the Division Director, this Director oversees the implementation of an aggressive development partnership between the public and private sectors. As part of the department's economic development efforts, the Deputy Director and staff provide direct liaison/support to Greater Fort Wayne Inc. Metro Chamber Alliance, support international trade, and provide services that support and stimulate business growth, community investment and development. The Deputy Director also provides oversight for the following:

**Community Development Corporation of Northeast Indiana (CDC)** is a city-sponsored, 501 c (6) not-for-profit business development organization. Its primary objective is to promote the growth and development of small commercial and industrial businesses in the Fort Wayne area and a nine-county area in northeast Indiana through creative business loan programs.

**Redevelopment Commission** promotes and implements opportunity projects, acting as a catalyst to develop areas that have shown a cessation of growth and lack of development. This is done through techniques including real estate acquisition, site preparation and/or providing public infrastructure to the site. Financing resources generally used are Tax Incremental Financing (TIF) and Redevelopment General Obligation Bonds.

**Urban Enterprise Association (UEA)** works to revitalize Fort Wayne's industrial core. The UEA works to foster growth of new and established businesses, create and retain jobs, make physical improvements, and enhance the well-being of area residents.

#### **Deputy Director of the Office Housing and Neighborhood Services (OHNS)**

Working under the Division Director, this Director oversees the implementation of initiatives to attract and support housing investment and reinvestment in the City and expand access to safe, decent, affordable housing. The Deputy Director oversees administration of the City's entitlement programs, including Community Development Block Grant (CDBG). HOME Investment Partnerships Program (HOME), and Emergency Solutions Grant Program (ESG); each is funded through the U.S. Department of Housing and Urban Development. OHNS administers three non-entitlement grants: Neighborhood Stabilization Program, Neighborhood Stabilization Program 3 and Lead Hazard Reduction Program. OHNS also operates several housing and neighborhood development programs: Homeowner Repair, Homebuyer Education, Down Payment Assistance, Rental Rehab and Ready to Rent.

#### **Director of Neighborhood Code Enforcement**

Working under the Division Director, this Director oversees the daily operations of Neighborhood Code Enforcement. NCE works to ensure safe housing and stable property values for the citizens of the community by eliminating unsafe structures, securing vacant structures and cleaning-up blighted areas.

### **METROPOLITAN HUMAN RELATIONS**

Metropolitan Human Relations Commission is the local civil rights law enforcement agency, responsible for enforcement of the civil rights laws, including Federal, State and local statutes which prohibit discrimination in the areas of employment, housing, public accommodation and education on the basis of race, color, sexual orientation, age religion, national origin, ancestry, or disability. The Commission is also committed to serving as a resource through provision of education, training and outreach on issues of diversity and the anti-discrimination provisions of the law, to groups, businesses, organizations, members of the community and other local government departments.

In Fort Wayne you have the right to live, work, learn and play free from illegal discrimination. The Metropolitan Human Relations Commission is focused and committed to creating an environment in the City of Fort Wayne that will produce an inclusive community where trust, acceptance, fairness and equality are the City's norms. The Commission is committed to accomplishing this mission by empowering the citizens of Fort Wayne through education on diversity and discrimination issues and, when necessary, enforcing anti-discrimination laws in order to protect our community from unlawful discrimination and also unfounded allegations of discrimination.

## **PUBLIC WORKS**

The Division of Public Works provides essential services and support to our citizens, neighborhoods, businesses, and economic development projects.

The Public Works Division maintains and improves the city's transportation systems; street and traffic lighting; leaf collection, street sweeping, snow and ice control; flood fighting and control; trails and greenways, solid waste and recycling; and the city's fleet. Responsibility for managing the various departments listed below resides with the Director of Public Works.

### **Public Works Administration**

This Department includes the support staff for the Board of Public Works. It is the responsibility of the Board Members and Board of Public Works staff to ensure that all statute requirements are met in the contract bid process and that awarded contracts are fulfilled effectively and equitably. The Board of Public Works staff provides the necessary support in monitoring of all capital and emergency construction contracts, professional services agreements, purchase agreements and all other related documentation requiring Board approval for the City of Fort Wayne.

Another key function of the Board of Public Works office is to oversee the Barrett Law program. Barrett Law is a City-administrated loan program available to residents needing funding to pay for capital improvements over a long-term basis. The Directors, BOPW Manager and staff strive to provide the leadership and support necessary for the successful completion of capital improvements and the ongoing operation and maintenance of much of the City's infrastructure.

### **Solid Waste & Recycling Management**

The Solid Waste / Recycling Department is responsible for administering and monitoring the City's residential garbage and recycling collection and disposal/processing contracts. In addition Solid Waste purchases and maintains the City's inventory of garbage and recycle carts provided to residents. Solid Waste also administers/oversees the Garbage/Recycling User Fee billing and appeals process. The department is involved in other waste issues such as waste collection contracts for City facilities, illegal dumping, waste reduction education, enforcement of the City's garbage ordinance, litter prevention programs, and citywide clean-up programs.

### **Transportation Administration & Support**

The functions of this group are varied, and generally fall within three department subsets: a surveying-drafting-inspection group; a permit and plan review group; and an administrative-clerical group.

Department staff provides surveying, drafting, and inspection services necessary for the successful completion of street, curb, and sidewalk projects. Employees in this group also assess and report on pavement condition in order to maintain and update our pavement management system.

Other employees in this department are responsible for fielding a variety of other customer service requests, responses, and interactions. These responsibilities include permit functions; plan review of developer

projects; investigation and reporting functions; data base maintenance activities; blueprint reproduction services; right of way acquisition functions; and general customer service activities.

Department personnel also provide financial management, budgeting, purchasing, payroll, and clerical support services needed within the Transportation division.

### **Flood Control**

The Flood Control Department is responsible for ensuring that property damage is minimal due to flooding. The Department continuously monitors the early flood warning system and its 33 sites. Flood Control is responsible for the operations, maintenance and rehabilitation of approximately 14 miles of flood protection structures. The Department writes federal grants and/or oversees the administration of approved grants, acquiring and demolishing residential and commercial properties in the floodplain. The Department is also responsible for the National Flood Insurance Program's Community Rating System (CRS) involving community floodplain management activities. Residents are allowed a 10% discount on their flood insurance premiums because the city participates in this federal program.

### **Transportation Engineering Services/Street Project Management**

Street Project Management is responsible for the design and preparation of plans and specifications for all new construction and repairs for streets, alleys, sidewalks and curbs in the City of Fort Wayne. Many construction projects are the result of requests from citizen's petitions filed by property owners through the Barrett Law process, applications through the Community & Economic Development Block Grant Program and a yearly street-resurfacing program established by the Division of Public Works. Street Project Management also reviews subdivisions submitted for construction, commercial building developments and residential and commercial driveway applications to ensure they meet applicable codes and standards.

### **Traffic Engineering**

The Traffic Engineering Department provides the following services to the public: design, installation and maintenance of fiber optic communications, traffic signal systems, traffic signs and pavement markings; record, tabulate and analyze accident reports; investigate all requests and complaints related to traffic conditions and operations; and conduct traffic studies relating to one way streets, parking regulations, speed limits, traffic calming, roadway design, traffic control, special signing, maintain traffic impact attenuators. The Traffic Engineering Department also provides maintenance of the MLK Bridge, including programming the lighting on the bridge, as well as performs electrical maintenance for other BOW departments. Other miscellaneous responsibilities include Installation and maintenance of sidewalk benches, bollards, flower pots, trash receptacles, and bike racks. Traffic Engineering also installs banners for non-profits as well as wreaths and holiday decorations in the downtown Central Business District.

### **Street Lighting**

The Street Lighting Department provides the following services to the public: design and install new street lights and systems that provide safe and efficient illumination for both motorists and pedestrians during nighttime hours, and maintains and updates over 34,000 existing city street lights.

Street Light Engineering adheres to the standards of both the American National Standards Institute and the Illuminating Engineering Society of North America for the design of the City's street lighting systems.

### **Street Department**

The Fort Wayne Street Department is responsible for the cost-efficient maintenance and construction of the more than 1,200 miles of City streets. The Street Department also maintains the alleys. The Street Departments work is divided into three separate Seasons: Summer Construction, Leaf Season and Snow Season. During spring and summer months, crews mow roadside right-of-ways; sweep up approximately

3,500 tons of debris, repair potholes, and resurfacing of the streets & alleys. During the fall the department completes a citywide leaf collection, and during the winter the focus is on snow and ice removal on all city streets.

### **Fleet Management**

The Fleet Management Department is responsible for approximately 1,835 city owned vehicles and ancillary equipment. The Fleet Director oversees the contract with the private company, which provides vehicle maintenance services to the City's fleet. The department is also responsible for developing approval policies for vehicle use, preventive maintenance and replacement. Maintaining compliance with environmental regulations and making environmental improvements also fall under the Directors responsibilities.

### **Trails & Greenways Management**

The Greenways Department is responsible for the planning, design and construction of the Fort Wayne Trails Network. The Greenways Department also oversees the maintenance of the trail system by working with the Fort Wayne Parks and Recreation Department, the Street Department, Traffic Operations, Volunteer Greenway Rangers and Adopt-A-Greenway Groups. The Department works with Fort Wayne Trails, Incorporated to plan, fund, promote and advocate for existing and future trails. Staff coordinates volunteer activities and events, including Bike Trek the Trails and Bike Month. The Department works with neighborhoods, businesses, community organizations, other City Departments, Allen County, the State of Indiana and Federal Agencies to develop and maintain the Fort Wayne Trails network. Furthermore, the Department works with other jurisdictions to integrate the Fort Wayne Trails Network into a regional network of trails.

## **PARKS AND RECREATION**

The Parks and Recreation Department maintains over 2,800 acres of public park land and provides a variety of recreation facilities, programs, and services for the Fort Wayne community. The Fort Wayne Parks Department was created in 1905 when the Indiana General Assembly adopted the Cities and Towns Law. The Parks and Recreation Department is administered by a four member bipartisan Board of Park Commissioners. Each commissioner is appointed by the Mayor and serves a four-year term. The Park Board reviews and approves the annual budget, approves expenditures, holds regular public meetings as required by law and approves the awarding of all contracts. The Parks and Recreation Department is nationally recognized being a CAPRA accredited agency.

### **Administration/Marketing**

The Administration Division is responsible for the financial accounting, personnel, budgeting, purchasing, MIS, and administration functions of the department.

The Marketing Division was created in 1989 and is responsible for public relations, promotions, customer service, grant writing, service quality, strategic planning, marketing research, corporate sponsorship, and other marketing/planning functions. The Botanical Conservatory and the Foellinger Theatre are part of this Division.

### **Headwaters Park**

The Department contracts with the not-for-profit Headwaters Alliance for the maintenance and operation of this spectacular 40-acre park on the north edge of downtown. Headwaters Park has become the focal point for community festivals, special events and an aesthetic gateway to the downtown area.

## **Parks/Horticulture/Forestry**

This Division is responsible for operation and maintenance of the park land, facilities, building repairs, and maintenance. The Forestry and Horticulture Division is responsible for park and street trees, public gardens, flower beds, park landscaping and operates three (3) greenhouses. Engineering, Park Planning and Design is administered here.

## **Leisure Services**

The Leisure Services Division is responsible for the recreational programs managed by the Department. Facilities include: three public golf courses, two tennis centers, 50 public tennis courts, four community recreation centers, three swimming pools, six splash pad/spray grounds, three day camps, a nature preserve, and a reservoir. The Division hosts a number of citywide special events, offers competitive and instructional programs in athletics and outdoor recreation, operates supervised playgrounds, and manages a travel department for families and adventure travelers. Classes covering a variety of special interests for pre-school through older adult are offered. Concerts, arts programs, and cultural events are also provided by the division. The signature programs, like The Lifetime Sports Academy and the Salomon Farm Park are part of Leisure Services.

## **Fort Wayne Children's Zoo**

The award winning Fort Wayne Children's Zoo is operated under our operating agreement between the Fort Wayne Parks and Recreation Division and the Zoological Society.

# **PUBLIC SAFETY**

## **Department of Public Safety**

This Department maintains order and protects the rights and property of the citizens of Fort Wayne. The Fire Chief and Chief of Police serve as the Directors of Public Safety. The Directors retain responsibility for major policy decisions, budgeting, long-range planning and the day-to-day coordination of six departmental divisions: Police, Fire, Animal Control, Human Resources, and Weights and Measures. The Division Directors serve as the Mayor's appointee on many commissions and councils in order to coordinate activities and plan cooperative efforts with other state and local agencies.

The Board of Public Safety has three (3) members who are appointed by the Mayor and have authority over the hiring, promotion and discipline of the Fort Wayne police officers. The Board of Public Safety also oversees the licensing and policies regarding taxis. The Fire Merit Board has three (3) members appointed by the Mayor and two (2) members elected by the firefighters. The Board is the authority responsible for hiring, promotion, evaluation and discipline of the Fort Wayne firefighters.

## **Police Department**

It is the mission of the Fort Wayne Police Department in partnership with the community, to strive to protect the life, property, and personal liberties of all individuals. We believe that the overall quality of life for all residents will improve through the deterrence of criminal activity and an understanding of the diversity of cultures within this community. Furthermore, we recognize the need for fair and impartial enforcement of the law, with attention given to the highest possible quality of service delivery to the community. The department is responsible for maintaining order within the city limits of Fort Wayne.

## **Fire Department**

It is the mission of the Fort Wayne Fire Department to prevent the loss of life and to control or reduce the loss to property. The mission will be accomplished through the services provided by the Operations, Fire

Prevention Bureau, Investigation, Safety Education, Training and Development and Administrative Divisions. These divisions provide for firefighting, emergency hazardous materials stabilization, emergency rescue, EMS - first responder, underwater rescue/recovery, public education, building inspections, fire investigations, fire safety training, and other miscellaneous services. The Fire Department provides services to the entire City of Fort Wayne with mutual assistance to the surrounding departments upon their request.

### **Radio Shop**

The Radio Shop of the Fort Wayne Police Department is responsible for the planning, design, construction, maintenance and operation of all electronic communication systems utilized by the City of Fort Wayne and the Combined Communications Partnership (CCP). The Radio Shop is also responsible for the installation and maintenance of electronic equipment utilized in Police and Fire vehicles.

### **Records**

The Records Division is responsible for maintaining all electronic and printed documents produced by the Fort Wayne Police Department. Additional responsibilities include Tele-Service, processing personal protection permit applications, taking all walk-in reports and requests for documents, and for fingerprinting all prisoners processed into the Allen County Jail.

### **Animal Care and Control**

The Department of Animal Care and Control faces the public health and safety issues involving animals using a proactive approach. Local and state legislation is used to address pet overpopulation, responsible pet ownership issues, and cruelty or violence issues involving animals. The success of the approach would not be possible without positive community outreach and education, the job of our Humane Education Department. Protection of both citizens and animals along with efforts to minimize euthanasia of unwanted animals through spay/neuter promotion all strongly reflect the neighborhood and community driven origins of this agency. Involvement of the citizens through our volunteering program has also been crucial to departmental advancement. This department's county contracts provide an overall "one stop" for city and county residents in need of services, wishing to adopt an animal, seeking educational outreach materials, or assistance with lost/found pets.

### **Weights & Measures**

The goal of the Division of Weights and Measures is to provide equity in the marketplace for businesses and consumers alike. It is responsible for testing and inspection of all commercial weighing and measuring devices. The department enforces State codes and City ordinances governing weights and measures, and orders corrections of and/or condemns or confiscates faulty devices or commodities. Weights and Measures is also responsible for licensing taxi drivers, issuing permits for taxicabs, and enforcing the taxi ordinance for the Board of Safety.



**Fort Wayne at a Glance**  
As of December 31, 2013

Date Founded	October 22, 1794	
Date of Incorporation	February 22, 1840	
Population	254,397	
Area in Square Miles	110.6	
Miles of Streets	1,294	
Number of Street Lights	33,877	
Miles of Water Lines	1,176	
Miles of Sewer/Stormwater Mains	1,893	
Number of City Employees	1,857	
Labor Statistics: (December '12)		
Fort Wayne Metropolitan Service Area - Allen		
Labor Force	204,316	
Employed	187,655	
Unemployed	16,689	
Unemployment Rate	8.2	
Building Permits - Ft. Wayne & Allen County - December 31, 2012	2012	2013
Total New Construction - Number of Permits	764	876
- Estimated Assessed Value	\$102,340,722	\$88,144,084
Total Construction Permits - Number of Permits	1,031	1,005
- Estimated Assessed Value	\$148,435,261	\$162,308,791
Relative Size	2nd largest city in Indiana	
Form of Government	Elected Mayor, Clerk, Councilperson (9)	
Airports	Fort Wayne International, Smith Field	
Rail Service	Chicago Fort Wayne and Eastern Railroad	
Motor Carriers	35	
Public Transportation Route	13	
Taxi Service	9 cab companies, 9 limousine companies	
Bank Holding Companies	14	
Banks/Finance Companies	28	
Credit Unions	16	
Museums	15	
Media	3 monthly, 3 weekly, 2 daily newspapers; 8 TV stations; 11 cable & satellite systems, 13 radio stations	
Market Location	Area within 250 miles of Fort Wayne includes a population of 43.9 million, or 14.5% of the total U.S. population; 70th Largest City in United States	



Parks & Recreation		86 parks & playgrounds covering 2,805 acres, including: 1 campground, 20 rental pavilions, 13 open shelters (not reserved), 62 tennis courts, 20 soccer fields, 3 public golf 18-hole golf courses and 1 public nine-hole golf course, 2 driving ranges, 1 skateboard rink, 1 seasonal ice skating rink, 39 baseball/softball diamonds, 2 Frisbee golf courses, 4 swimming pools, 7 Spray parks, 26 basketball courts, 1 outdoor theater, 1 community center, 3 youth centers, Children's Zoo, The Old Fort, Solomon Farm Learning Ctr., Botanical Gardens, 1 Life Time Sports Center
Water System		Municipally owned, treatment capacity of 72 million gallons/day
Sewage System		Municipally owned, treatment capacity of 60 million gallons/day
Electric Utility		3 - American Electric Power, Northeastern REMC, United REMC
Natural Gas		Northern Indiana Public Service Co., Vectron Energy, Northern Indiana Fuel & Light
Telephone		Frontier, Comcast, KMC, Britec, Indigital Telecom, MediaCom, Vonage, Earthlink
Garbage Service		City residents charged: \$9.95/mo. user fee for single family dwelling; \$19.90/mo. user fee for duplex, 3- or 4-plex. Services presently contracted with Republic Services
Fall Leaf Collection		3- or 4-plex. Services presently contracted with Republic Services
Gross Income Tax		3.4%
County Option Income Tax		0.6%
County Economic Development Income Tax		0.4%
State Sales and Use Tax		7.0%
Allen County Food & Beverage Tax		1.0%
Property Tax Rate (Fort Wayne - Wayne Township)		<b>\$3.3124</b> per \$100 assessed value - 2012 pay 2013; City's portion is \$1.3411
Annual Wheel Tax		Rate by vehicle class \$7.50 to \$25.00
State Excise Tax		Cigarettes - 99.5 cents/pkg of 20; 124.375 cents/pkg of 25 Gasoline - 18 cents/gallon Auto - various class rates
Hospitals		7
Churches		390
Number of Schools		Fort Wayne Community Schools 51 Northwest Allen County Schools 10 East Allen County Schools 18 Southwest Allen County Schools 9 Parochial & Other 32 Higher Education 15



Government Finance Officers Association

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**City of Fort Wayne  
Indiana**

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended

**December 31, 2012**

Executive Director/CEO

# FINANCIAL SECTION





## INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF FORT WAYNE, ALLEN COUNTY, INDIANA

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Wayne (City), as of and for the year ended December 31, 2013, 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 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 did not audit the financial statements of three of the eight discretely presented component units, Fort Wayne Urban Enterprise Association Inc., Fort Wayne Public Transportation Corporation, and Community Development Corporation of Fort Wayne, which represent 22.99 percent, 47.57 percent, and 53.89 percent, respectively, of the assets, net position, and revenues of the discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for those three discretely presented component units, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial 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 includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statement.

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

INDEPENDENT AUDITOR'S REPORT  
(Continued)

**Opinions**

In our opinion, based on our audit and the report of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City as of December 31, 2013, 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.

**Other Matters**

*Required Supplementary Information*

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules (General and Major Special Revenue funds), Modified Approach Schedules, Schedules of Funding Progress, and Schedules of Contributions from the Employer and Other Contributing Entities, 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.

The 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 Budgetary Comparison Schedules (General and Major Special Revenue funds) are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

We have applied certain limited procedures to the other 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.

*Supplementary and Other Information*

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other budgetary comparison schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund 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


INDEPENDENT AUDITOR'S REPORT  
(Continued)

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, combining and individual nonmajor fund financial 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 section and statistical tables 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.

*Other Reporting Required by Government Auditing Standards*

In accordance with Government Auditing Standards, we have also issued our report dated June 16, 2014, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

  
Paul D. Joyce, CPA  
State Examiner

June 16, 2014

## Management's Discussion and Analysis

As management of the City of Fort Wayne (the City), we offer the following discussion as insight into the financial performance of the City for the fiscal year ended December 31, 2013. To gain a fair understanding of the City's financial position, this discussion and analysis should be read in conjunction with our letter of transmittal, the basic financial statements, and the notes to the basic financial statements.

### Financial Highlights

- The assets of the City exceeded its liabilities at the end of 2013 by \$1,169.0 million. Of this amount, \$79.6 million is considered unrestricted. The unrestricted net position of the City's governmental activities is \$43.0 million. The unrestricted net position of the City's business-type activities is \$36.6 million.
- The net position of the City's governmental activities increased \$8.7 million (or 1.35 percent from 2012) in 2013. The net position of the City's business-type activities increased \$25.7 million (or 5.25 percent from 2012).
- At the end of 2013, the City's governmental funds reported a combined ending fund balance of \$163.1 million. The combined governmental funds' fund balance decreased by \$5.3 million (or 3.14 percent from 2012). City's total fund balance includes \$26.7 million as nonspendable, \$3.0 million as restricted, \$5.9 million as committed, \$127.1 million as assigned and \$0.4 million as unassigned fund balance. The above mentioned fund balances have been classified per GASB 54. (See Note 1)
- At the end of 2013, unassigned fund balance for the general fund was \$2.3 million or 2.83 percent of the 2013 general fund expenditures.
- At the end of 2013, the total fund balance for Community Legacy fund was \$68.7 million. This is an increase of \$1.8 million from the prior year due to interest income, light lease revenue and gain on investment.
- The City's total debt increased by \$68.7 million (or 11.1 percent) during 2013 due to business-type activities.

### Overview of the Financial Statements

This discussion and analysis is an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition to the basic financial statements, this Comprehensive Annual Financial Report (CAFR) includes other supplementary information along with the statistical section.

**Government-wide financial statements.** The government-wide financial statements present the financial picture of the City from the economic resources measurement focus using the accrual basis of accounting, in a manner similar to private-sector businesses. The government-wide financial statements are composed of two statements: the statement of net position and the statement of activities.

The statement of net position presents information on all of the City's assets and liabilities, and deferred outflows and deferred inflows of resources, with the difference between them reported as net position. Net position is then broken down between governmental and business-type activities. Over time, increases or decreases in net position will show the fluctuation in the City's financial position.

The statement of activities presents information on all of the City's revenues and expenses, showing how the government's general expenses less the program revenues equal net expenses for the most recent fiscal year. General revenues are then subtracted from net expenses to get the change in net position.

All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid. Thus, revenues and expenses reported in this statement for some items will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City 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 include general government, public safety, highways and streets, sanitation, health and welfare, economic opportunity, economic development, culture and recreation, urban redevelopment and housing, and interest on long-term debt. The business-type activities of the City include a water system, wastewater system, storm water service, parking garage administration, solid waste service, electric utility, and a yard waste system.

The government-wide financial statements include not only the City itself (primary government), but also a few legally separate units: Neighborhood Care, Inc. (HANDS), Summit Development Corporation (Summit), Fort Wayne Urban Enterprise Association, Inc. (UEA), Allen County Fort Wayne Capital Improvement Board of Managers (CIB), Fort Wayne Redevelopment Authority (RA), Fort Wayne Public Transportation Corporation (PTC), Downtown Fort Wayne Economic Improvement District (DID) and Community Development Corporation (CDC) for which the City is financially accountable. Financial information for these component units are reported separately from the financial information presented for the primary government itself. The financial statements of these component units can be found in their entirety on file in the City Controller's office at 200 E. Berry Street, Suite 470, Fort Wayne, Indiana 46802. The Fort Wayne Municipal Building Corporation and the Consolidated Communications Partnership (CCP) are legally separate from the City, but since their nature and relationship with the City is significant, they are an integral part of the primary government.

The government-wide financial statements can be found on pages 47-49 of this report.

**Fund financial statements.** A fund is a fiscal and accounting entity with a self-balancing set of accounts recording cash and other financial resources, with its related liabilities, and corresponding equity balances. Some funds are required to be established by State Law and by bond covenants, while others are adopted to help control monies set aside for a specific purpose. The City of Fort Wayne, like other state and local governments, uses fund accounting to ensure and demonstrate compliance with finance-related legal requirements. The funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

**Governmental funds.** Governmental funds are used to account for most of the City's basic services. These funds generally do not provide enough revenue to completely cover their expenses; therefore, they need taxes, fees, interest or any other intergovernmental revenue to help support them. These funds use the modified accrual method of accounting, which measures cash and all other financial assets that can readily be converted to cash. Governmental fund financial statements focus on near-term inflows and outflows of unrestricted resources, as well as on balances of unrestricted resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement. The basic governmental fund financial statements can be found on pages 50-53 of this report.

**Proprietary funds.** When the City charges a fee to cover the entire cost of an operation, whether to outside customers or to other units of the City, the services are generally classified as a proprietary fund. There are two types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. These funds are completely self-supported by providing services to *outside customers* of the City. The City uses enterprise funds to account for its water, wastewater, storm water, solid waste, parking garages, electric, and yard waste operations. Internal Service funds are used to report activities that provide services and supplies for the other City departments. The City uses internal service funds to account for its self insurance and garage services. The internal service funds are reported within the governmental activities section of the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 54-56 of this report.



**Fiduciary funds.** Fiduciary funds are funds held by a governmental unit as an agent or a trustee. They are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City holds two types of fiduciary funds: pension trust funds and agency funds. Pension trust funds are used to account for pension plans held by the City on behalf of its employees. The City uses pension trust funds to report the police pension, fire pension, and sanitary officers' pension funds. Agency funds are used to account for monies held by the City for an external party. The City uses an agency fund to report the Fort Wayne Neighborhood Housing Partnership (FWNP). The basic fiduciary fund financial statements can be found on pages 57-58 of this report.

**Notes to the financial statements.** The notes are a required part of the basic financial statements that provide necessary information for the understanding of the City's financial report. The notes to the financial statements can be found on pages 62-111 of this report.

**Other information.** The City is also required to provide more detailed information about certain issues disclosed in required supplementary information (RSI) schedules. The City's RSI schedules include: Budgetary Comparison Schedule for General Fund and Major Special Revenue Funds, Comparison of Needed-to-Actual Maintenance/Preservation including the condition rating of the City's street system, Schedule of Funding Progress, and the Schedule of Contributions from the Employer and other Contributing Entities. The combining financial statements for the non-major governmental funds, non-major enterprise funds, and the internal service funds are found immediately following the RSI schedules listed above. The RSI schedules can be found on pages 113-118 of this report.

City of Fort Wayne  
Net Position  
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total		Component Units	
	2013	2012	2013	2012	2013	2012	2013	2012
Assets	\$ 200,199	\$ 197,396	\$ 195,945	\$ 150,509	\$ 396,144	\$ 347,905	\$ 101,259	\$ 101,596
Capital assets	741,079	737,506	762,645	708,770	1,503,724	1,446,276	58,653	57,688
Total assets	941,278	934,902	958,590	859,279	1,899,868	1,794,181	159,912	159,284
Deferred outflow s	-	-	435	-	435	-	628	-
Current liabilities	23,981	19,811	18,281	20,211	42,262	40,022	2,636	2,667
Noncurrent liabilities	262,548	269,066	426,456	350,434	689,004	619,500	92,138	96,576
Total liabilities	286,529	288,877	444,737	370,645	731,266	659,522	94,774	99,243
<b>Net position</b>	<b>\$ 654,749</b>	<b>\$ 646,025</b>	<b>\$ 514,288</b>	<b>\$ 488,634</b>	<b>\$ 1,169,037</b>	<b>\$ 1,134,659</b>	<b>\$ 65,766</b>	<b>\$ 60,041</b>
Net Investment in Capital Assets	\$ 611,772	\$ 599,664	\$ 434,943	\$ 428,454	\$ 1,046,715	\$ 1,028,118	\$ 39,688	\$ 36,108
Restricted	-	-	42,755	35,726	42,755	35,726	20,041	16,599
Unrestricted	42,977	46,361	36,590	24,454	79,567	70,815	6,037	7,334
<b>Total net position</b>	<b>\$ 654,749</b>	<b>\$ 646,025</b>	<b>\$ 514,288</b>	<b>\$ 488,634</b>	<b>\$ 1,169,037</b>	<b>\$ 1,134,659</b>	<b>\$ 65,766</b>	<b>\$ 60,041</b>

## Government-wide Financial Analysis

The City's (primary government) assets exceeded liabilities by \$1,169.0 million at the close of 2013. The largest portion of the City's net position (total assets less total liabilities), which amounts to \$1,046.7 million (or 89.54 percent), reflects its investment in capital assets (e.g., land, distribution and collection, roads, buildings and improvements, machinery and equipment, construction in progress, and net investment in joint venture), less any outstanding debt used to acquire these assets. These assets are designated as net investment in capital assets because they are used to provide the everyday services the citizens of the City expect; they are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset.

The remainder of the City's net position is designated as either restricted or unrestricted. The restricted portion, which totals \$42.8 million (or 3.65 percent), are dollars that are subject to an external restriction and cannot be spent on everyday operations. The unrestricted portion of the net position is \$79.6 million (or 6.81 percent).

At the end of 2013, the City shows a positive net position figure as a whole as well as in the governmental and business-type activities sections individually. This shows that the City has been able to make sound financial decisions over the past several years leaving them with a solid equity base on which to build.

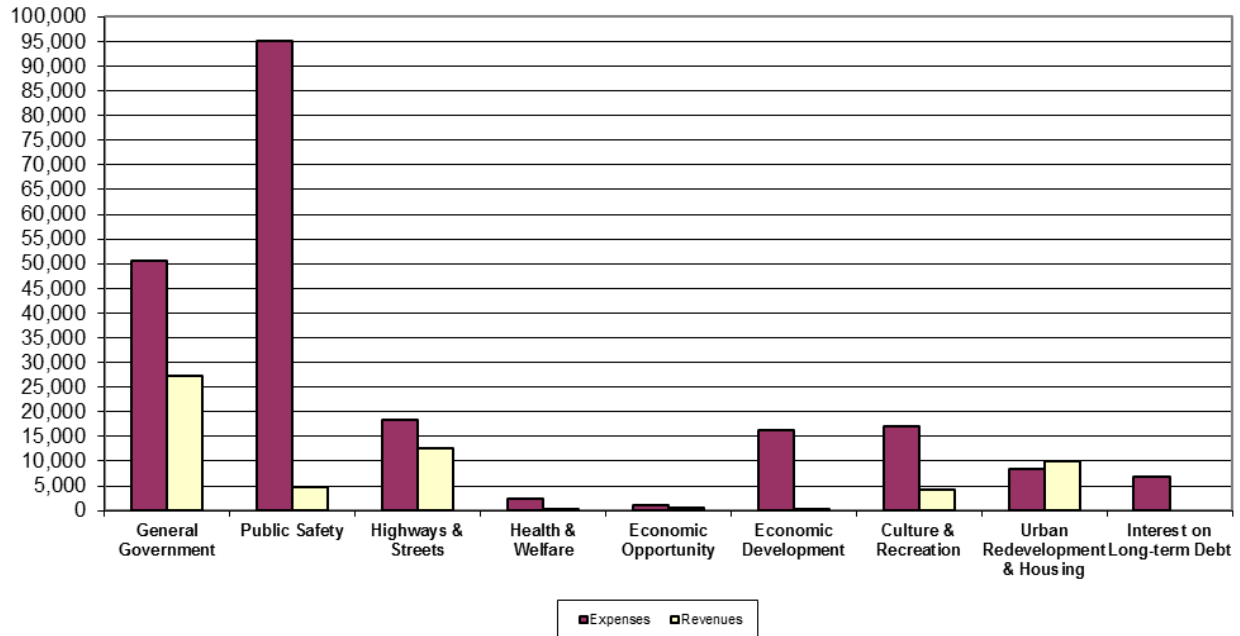
The City's component units showed assets exceeding liabilities by \$65.8 million at the end of 2013. Of the net position (total assets less total liabilities), \$39.7 million reflects its investment in capital assets less any debt used to acquire these assets that is still outstanding. These assets are designated as invested in capital assets because they are used to provide the everyday services to the users of the component units, these assets are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset. Unrestricted net position totals \$6.0 million at the end of 2013. These assets may be used by the City's component units for normal operations.

**City of Fort Wayne**  
**Changes in Net Position**  
(amounts expressed in thousands)

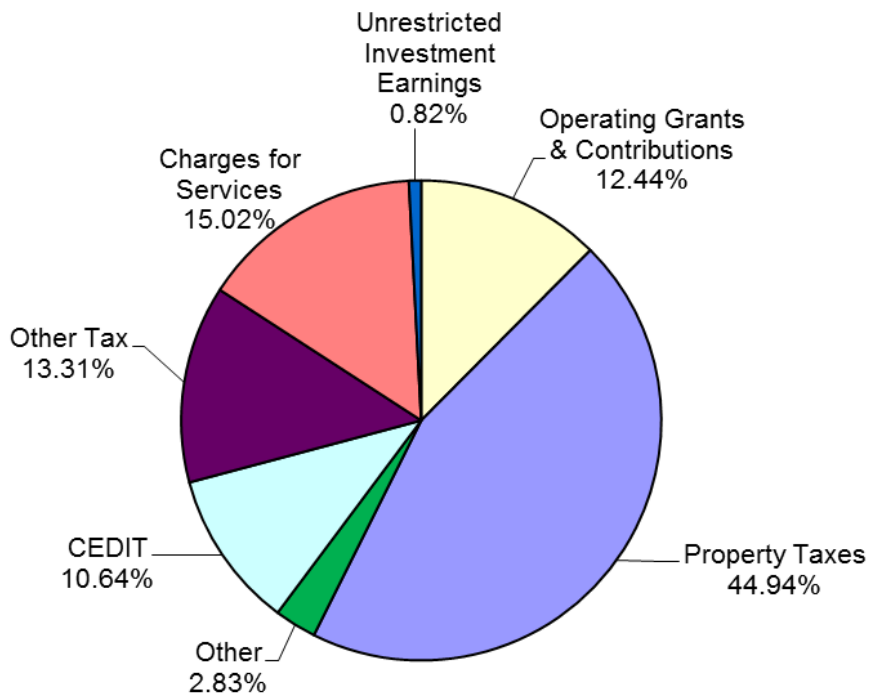
	Governmental Activities		Business-type Activities		Total		Component Units	
	2013	2012	2013	2012	2013	2012	2013	2012
<b>Revenues-</b>								
Program revenues:								
Charges for services	\$ 33,041	\$ 35,254	\$ 118,264	\$ 107,450	\$ 151,305	\$ 142,704	\$ 11,096	\$ 11,962
Operating grants and contributions	27,398	28,575	-	-	27,398	28,575	5,770	5,212
Capital grants and contributions	-	-	3,814	2,554	3,814	2,554	5,964	8,634
General revenues:								
Property taxes	98,890	101,741	-	-	98,890	101,741	-	-
CEDIT	23,403	21,325	-	-	23,403	21,325	-	-
Local assessments and taxes	-	-	-	-	-	-	5,513	5,376
Indiana room tax	-	-	-	-	-	-	2,998	2,939
Other taxes	29,296	25,974	-	-	29,296	25,974	-	-
Investment earnings	1,815	2,087	162	186	1,977	2,273	45	42
Gain on sale of capital assets	-	-	1,276	-	1,276	-	-	-
Other	6,218	4,964	-	-	6,218	4,964	203	140
<b>Total revenues</b>	<b>220,061</b>	<b>219,920</b>	<b>123,516</b>	<b>110,190</b>	<b>343,577</b>	<b>330,110</b>	<b>31,589</b>	<b>34,305</b>
<b>Expenses:</b>								
General government	50,614	56,625	-	-	50,614	56,625	-	-
Public safety	95,038	117,074	-	-	95,038	117,074	-	-
Highways and streets	18,309	25,361	-	-	18,309	25,361	-	-
Health and welfare	2,338	2,428	-	-	2,338	2,428	-	-
Economic opportunity	1,097	859	-	-	1,097	859	-	-
Economic development	16,191	14,170	-	-	16,191	14,170	-	-
Culture and recreation	16,944	16,912	-	-	16,944	16,912	-	-
Urban redevelopment and housing	8,456	13,262	-	-	8,456	13,262	-	-
Interest on long-term debt	6,911	7,570	-	-	6,911	7,570	-	-
Water	-	-	31,646	30,862	31,646	30,862	-	-
Wastewater	-	-	39,189	36,862	39,189	36,862	-	-
Stormwater	-	-	6,988	6,341	6,988	6,341	-	-
Parking garages	-	-	1,029	840	1,029	840	-	-
Solid waste	-	-	10,587	10,303	10,587	10,303	-	-
Other	-	-	135	135	135	135	-	-
Hands	-	-	-	-	-	-	91	63
Summit	-	-	-	-	-	-	65	53
UEA	-	-	-	-	-	-	511	486
CIB	-	-	-	-	-	-	6,104	6,481
RA	-	-	-	-	-	-	3,810	2,947
PTC	-	-	-	-	-	-	14,110	13,265
DID	-	-	-	-	-	-	507	737
CDC	-	-	-	-	-	-	666	786
<b>Total expenses</b>	<b>215,898</b>	<b>254,261</b>	<b>89,574</b>	<b>85,343</b>	<b>305,472</b>	<b>339,604</b>	<b>25,864</b>	<b>24,818</b>
Inc(Dec) in net position before transfers	4,163	(34,341)	33,942	24,847	38,105	(9,494)	5,725	9,487
Transfers	8,283	69,181	(8,283)	(69,181)	-	-	-	-
Inc(Dec) in net position	12,446	34,840	25,659	(44,334)	38,105	(9,494)	5,725	9,487
<b>Net position -- January 1st</b>	<b>646,025</b>	<b>612,154</b>	<b>488,634</b>	<b>514,376</b>	<b>1,134,659</b>	<b>1,126,530</b>	<b>60,041</b>	<b>50,554</b>
Prior period adjustment - See Note 13	(3,722)	(969)	(5)	18,592	(3,727)	17,623	-	-
<b>Net position -- January 1st (Restated)</b>	<b>642,303</b>	<b>611,185</b>	<b>488,629</b>	<b>532,968</b>	<b>1,130,932</b>	<b>1,144,153</b>	<b>60,041</b>	<b>50,554</b>
<b>Net position -- December 31st</b>	<b>\$ 654,749</b>	<b>\$ 646,025</b>	<b>\$ 514,288</b>	<b>\$ 488,634</b>	<b>\$ 1,169,037</b>	<b>\$ 1,134,659</b>	<b>\$ 65,766</b>	<b>\$ 60,041</b>

**Governmental Activities.** The governmental activities accounted for \$8.7 million increase in the City's total net position in 2013. The City was able to remain within or below its expense budget while still providing all of the necessary government services. The governmental activities represent 64.05 percent of the primary government's revenue and 70.68 percent of the primary government's expenses

### Expenses & Program Revenues - Governmental Activities (Expressed in Thousands)

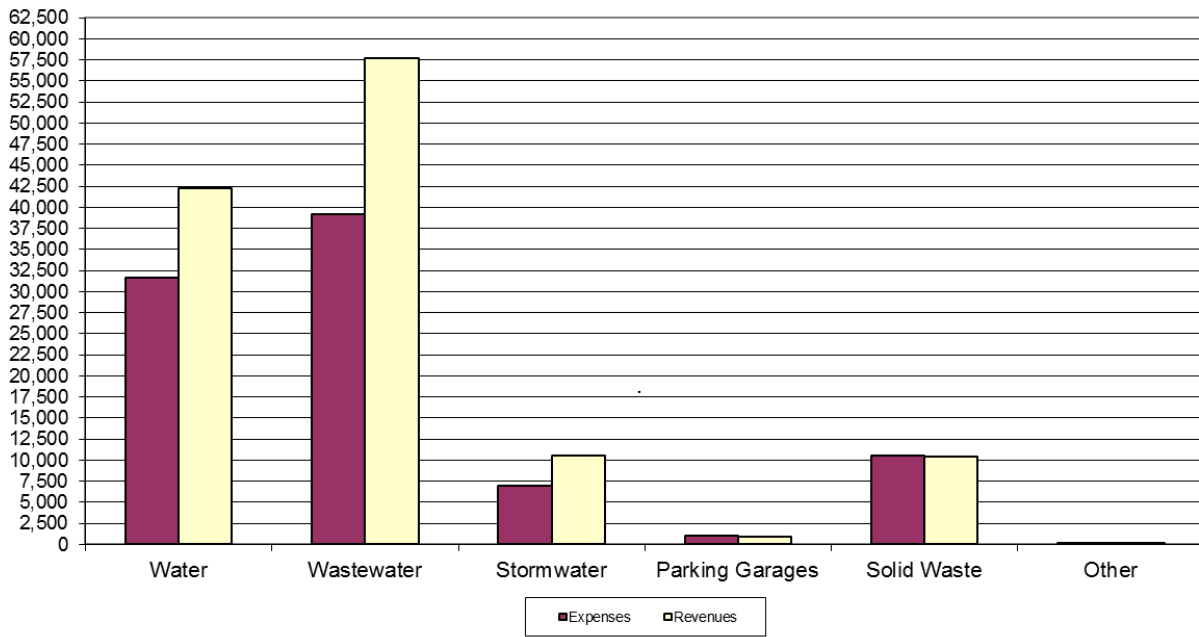


### Revenues by Source - Governmental Activities

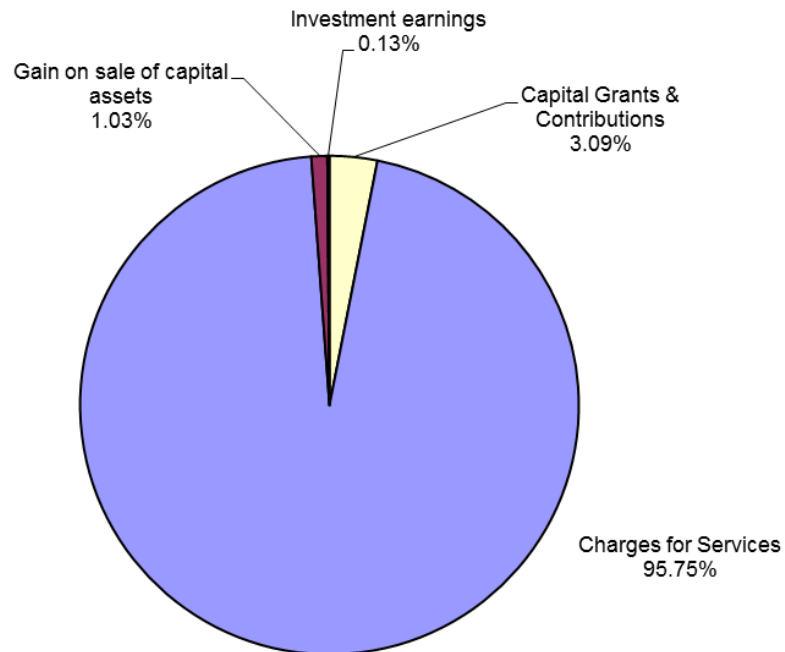


**Business-type Activities.** The business-type activities of the City increased net position by \$25.7 million. Business-type activities represent 35.95 percent of the primary government's revenues and 29.32 percent of the expenses. The City's Water and Wastewater utilities account for 81.90 percent of the business-type activities' program revenues and 79.08 percent of the expenses.

**Expenses & Program Revenues - Business-type Activities  
(Expressed in Thousands)**



**Revenues by Source - Business-type Activities**



## Financial Analysis of the Government's Funds

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

**Governmental funds.** The City's fund financial statements use modified accrual accounting providing information on near term inflows, outflows, and balances of available resources. This provides the reader with useful information regarding the City's financial position. The assigned/unassigned fund balances of the City's governmental funds gives good insight into its ability to meet current obligations as well as meet the City's ongoing service needs.

At the end of 2013, the City's governmental funds reported combined ending fund balances of \$163.1 million, a decrease of \$5.3 million due mainly to the prior period adjustment related to accrued payroll expenditures (See Note 13). Beginning with the 2011 reporting year, the City has adopted GASB 54 and has classified fund balances per the guidelines specified under GASB 54. The City's total fund balance includes \$26.7 million as nonspendable, \$3.0 million as restricted, \$5.9 as committed, \$127.1 million as assigned, and \$0.4 million as unassigned fund balance.

A portion of the City's governmental fund totals is made up of the General fund, the City's chief operating fund. At the end of 2013, the General fund had an unassigned fund balance of \$2.3 million and a total fund balance of \$3.2 million. As a measure of the General fund's liquidity, you can compare the total fund balance and unassigned fund balance to the total fund expenditures. The General fund expenditures for fiscal year ended 2013 were \$81.2 million. The total fund balance represents 3.94 percent of General fund expenditures, while the unassigned fund balance is 2.83 percent of that same amount.

The fund balance of the City's General fund decreased by \$5.0 million during the fiscal year ended 2013. During 2013, the General fund expenditures were not in line with revenues received due to the decision to leave the levy at the same level as 2011 as well as using the fund balance to correct 2012 accrued payroll expenditures (See note 13).

The City has six other funds that meet the major fund criteria: the Highways and Streets, CEDIT, Parks, Fire, Redevelopment and Community Legacy. The combined fund balance at the end of 2013 for the other six major funds is \$130.3 million. This results in a net decrease in fund balances for the other major funds of \$3.1 million from the prior year. The major reasons for this decrease are:

- The decrease of the CEDIT fund balance by \$5.3 million at the end of 2013 mainly due increased focus on economic development and infrastructure expenditures and increased transfers to the General fund.
- The decrease of the Fire fund balance by \$1.4 million at the end of 2013 mainly due to the prior period correction to 2012 accrued payroll expenditures. (See Note 13).
- The decrease of the Parks fund balance by \$1.5 million at the end of 2013 mainly due to increased expenditures for tree cutting and pruning services due to Emerald Ash Borer infestation.
- The increase of the Redevelopment fund balance by \$3.1 million to \$46.3 million at the end of 2013 due to an overall decrease in spending for infrastructure and improvement projects in 2013, supported by various TIF funds.
- The increase of the Community Legacy fund balance by \$1.8 million at the end of 2013 mainly due to interest income, light lease revenue and gain on investments.

The non-major governmental funds have a combined increase of \$2.8 million to a fund balance of \$29.5 million at the end of 2013.

**Proprietary funds.** The City's proprietary funds use full accrual accounting to report information in their fund financial statements similar to the way things are reported in the government-wide financial statements.

The total net position of the City's enterprise funds at the end of 2013 were \$514.3 million. Of that total, the restricted net position was \$42.8 million, net investment in capital assets was \$434.9 million, and the unrestricted net position was \$36.6 million. This is a total increase of about \$25.7 million of which \$6.5

million increased the net investment in capital assets, \$7.1 million increased the restricted assets and the remaining \$12.1 million increased the available unrestricted funds.

### **General Fund Budgetary Highlights**

The difference between the original adopted budget and the final amended budget was \$763 thousand. The difference is summarized as follows:

- \$334 thousand increase in general government's appropriation
- \$325 thousand increase in public safety's appropriation
- \$145 thousand increase in highway and streets appropriation
- \$8 thousand decrease in health and welfare appropriation
- \$33 thousand decrease in economic development's appropriation

The actual expenditures were \$1.4 million lower than budgeted, while the actual revenues of the general fund were \$8.1 million less than budgeted. For the year, the general fund balance decreased by \$5.0 million.

The 2013 final approved budget was \$82.591 million; actual expenditures amounted to \$81.232 million, leaving a \$1.359 million positive variance. The variance is summarized as follows:

- \$547 thousand for general government
- \$431 thousand for public safety
- \$118 thousand for highway and streets
- \$51 thousand for health and welfare
- \$29 thousand for economic opportunity
- \$183 thousand for economic development

Of the \$1.359 million positive variance, \$746 thousand was in personal services. This variance was primarily due to unfilled positions as a result of resignations, retirements, and/or terminations. The remaining variance consisted of \$102 thousand for supplies expense, \$369 thousand for other services and charges, and \$142 thousand for capital outlays. These variances were incurred due to the City departments meeting the challenges of monitoring and controlling expenses while still maintaining adequate services to the City.

### **Capital Asset and Debt Administration**

**Capital assets.** The City's Primary Government's capital assets as of December 31, 2013, are equal to \$1,503.7 million (net of accumulated depreciation). Capital assets include land, distribution and collection, roads, buildings and improvements, machinery and equipment, and construction in progress. The total increase in the City's capital assets for the current fiscal year was \$57.4 million or 3.97 percent (a 0.25 percent increase for governmental activities and a 3.72 percent increase for business-type activities).

**Governmental activities.** Capital assets for the governmental activities total \$866.8 million with an accumulated depreciation figure of \$125.7 million for a net book value of \$741.1 million. This amount includes \$10.3 million in construction in progress reflecting capital projects in various stages of completion. The City chose to report its roads using the modified approach accepted under the new reporting model. This allows the City to make additions and deletions to the overall asset figure without actually depreciating. The conditions of the City's road pavement are measured using a pavement condition index (PCI). The City has adopted the following condition categories. "Very Good" (100-80), "Good" (79-60), "Fair" (59-40), "Poor" (39-20), and "Very Poor" (19-0).

It is the policy of the City to maintain a pavement condition index of good (79-60). In 2012, the City had a pavement condition index rating of "Good" (65). The City has maintained a "Good" (63) rating in 2013. The City maintains there are no material variances between the budgeted expenditures and the actual expenditures for the maintenance of infrastructure for 2013.

More information regarding the modified approach can be found on pages 116 and 119-120 in the Required Supplementary Information (RSI) section of this report.

**Business-type activities.** Capital assets for the business-type activities total \$1,075 million with an accumulated depreciation figure of \$312.4 million for a net book value of \$762.6 million. The amount also includes \$46.8 million in construction in progress reflecting capital projects in various stages of completion.

Major projects include: Enhanced disinfection solution as required by the federal environment protection agency (UV disinfection) for drinking water treatment and improvements to storage at the treatment plant, continued work on projects to reduce the number of Combined Sewer Overflow (CSO's) and the volume of discharge directly to the rivers, improvements to increase the reliability and capacity of the wastewater treatment plant and the wet weather storage facilities, construction of a large equalization basin facility in the northern area of the sewer system to improve wet weather performance of collection system in that area, combined sewer capacity improvements to reduce the risk of basement backups.

**Primary Government**  
**Capital Assets, net of depreciation**  
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
Land	\$ 39,319	\$ 38,619	\$ 10,840	\$ 9,701	\$ 50,159	\$ 48,320
Distribution and collection	-	-	559,723	532,365	559,723	532,365
Roads	526,569	522,348	-	-	526,569	522,348
Buildings and improvements	220,045	217,193	227,607	192,876	447,652	410,069
Machinery and equipment	70,534	70,309	230,025	176,575	300,559	246,884
Construction in progress	10,293	9,170	46,804	89,711	57,097	98,881
Less: Accumulated depreciation	(125,681)	(120,133)	(312,354)	(292,458)	(438,035)	(412,591)
<b>Total</b>	<b>\$ 741,079</b>	<b>\$ 737,506</b>	<b>\$ 762,645</b>	<b>\$ 708,770</b>	<b>\$ 1,503,724</b>	<b>\$ 1,446,276</b>

Additional information regarding the City's capital assets can be found in Note 3 on pages 77-79 of this report.

**Long-term debt.** At the end of the current fiscal year, the City's Primary Government had total bonded debt outstanding of \$356.3 million. Of this amount \$81.3 million is considered to be general obligation bonds, special obligation bonds, or first mortgage bonds. The City is responsible to pay for this debt with general revenues. The remaining \$275 million is revenue bonds that are paid for from the revenues earned by the business-type fund that is responsible for the debt.

**City of Fort Wayne**  
**Long-term Debt**  
(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total	
	2013	2012	2013	2012	2013	2012
General obligation bonds	\$ 1,950	\$ 2,245	\$ -	\$ -	\$ 1,950	\$ 2,245
Special obligation bonds	47,585	54,045	-	-	47,585	54,045
First mortgage bonds	31,805	34,015	-	-	31,805	34,015
Capital leases	55,631	56,432	1,795	2,164	57,426	58,596
Notes & loans payable	7,490	7,862	144,579	134,951	152,069	142,813
Net pension obligation	93,095	94,171	931	618	94,026	94,789
Compensated absences	9,656	9,423	2,594	2,549	12,250	11,972
Other post-employment ben liab	15,477	11,133	-	-	15,477	11,133
Other long-term liabilities	-	-	-	-	-	-
Revenue bonds	-	-	274,975	209,290	274,975	209,290
<b>Total</b>	<b>\$ 262,689</b>	<b>\$ 269,326</b>	<b>\$ 424,874</b>	<b>\$ 349,572</b>	<b>\$ 687,563</b>	<b>\$ 618,898</b>

The City's total debt increased \$68.7 million during the current fiscal year, including additions of \$122.5 million and reductions of \$53.8 million. This increase was due mainly to the addition of notes and loans payable of \$18.3 million and \$75.3 million in revenue bonds to invest in improvements in the Wastewater Utility's infrastructure and 7.3 million in wastewater refunding revenue bonds to advance refund the 2002C and 2003 Wastewater bonds and loans.

The City of Fort Wayne currently maintains an AA- long-term rating from Standard & Poor's and an Aa2 rating from Moody's for its general obligation debt. The City's Water Utility and Sewer Utility both maintain an Aa3 from Moody's for its revenue bonds.

Additional information on the City's long-term debt can be found in Note 4 on pages 80-88 of this report.

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

The unemployment rate for the City is currently 5.7 percent, which decreased from a rate of 7.9 percent a year ago. The state average unemployment rate is 6.3 percent and the national average is 6.8 percent.

Due to the passage of House Bill 1001, starting in 2008 the amount of property taxes collected has been substantially reduced, causing a shortfall in City revenues. The new law also places permanent property tax caps on real estate values, which limits future property tax revenues. The City is continually reviewing its options as to where it can curtail expenditures and seeking solutions for replacing the current and future lost revenues. As a result the Fiscal Policy Group, among other suggested solutions, has recommended the adoption of the Local Option Income Tax (LOIT) that would go toward public safety. The increase in LOIT was approved by Fort Wayne City Council on June 25, 2014 and raised the rate from 1 percent to 1.35 percent, effective October 2013.

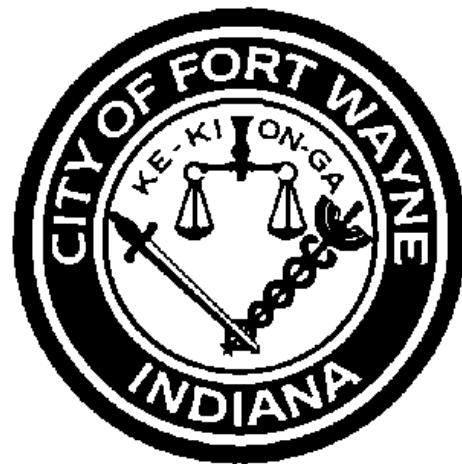
These factors along with others were considered when preparing the City's budget for the 2014 fiscal year.

### **Request for Information**

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the Controller, City of Fort Wayne, Room 470 Citizens Square, 200 E. Berry Street, Fort Wayne, Indiana, 46802.



# BASIC FINANCIAL STATEMENTS



CITY OF FORT WAYNE  
STATEMENT OF NET POSITION  
December 31, 2013

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<u>Assets</u>				
Cash and cash equivalents-unrestricted	\$ 71,995,877	\$ 32,788,269	\$ 104,784,146	\$ 8,875,224
Investments-unrestricted	50,506,979	-	50,506,979	3,242,765
Receivables (net of allowances for uncollectibles):				
Accounts	-	12,279,974	12,279,974	417,433
Taxes	9,848,219	-	9,848,219	-
Intergovernmental	3,044,619	-	3,044,619	4,532,172
Loans	6,317,960	-	6,317,960	5,842,822
Miscellaneous	5,385,157	111,700	5,496,857	293,316
Installments receivable	26,983,333	-	26,983,333	-
Assessments receivable	441,631	1,337,975	1,779,606	-
Internal balances	848,701	(848,701)	-	-
Inventories	1,051,611	1,194,222	2,245,833	339,769
Prepaid expense	611,464	169,494	780,958	117,541
Assets held for resale	20,911,862	-	20,911,862	24,853
Net investment in direct financing lease	169,186	-	169,186	63,413,203
Restricted assets:				
Cash and cash equivalents-restricted	2,082,484	104,259,932	106,342,416	10,335,184
Investments-restricted	-	40,100,848	40,100,848	-
Regulatory assets	-	4,551,203	4,551,203	-
Accounts receivable	-	-	-	3,825,495
Capital assets:				
Land, roads and construction in progress	576,181,466	57,644,315	633,825,781	1,432,770
Other capital assets, net of depreciation	164,897,175	705,001,181	869,898,356	57,220,232
Total assets	<u>941,277,724</u>	<u>958,590,412</u>	<u>1,899,868,136</u>	<u>159,912,779</u>
Deferred outflow of resources	-	435,085	435,085	627,825
<u>Liabilities</u>				
Accounts payable	3,979,558	7,724,124	11,703,682	613,164
Wages and withholdings payable	4,852,944	8,401	4,861,345	-
Accrued group insurance benefits	1,337,634	-	1,337,634	-
Contracts payable	2,045,317	683,192	2,728,509	-
Retainage payable	79,698	-	79,698	-
Accrued interest payable	1,445,101	4,982,612	6,427,713	1,838,288
Customer deposits	-	1,441,582	1,441,582	36,797
Unearned revenue	9,700,652	-	9,700,652	-
Other current liabilities	539,662	3,441,185	3,980,847	147,636
Noncurrent liabilities:				
Due within one year:				
Compensated absences payable	9,551,241	1,189,822	10,741,063	-
Capital leases payable	6,535,257	379,336	6,914,593	2,189,500
Notes and loans payable	632,022	8,602,057	9,234,079	-
General obligation bonds payable	300,000	-	300,000	-
Special obligation bonds payable	6,720,000	-	6,720,000	-
First mortgage bonds payable	2,295,000	-	2,295,000	-
Revenue bonds payable	-	15,265,000	15,265,000	-
Lease rental revenue bonds payable	-	-	-	2,980,000

CITY OF FORT WAYNE  
STATEMENT OF NET POSITION  
December 31, 2013

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Due in more than one year:				
Compensated absences payable	104,183	1,403,748	1,507,931	-
Capital leases payable	49,095,602	1,415,658	50,511,260	20,610,500
Notes and loans payable	6,858,460	135,976,583	142,835,043	-
General obligation bonds payable (net)	1,694,248	-	1,694,248	-
Special obligation bonds payable (net)	40,566,830	-	40,566,830	-
First mortgage bonds payable (net)	29,623,346	-	29,623,346	-
Revenue bonds payable (net)	-	261,292,076	261,292,076	-
Lease rental revenue bonds payable (net)	-	-	-	61,993,791
Net pension obligation	93,094,839	931,553	94,026,392	-
Other postemployment benefits liability	15,477,442	-	15,477,442	3,094,935
Other noncurrent liabilities	-	-	-	1,269,707
<b>Total liabilities</b>	<b>286,529,036</b>	<b>444,736,929</b>	<b>731,265,965</b>	<b>94,774,318</b>
<u>Net position</u>				
Net investment in capital assets	611,772,124	434,943,499	1,046,715,623	39,688,732
Restricted for:				
Debt service	-	40,863,485	40,863,485	-
Capital projects	-	1,891,740	1,891,740	-
Component Unit	-	-	-	20,040,787
Unrestricted	42,976,564	36,589,844	79,566,408	6,036,767
<b>Total net position</b>	<b>\$ 654,748,688</b>	<b>\$ 514,288,568</b>	<b>\$ 1,169,037,256</b>	<b>\$ 65,766,286</b>

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

CITY OF FORT WAYNE  
STATEMENT OF ACTIVITIES  
For The Year Ended December 31, 2013

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			Component Units
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
<b>Primary government:</b>								
<b>Governmental activities:</b>								
General government	\$ 50,614,038	\$ 20,645,091	\$ 6,589,483	\$ -	\$ (23,379,464)	\$ -	\$ (23,379,464)	\$ -
Public safety	95,038,152	2,009,087	2,849,043	-	(90,180,022)	-	(90,180,022)	-
Highways and streets	18,309,159	1,702,095	11,008,757	-	(5,598,307)	-	(5,598,307)	-
Health and welfare	2,337,893	352,843	90,454	-	(1,894,596)	-	(1,894,596)	-
Economic opportunity	1,097,287	239,652	446,564	-	(411,071)	-	(411,071)	-
Economic development	16,190,547	800	236,066	-	(15,953,681)	-	(15,953,681)	-
Culture and recreation	16,943,561	3,493,500	806,005	-	(12,644,056)	-	(12,644,056)	-
Urban redevelopment and housing	8,456,224	4,597,628	5,371,526	-	1,512,930	-	1,512,930	-
Interest on long-term debt	6,911,476	-	-	-	(6,911,476)	-	(6,911,476)	-
<b>Total governmental activities</b>	<b>215,898,337</b>	<b>33,040,696</b>	<b>27,397,898</b>	<b>-</b>	<b>(155,459,743)</b>	<b>-</b>	<b>(155,459,743)</b>	<b>-</b>
<b>Business-type activities:</b>								
Water	31,646,349	39,757,464	-	2,515,663	-	10,626,778	10,626,778	-
Wastewater	39,188,536	56,837,593	-	875,500	-	18,524,557	18,524,557	-
Stormwater	6,988,721	10,135,025	-	422,851	-	3,569,155	3,569,155	-
Parking garages	1,029,036	933,383	-	-	-	(95,653)	(95,653)	-
Solid waste	10,587,142	10,441,182	-	-	-	(145,960)	(145,960)	-
Electric	786	-	-	-	-	(786)	(786)	-
Yardwaste	134,228	159,194	-	-	-	24,966	24,966	-
<b>Total business-type activities</b>	<b>89,574,798</b>	<b>118,263,841</b>	<b>-</b>	<b>3,814,014</b>	<b>-</b>	<b>32,503,057</b>	<b>32,503,057</b>	<b>-</b>
<b>Total primary government</b>	<b>\$ 305,473,135</b>	<b>\$ 151,304,537</b>	<b>\$ 27,397,898</b>	<b>\$ 3,814,014</b>	<b>(155,459,743)</b>	<b>32,503,057</b>	<b>(122,956,686)</b>	<b>-</b>
<b>Component units:</b>								
HANDS	\$ 91,058	\$ 80,057	\$ -	\$ -	-	-	-	(11,001)
Summit	65,006	41,000	-	-	-	-	-	(24,006)
UEA	511,633	417,240	-	-	-	-	-	(94,393)
CIB	6,103,673	5,256,759	-	2,876,918	-	-	-	2,030,004
RA	3,809,808	2,657,000	-	-	-	-	-	(1,152,808)
PTC	14,110,049	1,936,442	5,189,243	3,086,878	-	-	-	(3,897,486)
DID	506,742	7,625	580,292	-	-	-	-	81,175
CDC	666,086	699,962	-	-	-	-	-	33,876
<b>Total component units</b>	<b>\$ 25,864,055</b>	<b>\$ 11,096,085</b>	<b>\$ 5,769,535</b>	<b>\$ 5,963,796</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,034,639)</b>
<b>General revenues:</b>								
Property Taxes	-	-	-	-	98,889,877	-	98,889,877	-
County Economic Development Income Tax (CEDIT)	-	-	-	-	23,402,767	-	23,402,767	-
County Option Income Tax (COIT)	-	-	-	-	16,747,446	-	16,747,446	-
Excise Taxes	-	-	-	-	7,509,198	-	7,509,198	-
Sur/Wheel Taxes	-	-	-	-	4,353,025	-	4,353,025	-
Financial Institutions Taxes (FIT)	-	-	-	-	687,548	-	687,548	-
Local assessments and taxes	-	-	-	-	-	-	-	5,513,252
Indiana room tax income	-	-	-	-	-	-	-	2,998,349
Unrestricted investment earnings	-	-	-	-	1,814,996	162,353	1,977,349	45,221
Gain on sale of capital assets	-	-	-	-	-	1,276,495	1,276,495	-
Other	-	-	-	-	6,217,961	-	6,217,961	202,758
Transfers	-	-	-	-	8,282,519	(8,282,519)	-	-
<b>Total general revenues and transfers</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>167,905,337</b>	<b>(6,843,671)</b>	<b>161,061,666</b>	<b>8,759,580</b>
<b>Change in net position</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>12,445,594</b>	<b>25,659,386</b>	<b>38,104,980</b>	<b>5,724,941</b>
<b>Net position - beginning</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>646,024,870</b>	<b>488,634,386</b>	<b>1,134,659,256</b>	<b>60,041,345</b>
<b>Prior period adjustment - See Note 13</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(3,721,776)</b>	<b>(5,204)</b>	<b>(3,726,980)</b>	<b>-</b>
<b>Net position - beginning - restated</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>642,303,094</b>	<b>488,629,182</b>	<b>1,130,932,276</b>	<b>60,041,345</b>
<b>Net position - ending</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>\$ 654,748,688</b>	<b>\$ 514,288,568</b>	<b>\$ 1,169,037,256</b>	<b>\$ 65,766,286</b>

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

CITY OF FORT WAYNE  
BALANCE SHEET -  
GOVERNMENTAL FUNDS  
December 31, 2013

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Community Legacy	Non-major Governmental Funds	Totals
<b>Assets</b>									
Cash and cash equivalents	\$ 5,222,459	\$ 3,369,756	\$ 4,328,656	\$ 5,797,143	\$ 1,020,791	\$ 31,222,757	\$ 1,193,746	\$ 13,716,820	\$ 65,872,128
Investments	-	-	-	-	-	-	50,506,979	-	50,506,979
Receivables (net of allowances for uncollectibles):									
Taxes	4,488,743	-	2,442,262	445,721	1,666,155	16,588	-	788,750	9,848,219
Assessments	-	-	-	-	-	-	-	441,631	441,631
Intergovernmental	299,752	1,077,626	500	-	-	-	-	1,666,741	3,044,619
Loans	-	-	119,826	-	-	-	-	6,198,134	6,317,960
Miscellaneous	1,241,810	330,205	2,307	111,551	22,471	122,341	-	3,479,424	5,310,109
Installments	-	-	-	-	-	-	26,983,333	-	26,983,333
Interfund receivable - pooled cash	-	-	-	-	-	-	-	2,393,865	2,393,865
Interfund receivable	-	-	-	-	-	-	-	654,061	654,061
Due from other funds	69,362	20,185	-	-	-	-	-	2,603	92,150
Net investment in direct financing lease	169,186	-	-	-	-	-	-	-	169,186
Assets held for resale	-	-	-	-	-	15,543,511	-	5,368,351	20,911,862
Restricted assets:									
Cash and cash equivalents - restricted	-	-	2,082,484	-	-	-	-	-	2,082,484
<b>Total assets</b>	<b>\$ 11,491,312</b>	<b>\$ 4,797,772</b>	<b>\$ 8,976,035</b>	<b>\$ 6,354,415</b>	<b>\$ 2,709,417</b>	<b>\$ 46,905,197</b>	<b>\$ 78,684,058</b>	<b>\$ 34,710,380</b>	<b>\$ 194,628,586</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>									
<b>Liabilities:</b>									
Accounts payable	\$ 497,021	\$ 172,329	\$ 189,327	\$ 214,222	\$ 107,193	\$ 72,341	\$ 183,820	\$ 503,855	\$ 1,940,108
Wages and withholdings payable	2,392,086	420,750	-	334,765	1,344,974	22,792	-	306,433	4,821,800
Contracts payable	640,025	-	-	95,632	-	445,241	329,007	117,138	1,627,043
Retainage payable	-	-	79,698	-	-	-	-	-	79,698
Interfund payable - pooled cash	-	-	-	-	-	-	-	2,393,865	2,393,865
Due to other funds	26,745	-	-	-	-	-	-	42,524	69,269
Unearned revenue	1,058	-	-	29,252	-	-	9,492,381	177,961	9,700,652
<b>Total liabilities</b>	<b>3,556,935</b>	<b>593,079</b>	<b>269,025</b>	<b>673,871</b>	<b>1,452,167</b>	<b>540,374</b>	<b>10,005,208</b>	<b>3,541,776</b>	<b>20,632,435</b>
Deferred inflows of resources	4,687,596	-	2,442,262	445,721	1,666,155	16,588	-	1,679,763	10,938,085
<b>Fund balances:</b>									
Nonspendable fund balance	-	-	-	-	-	15,543,511	-	11,181,784	26,725,295
Restricted fund balance	-	-	-	-	-	-	-	3,005,081	3,005,081
Committed fund balance	423,718	-	853,508	521,528	-	1,417,294	2,474,721	160,198	5,850,967
Assigned fund balance	478,501	4,204,693	5,464,223	4,713,295	141,306	29,387,430	66,204,129	16,460,487	127,054,064
Unassigned fund balance	2,344,562	-	(52,983)	-	(550,211)	-	-	(1,318,709)	422,659
<b>Total fund balances</b>	<b>3,246,781</b>	<b>4,204,693</b>	<b>6,264,748</b>	<b>5,234,823</b>	<b>(408,905)</b>	<b>46,348,235</b>	<b>68,678,850</b>	<b>29,488,841</b>	<b>163,058,066</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 11,491,312</b>	<b>\$ 4,797,772</b>	<b>\$ 8,976,035</b>	<b>\$ 6,354,415</b>	<b>\$ 2,709,417</b>	<b>\$ 46,905,197</b>	<b>\$ 78,684,058</b>	<b>\$ 34,710,380</b>	<b>\$ 194,628,586</b>

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

**City of Fort Wayne, Indiana**  
**Reconciliation of the Balance Sheet to the Statement of Net Position -**  
**Governmental Funds**  
**December 31, 2013**

Total **fund balances** for governmental funds \$ 163,058,066

Amounts reported for governmental activities in the statement of net position are different because:

Capital assets used in governmental activities (excluding internal service fund capital assets of \$397,364 net of \$783,488 accumulated depreciation) are not financial resources and therefore, are not reported in the funds.

Those assets consist of:

Land	39,292,153	
Roads accounted for using the modified approach	526,568,937	
Construction in progress	10,293,099	
Buildings, net of \$41,051,726 accumulated depreciation	87,845,601	
Improvements other than buildings, net of \$30,545,328 accumulated depreciation	60,084,476	
Machinery and equipment, net of \$53,300,420 accumulated depreciation	<u>16,597,011</u>	
Total capital assets (See Note 3)		740,681,277

Inventory of assets purchased from governmental funds. 993,054

Some assets are not available to pay for current-period expenditures and therefore, are deferred in the funds. 611,003

Internal service funds are used by the City to account for the financing of goods or services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position is: 2,416,697

City tax collections related to 2013 will be collected beyond the 60 day period used to record revenue in the fund statements. Revenue and a corresponding receivable for this amount are included in the government-wide statements. 9,848,219

State shared revenue appropriated during the State of Indiana's fiscal year ended June 30, 2013 will be collected by the City in calendar year 2014. Revenue and a corresponding receivable for the amount appropriated but not received by December 31, 2013 are included in the government-wide statements. 414,743

Some of the City's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore, are deferred in the funds. 675,123

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and therefore, are not reported in the funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position. Also, during the year the City issued new debt. The discount or premium received was reported in the governmental funds when the debt was issued, whereas these amounts are deferred and amortized, over the remaining life of the new debt, as an adjustment to interest expense in the statement of activities.

Balances at December 31, 2013 are:

Bonds payable	(81,199,424)	
Bond interest payable	(326,893)	
Leases payable	(55,630,859)	
Lease interest payable	(1,005,517)	
Loans payable	(7,490,482)	
Loan interest payable	(112,691)	
Compensated absences payable	(9,611,347)	
Other postemployment benefits liability	<u>(15,477,442)</u>	
Total long-term liabilities		(170,854,655)

Net pension obligations, including the 1925 Police Officers' Pension Plan, the 1937 Firefighters' Pension Plan, the Sanitary Officers' Pension Plan and PERF 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. (93,094,839)

Total **net position** of governmental activities \$ 654,748,688

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

CITY OF FORT WAYNE  
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
GOVERNMENTAL FUNDS  
For The Year Ended December 31, 2013

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Community Legacy	Non-major Governmental Funds	Total Governmental Funds
<b>Revenues:</b>									
Taxes	\$ 61,428,501	\$ 4,353,025	\$ 21,586,815	\$ 11,029,223	\$ 39,248,870	\$ 10,626,522	\$ -	\$ 1,007,411	\$ 149,280,367
Special assessments	-	-	-	-	-	-	-	151,990	151,990
Licenses and permits	2,172,856	-	-	51,111	-	-	-	1,204,499	3,428,466
Intergovernmental	2,328,262	10,368,639	800	-	-	-	-	10,383,964	23,081,665
Charges for services	2,580,565	424,688	729	3,432,204	12,222	541,880	-	1,976,359	8,968,647
Fines and forfeits	357,518	-	-	-	10,743	-	-	1,671,820	2,040,081
Other	694,437	232,603	514,293	1,034,797	35,132	1,554,158	5,058,125	4,778,556	13,902,101
<b>Total revenues</b>	<b>69,562,139</b>	<b>15,378,955</b>	<b>22,102,637</b>	<b>15,547,335</b>	<b>39,306,967</b>	<b>12,722,560</b>	<b>5,058,125</b>	<b>21,174,599</b>	<b>200,853,317</b>
<b>Expenditures:</b>									
<b>Current:</b>									
General government	12,878,315	-	-	-	-	-	3,298,490	2,236,705	18,413,510
Public safety	55,095,621	-	-	-	39,546,635	-	-	9,765,521	104,407,777
Highways and streets	5,962,245	15,962,575	-	-	-	-	-	1,379,010	23,303,830
Health and welfare	2,596,421	-	-	-	-	-	-	285,635	2,882,056
Economic opportunity	621,307	-	-	-	-	-	-	475,980	1,097,287
Economic development	4,078,380	-	-	-	-	-	-	433,606	4,511,986
Culture and recreation	-	-	-	17,502,472	-	-	-	-	17,502,472
Urban redevelopment and housing	-	-	-	-	-	7,026,939	-	4,568,857	11,595,796
<b>Debt service:</b>									
Principal	-	-	7,295,000	-	-	2,160,000	-	2,210,000	11,665,000
Interest	-	-	2,133,218	-	-	2,403,118	-	1,656,681	6,193,017
Capital outlay	-	-	10,625,469	-	-	-	-	6,400,704	17,026,173
<b>Total expenditures</b>	<b>81,232,289</b>	<b>15,962,575</b>	<b>20,053,687</b>	<b>17,502,472</b>	<b>39,546,635</b>	<b>11,590,057</b>	<b>3,298,490</b>	<b>29,412,699</b>	<b>218,598,904</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(11,670,150)</b>	<b>(583,620)</b>	<b>2,048,950</b>	<b>(1,955,137)</b>	<b>(239,668)</b>	<b>1,132,503</b>	<b>1,759,635</b>	<b>(8,238,100)</b>	<b>(17,745,587)</b>
<b>Other financing sources (uses):</b>									
Transfers in	12,035,399	1,166,040	3,610,000	750,000	-	7,701,372	-	8,085,220	33,348,031
Transfers out	(3,485,873)	-	(10,918,521)	-	(150,000)	(5,784,035)	-	(4,727,083)	(25,065,512)
Loans issued	-	-	-	-	-	-	-	1,750,000	1,750,000
Capital leases issued	-	-	-	-	-	-	-	6,100,000	6,100,000
<b>Total other financing sources (uses)</b>	<b>8,549,526</b>	<b>1,166,040</b>	<b>(7,308,521)</b>	<b>750,000</b>	<b>(150,000)</b>	<b>1,917,337</b>	<b>-</b>	<b>11,208,137</b>	<b>16,132,519</b>
<b>Net change in fund balances</b>	<b>(3,120,624)</b>	<b>582,420</b>	<b>(5,259,571)</b>	<b>(1,205,137)</b>	<b>(389,668)</b>	<b>3,049,840</b>	<b>1,759,635</b>	<b>2,970,037</b>	<b>(1,613,068)</b>
Fund balances - beginning	8,242,667	3,910,266	11,524,319	6,693,382	1,017,328	43,315,995	66,919,215	26,746,321	168,369,493
Prior period adjustment (Note 13)	(1,875,262)	(287,993)	-	(253,422)	(1,036,565)	(17,600)	-	(227,517)	(3,698,359)
<b>Fund balances - beginning (restated)</b>	<b>6,367,405</b>	<b>3,622,273</b>	<b>11,524,319</b>	<b>6,439,960</b>	<b>(19,237)</b>	<b>43,298,395</b>	<b>66,919,215</b>	<b>26,518,804</b>	<b>164,671,134</b>
<b>Fund balances - ending</b>	<b>\$ 3,246,781</b>	<b>\$ 4,204,693</b>	<b>\$ 6,264,748</b>	<b>\$ 5,234,823</b>	<b>\$ (408,905)</b>	<b>\$ 46,348,235</b>	<b>\$ 68,678,850</b>	<b>\$ 29,488,841</b>	<b>\$ 163,058,066</b>

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

**City of Fort Wayne, Indiana**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities -**  
**Governmental Funds**  
**For the Year Ended December 31, 2013**

Net change in **fund balances** - total governmental funds \$ (1,613,068)

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

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets, which meet capitalization requirements, is capitalized. The cost of the depreciable assets is allocated over the estimated useful lives and reported as depreciation expense. The cost of those assets, which meet capitalization requirements, is capitalized. (The internal service fund capital assets are not included in this section, but rather the net revenue (expense) of the internal revenue service funds as a separate line item.) (Note 3)

Capital assets not being depreciated:

Land	700,568
Roads accounted for using the modified approach	4,220,641
Construction in progress	<u>1,122,770</u>
Total change in capital assets not being depreciated	6,043,979

Capital assets being depreciated:

Buildings, net of \$3,253,453 depreciation expense	(476,859)
Improvements other than buildings, net of \$2,425,176 depreciation expense	(2,349,783)
Machinery and equipment, net of \$4,729,131 depreciation expense	<u>378,550</u>
Total change in capital assets being depreciated	(2,448,092)

Total changes in capital assets 3,595,887

The issuance of long-term debt provides current financial resources to governmental funds, but increases the long-term liabilities on the statement of net position. Repayment of principal for long-term debt consumes the current financial resources of governmental funds, but reduces long-term liabilities in the statement of net position. This is the amount by which repayments exceed issuance proceeds.

10,136,850

Governmental funds report the effect of discounts and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities.

(1,625,937)

Some expenses were deferred as assets in the statement of net position and therefore were not reported in the statement of activities, but were reported as expenditures in the governmental funds.

214,443

Net pension obligations including the 1925 Police Officers' Pension Plan, the 1937 Firefighters' Pension Plan, the Sanitary Officers' Pension Plan, and PERF are considered long-term obligations of the general government, but are not current expenditures.

1,076,460

Other postemployment benefits liability is considered a long-term obligation of the general government, but is not a current expenditure.

(4,344,693)

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

3,851,987

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds.

(57,543)

Internal service funds are used by the City to account for the financing of goods and services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The net revenue (expense) of the internal service funds is reported with governmental activities.

1,211,208

Changes in **net position** of governmental activities

\$ 12,445,594

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



CITY OF FORT WAYNE  
STATEMENT OF NET POSITION -  
PROPRIETARY FUNDS  
December 31, 2013

	Business-type Activities - Enterprise Funds					Governmental
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Totals	Activities - Internal Service Funds
<b>Assets</b>						
<b>Current assets:</b>						
Cash and cash equivalents	\$ 9,590,403	\$ 15,920,548	\$ 5,338,733	\$ 1,938,585	\$ 32,788,269	\$ 6,123,749
<b>Receivables:</b>						
Accounts receivable (net of allowance for uncollectibles)	3,845,278	6,677,608	1,726,520	30,568	12,279,974	-
Miscellaneous receivable	-	-	-	71,538	71,538	75,048
Interest receivable	860	39,302	-	-	40,162	-
Due from other funds	37,387	27,575	8,983	1,447,110	1,521,055	174,861
Inventories	1,129,454	64,768	-	-	1,194,222	58,557
Prepaid expenses	84,977	79,054	1,625	3,838	169,494	461
<b>Total current assets</b>	<b>14,688,359</b>	<b>22,808,855</b>	<b>7,075,861</b>	<b>3,491,639</b>	<b>48,064,714</b>	<b>6,432,676</b>
<b>Noncurrent assets:</b>						
Restricted cash and cash equivalents	20,424,569	83,286,571	548,792	-	104,259,932	-
Restricted investments	5,050,424	35,050,424	-	-	40,100,848	-
Assessments receivable	-	1,337,975	-	-	1,337,975	-
Regulatory assets	2,406,061	2,021,621	123,521	-	4,551,203	-
<b>Capital assets:</b>						
Land, improvements to land and construction in progress	11,690,196	35,267,380	9,608,416	1,078,323	57,644,315	27,277
Other capital assets (net of accumulated depreciation)	215,891,904	391,388,087	92,196,964	5,524,226	705,001,181	370,087
<b>Total noncurrent assets</b>	<b>255,463,154</b>	<b>548,352,058</b>	<b>102,477,693</b>	<b>6,602,549</b>	<b>912,895,454</b>	<b>397,364</b>
<b>Total assets</b>	<b>270,151,513</b>	<b>571,160,913</b>	<b>109,553,554</b>	<b>10,094,188</b>	<b>960,960,168</b>	<b>6,830,040</b>
Deferred outflow of resources	-	435,085	-	-	435,085	-
<b>Liabilities</b>						
<b>Current liabilities:</b>						
Accounts payable	2,145,641	4,912,274	409,239	256,970	7,724,124	2,039,450
Wages and withholdings payable	-	-	-	8,401	8,401	31,144
Contracts payable	-	-	-	683,192	683,192	418,274
Due to other funds	577,993	856,837	274,879	5,986	1,715,695	3,102
Interfund payable	122,045	89,793	55,216	64	267,118	-
Compensated absences payable - current portion	562,404	494,565	124,822	8,031	1,189,822	44,077
Accrued group insurance benefits payable	-	-	-	-	-	1,337,634
Capital lease payable - current portion	-	-	-	379,336	379,336	-
Customer deposits payable	1,441,582	-	-	-	1,441,582	-
Loans payable - current portion	3,421,000	5,181,057	-	-	8,602,057	-
Bonds payable - current portion	2,840,000	11,220,000	1,110,000	95,000	15,265,000	-
Accrued interest payable	906,122	3,856,557	172,583	47,350	4,982,612	-
Other current liabilities	826,235	2,441,262	172,541	1,147	3,441,185	539,662
<b>Total current liabilities</b>	<b>12,843,022</b>	<b>29,052,345</b>	<b>2,319,280</b>	<b>1,485,477</b>	<b>45,700,124</b>	<b>4,413,343</b>
<b>Noncurrent liabilities:</b>						
Compensated absences payable	807,148	520,787	74,817	996	1,403,748	-
Capital lease payable	-	-	-	1,415,658	1,415,658	-
Loans payable	44,129,000	91,847,583	-	-	135,976,583	-
Bonds payable, net	49,841,465	201,334,346	9,271,265	845,000	261,292,076	-
Interfund payable	194,937	99,240	92,681	85	386,943	-
Net pension obligation	302,731	466,244	162,578	-	931,553	-
<b>Total noncurrent liabilities</b>	<b>95,275,281</b>	<b>294,268,200</b>	<b>9,601,341</b>	<b>2,261,739</b>	<b>401,406,561</b>	<b>-</b>
<b>Total liabilities</b>	<b>108,118,303</b>	<b>323,320,545</b>	<b>11,920,621</b>	<b>3,747,216</b>	<b>447,106,685</b>	<b>4,413,343</b>
<b>Net position</b>						
Net investment in capital assets	140,819,445	198,832,384	91,424,115	3,867,555	434,943,499	397,364
<b>Restricted for:</b>						
Debt service	9,345,233	31,142,043	376,209	-	40,863,485	-
Capital projects	313,247	1,578,493	-	-	1,891,740	-
Unrestricted	11,555,285	16,722,533	5,832,609	2,479,417	36,589,844	2,019,333
<b>Total net position</b>	<b>\$ 162,033,210</b>	<b>\$ 248,275,453</b>	<b>\$ 97,632,933</b>	<b>\$ 6,346,972</b>	<b>\$ 514,288,568</b>	<b>\$ 2,416,697</b>

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

CITY OF FORT WAYNE  
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -  
PROPRIETARY FUNDS  
For The Year Ended December 31, 2013

	Business-type Activities - Enterprise Funds				Totals	Governmental
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds		Internal Service Funds
<b>Operating revenues:</b>						
Charges for goods and services	\$ 39,757,464	\$ 56,837,593	\$ 10,135,025	\$ 11,533,759	\$ 118,263,841	\$ 7,482,151
City contributions	-	-	-	-	-	28,211,640
Employee contributions	-	-	-	-	-	2,305,930
Insurance recoveries	-	-	-	-	-	520,166
<b>Total operating revenues</b>	<b>39,757,464</b>	<b>56,837,593</b>	<b>10,135,025</b>	<b>11,533,759</b>	<b>118,263,841</b>	<b>38,519,887</b>
<b>Operating expenses:</b>						
Personnel services	9,170,306	8,189,940	1,653,802	241,876	19,255,924	770,642
Contractual services	1,279,365	2,141,393	144,820	8,894,360	12,459,938	5,708,651
Utilities	1,473,876	1,832,979	-	53,850	3,360,705	33,501
Chemicals	2,323,573	839,572	-	-	3,163,145	-
Administrative services	3,740,513	5,760,852	2,008,794	34,634	11,544,793	-
Other supplies and services	3,942,368	4,711,225	769,650	1,088,805	10,512,048	3,348,450
Insurance claims and premiums	-	-	-	8,766	8,766	27,431,116
Depreciation	7,605,047	10,667,051	2,167,124	1,290,808	21,730,030	40,712
<b>Total operating expenses</b>	<b>29,535,048</b>	<b>34,143,012</b>	<b>6,744,190</b>	<b>11,613,099</b>	<b>82,035,349</b>	<b>37,333,072</b>
<b>Operating income (loss)</b>	<b>10,222,416</b>	<b>22,694,581</b>	<b>3,390,835</b>	<b>(79,340)</b>	<b>36,228,492</b>	<b>1,186,815</b>
<b>Nonoperating revenues (expenses):</b>						
Interest and investment revenue	22,271	136,504	1,787	1,791	162,353	3,741
Miscellaneous revenue	-	-	-	-	-	20,652
Interest expense	(1,512,368)	(4,756,070)	(214,151)	(138,093)	(6,620,682)	-
Amortization of debt issuance costs	(259,130)	(201,756)	(30,380)	-	(491,266)	-
Gain (loss) on disposal of assets	(339,803)	(87,698)	1,276,495	-	848,994	-
<b>Total nonoperating revenue (expenses)</b>	<b>(2,089,030)</b>	<b>(4,909,020)</b>	<b>1,033,751</b>	<b>(136,302)</b>	<b>(6,100,601)</b>	<b>24,393</b>
<b>Income (loss) before contributions and transfers</b>	<b>8,133,386</b>	<b>17,785,561</b>	<b>4,424,586</b>	<b>(215,642)</b>	<b>30,127,891</b>	<b>1,211,208</b>
Capital contributions	2,515,663	875,500	422,851	-	3,814,014	-
Transfers in	-	-	2,587,423	77,215	2,664,638	-
Transfers out	(2,350,188)	(6,427,720)	(1,172,951)	(996,298)	(10,947,157)	-
<b>Change in net position</b>	<b>8,298,861</b>	<b>12,233,341</b>	<b>6,261,909</b>	<b>(1,134,725)</b>	<b>25,659,386</b>	<b>1,211,208</b>
Total net position - beginning	153,734,349	236,042,112	91,371,024	7,486,901	488,634,386	1,228,906
Prior period adjustment (Note 13)	-	-	-	(5,204)	(5,204)	(23,417)
<b>Total net position - beginning (restated)</b>	<b>153,734,349</b>	<b>236,042,112</b>	<b>91,371,024</b>	<b>7,481,697</b>	<b>488,629,182</b>	<b>1,205,489</b>
<b>Total net position - ending</b>	<b>\$ 162,033,210</b>	<b>\$ 248,275,453</b>	<b>\$ 97,632,933</b>	<b>\$ 6,346,972</b>	<b>\$ 514,288,568</b>	<b>\$ 2,416,697</b>

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

CITY OF FORT WAYNE  
STATEMENT OF CASH FLOWS -  
PROPRIETARY FUNDS  
For The Year Ended December 31, 2013

	Business-type Activities - Enterprise Funds				Governmental Activities - Internal Service Funds	
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Total	
<b>Cash flows from operating activities:</b>						
Receipts from customers and users	\$ 39,332,607	\$ 56,032,264	\$ 9,871,052	\$ 11,585,551	\$ 116,821,474	\$ 38,850,034
Payments to suppliers	(15,915,540)	(18,299,111)	(2,530,178)	(9,911,268)	(46,656,097)	(35,767,268)
Payments to employees	(9,128,262)	(8,143,150)	(1,651,253)	(237,449)	(19,160,114)	(768,115)
Other receipts (payments)	(10,273)	1,256,631	56,078	8	1,302,444	-
<b>Net cash provided by operating activities</b>	<b>14,278,532</b>	<b>30,846,634</b>	<b>5,745,699</b>	<b>1,436,842</b>	<b>52,307,707</b>	<b>2,314,651</b>
<b>Cash flows from noncapital financing activities:</b>						
Transfer from other funds	-	-	-	77,215	77,215	-
Transfer to other funds	(2,350,188)	(3,840,297)	(1,172,951)	(996,298)	(8,359,734)	-
<b>Net cash used by noncapital financing activities</b>	<b>(2,350,188)</b>	<b>(3,840,297)</b>	<b>(1,172,951)</b>	<b>(919,083)</b>	<b>(8,282,519)</b>	<b>-</b>
<b>Cash flows from capital and related financing activities:</b>						
Acquisition and construction of capital assets	(15,132,181)	(49,303,963)	(2,946,050)	(2,942)	(67,385,136)	(38,580)
Proceeds from sale of capital assets	-	-	1,276,495	-	1,276,495	-
Proceeds from capital debt	-	101,389,972	-	-	101,389,972	-
Principal paid on capital debt	(5,728,000)	(10,081,414)	(1,065,000)	(368,569)	(17,242,983)	-
Capital lease payments	-	-	-	(368,788)	(368,788)	-
Interest paid on capital leases	-	-	-	-	-	-
Interest paid on capital debt	(3,339,818)	(7,794,517)	(460,687)	(113,140)	(11,708,162)	-
Debt issuance costs	(224,159)	(1,052,715)	-	-	(1,276,874)	-
Purchase of debt refunding securities	-	(8,244,890)	-	-	(8,244,890)	-
Contribution in aid of construction	1,859,550	267,704	304,941	-	2,432,195	-
<b>Net cash provided (used) by capital and related financing activities</b>	<b>(22,564,608)</b>	<b>25,180,177</b>	<b>(2,890,301)</b>	<b>(853,439)</b>	<b>(1,128,171)</b>	<b>(38,580)</b>
<b>Cash flows from investing activities:</b>						
Purchase of investments	(5,050,424)	(35,050,424)	-	-	(40,100,848)	-
Proceeds from sales and maturities of investments	5,042,750	15,042,750	-	-	20,085,500	-
Investment income received	21,908	99,018	1,787	1,791	124,504	3,741
<b>Net cash provided (used) by investing activities</b>	<b>14,234</b>	<b>(19,908,656)</b>	<b>1,787</b>	<b>1,791</b>	<b>(19,890,844)</b>	<b>3,741</b>
<b>Net increase (decrease) in cash and cash equivalents</b>	<b>(10,622,030)</b>	<b>32,277,858</b>	<b>1,684,234</b>	<b>(333,889)</b>	<b>23,006,173</b>	<b>2,279,812</b>
Cash and cash equivalents, January 1	40,637,002	66,929,261	4,203,291	2,272,474	114,042,028	3,843,937
<b>Cash and cash equivalents, December 31</b>	<b>\$ 30,014,972</b>	<b>\$ 99,207,119</b>	<b>\$ 5,887,525</b>	<b>\$ 1,938,585</b>	<b>\$ 137,048,201</b>	<b>\$ 6,123,749</b>
<b>Reconciliation of operating income (loss) to net cash provided by operating activities:</b>						
Operating income (loss)	\$ 10,222,416	\$ 22,694,581	\$ 3,390,835	\$ (79,340)	\$ 36,228,492	\$ 1,186,815
<b>Adjustments to reconcile operating income (loss) to net cash provided by operating activities:</b>						
Nonoperating revenue	-	-	-	-	-	20,652
Depreciation expense	7,605,047	10,667,051	2,167,124	1,290,808	21,730,030	40,712
Allowance for uncollectible accounts	(3,724)	(5,998)	-	-	(9,722)	-
<b>(Increase) decrease in assets:</b>						
Accounts receivable	(424,857)	(805,329)	(263,973)	-	(1,494,159)	-
Miscellaneous receivable	-	-	-	204,986	204,986	342,321
Due from other funds	-	-	-	(153,194)	(153,194)	(32,827)
Inventories	-	-	-	-	-	11,601
Prepaid expenses	-	-	-	(149)	(149)	500
Other assets	(6,549)	1,262,629	56,078	8	1,312,166	-
<b>Increase (decrease) in liabilities:</b>						
Accounts payable and other liabilities	(3,113,801)	(2,966,300)	395,635	125,755	(5,558,711)	752,405
Due to other funds	-	-	-	26	26	1,023
Wages and withholdings payable	-	-	-	1,559	1,559	7,588
Contracts payable	-	-	-	43,514	43,514	85,107
Accrued group insurance benefits	-	-	-	-	-	(115,813)
Compensated absences payable	-	-	-	2,869	2,869	14,567
<b>Total adjustments</b>	<b>4,056,116</b>	<b>8,152,053</b>	<b>2,354,864</b>	<b>1,516,182</b>	<b>16,079,215</b>	<b>1,127,836</b>
<b>Net cash provided by operating activities</b>	<b>\$ 14,278,532</b>	<b>\$ 30,846,634</b>	<b>\$ 5,745,699</b>	<b>\$ 1,436,842</b>	<b>\$ 52,307,707</b>	<b>\$ 2,314,651</b>
<b>Noncash investing, capital and financing activities:</b>						
Capital assets included in accounts payable	\$ 1,061,700	\$ 2,801,571	\$ 176,686	\$ -	\$ 4,039,957	\$ -
Contributions of capital assets	656,113	624,085	117,910	-	1,398,108	-
Interfund capital asset contribution	-	(2,587,423)	2,587,423	-	-	-
Capitalized interest added to capital assets	1,803,095	4,028,230	222,326	-	6,053,651	-

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

CITY OF FORT WAYNE  
 STATEMENT OF NET POSITION -  
 FIDUCIARY FUNDS  
 December 31, 2013

	Pension Trust Funds	Agency Funds
	<u>                    </u>	<u>                    </u>
<u>Assets</u>		
Cash and cash equivalents	\$ 2,087,207	\$ -
Receivables:		
Taxes	13,209	-
Loans	<u>-</u>	<u>31,156</u>
Total assets	<u>\$ 2,100,416</u>	<u>\$ 31,156</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 33,952</u>	<u>\$ 31,156</u>
<u>Net position</u>		
Net position held in trust for:		
Employees' pension benefits	<u>\$ 2,066,464</u>	

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

CITY OF FORT WAYNE  
STATEMENT OF CHANGES IN NET POSITION -  
FIDUCIARY FUNDS  
For The Year Ended December 31, 2013

	<u>Pension Trust Funds</u>
<u>Additions</u>	
Contributions:	
Employer	\$ 15,535,887
Plan members	72
Other	18,054
Investment income:	
Interest	<u>1,713</u>
 Total additions	 <u>15,555,726</u>
 <u>Deductions</u>	
Benefits and refunds paid to plan members and beneficiaries	15,269,068
Administrative expenses	<u>41,088</u>
 Total deductions	 <u>15,310,156</u>
 Changes in net position	 245,570
Net position - beginning	<u>1,820,894</u>
Net position - ending	<u><u>\$ 2,066,464</u></u>

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

CITY OF FORT WAYNE  
COMBINING STATEMENT OF NET POSITION -  
DISCRETELY PRESENTED COMPONENT UNITS  
December 31, 2013

	HANDS	Summit	UEA	CIB	RA	PTC	DID	CDC	Totals
<b>Assets</b>									
Cash and cash equivalents	\$ (2,552)	\$ 8,008	\$ 974,307	\$ 450,841	\$ -	\$ 4,489,828	\$ 349,215	\$ 2,605,577	\$ 8,875,224
Investments	-	-	-	3,242,765	-	-	-	-	3,242,765
Receivables (net of allowances for uncollectibles):									
Accounts	-	-	134	390,305	-	-	26,994	-	417,433
Intergovernmental	-	-	-	3,955,352	-	576,820	-	-	4,532,172
Loans	-	-	-	-	-	-	-	5,842,822	5,842,822
Miscellaneous	-	-	-	80,115	-	166,613	-	46,588	293,316
Inventories	-	-	-	-	-	339,769	-	-	339,769
Prepaid expense	-	-	-	22,906	-	88,181	6,454	-	117,541
Assets held for resale	6,853	-	18,000	-	-	-	-	-	24,853
Net investment in direct financing lease (Note 20)	-	-	-	-	63,413,203	-	-	-	63,413,203
Restricted assets:									
Cash and cash equivalents	-	-	-	7,635,500	630,911	1,616,209	-	452,564	10,335,184
Accounts receivable	-	-	-	3,812,052	-	13,443	-	-	3,825,495
Capital assets:									
Land and construction in progress	-	-	38,000	975,000	-	419,770	-	-	1,432,770
Other capital assets, net of depreciation	-	-	575,762	38,144,598	-	18,492,674	7,198	-	57,220,232
<b>Total assets</b>	<b>4,301</b>	<b>8,008</b>	<b>1,606,203</b>	<b>58,709,434</b>	<b>64,044,114</b>	<b>26,203,307</b>	<b>389,861</b>	<b>8,947,551</b>	<b>159,912,779</b>
Deferred outflows	-	-	-	-	627,825	-	-	-	627,825
<b>Liabilities</b>									
Accounts payable	-	-	28,271	214,254	-	294,785	25,974	49,880	613,164
Accrued interest payable	-	-	-	-	1,236,769	601,519	-	-	1,838,288
Customer deposits	-	-	14	36,783	-	-	-	-	36,797
Other current liabilities	-	-	-	-	-	130,000	17,636	-	147,636
Noncurrent liabilities:									
Due within one year:									
Capital lease payable	-	-	-	2,189,500	-	-	-	-	2,189,500
Lease rental revenue bonds payable	-	-	-	-	2,980,000	-	-	-	2,980,000
Due in more than one year:									
Capital lease payable	-	-	-	20,610,500	-	-	-	-	20,610,500
Lease rental revenue bonds payable (net of premium) (Note 20)	-	-	-	-	61,993,791	-	-	-	61,993,791
Other postemployment benefits liability	-	-	-	-	-	3,094,935	-	-	3,094,935
Other noncurrent liabilities	-	-	-	-	-	1,269,707	-	-	1,269,707
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>28,285</b>	<b>23,051,037</b>	<b>66,210,560</b>	<b>5,390,946</b>	<b>43,610</b>	<b>49,880</b>	<b>94,774,318</b>
<b>Net position</b>									
Net investment in capital assets	-	-	613,762	20,274,950	-	18,792,822	7,198	-	39,688,732
Temporarily restricted	-	-	704,342	11,448,060	-	-	19,083	7,869,302	20,040,787
Unrestricted	4,301	8,008	259,814	3,935,387	(1,538,621)	2,019,539	319,970	1,028,369	6,036,767
<b>Total net position</b>	<b>\$ 4,301</b>	<b>\$ 8,008</b>	<b>\$ 1,577,918</b>	<b>\$ 35,658,397</b>	<b>\$ (1,538,621)</b>	<b>\$ 20,812,361</b>	<b>\$ 346,251</b>	<b>\$ 8,897,671</b>	<b>\$ 65,766,286</b>

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

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF ACTIVITIES -  
 DISCRETELY PRESENTED COMPONENT UNITS  
 For The Year Ended December 31, 2013

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position								
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	HANDS	Summit	UEA	CIB	RA	PTC	DID	CDC	Totals
Component units:													
HANDS	\$ 91,058	\$ 80,057	\$ -	\$ -	\$ (11,001)	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ (11,001)
Summit	65,006	41,000	-	-	-	(24,006)	-	-	-	-	-	-	(24,006)
UEA	511,633	417,240	-	-	-	-	(94,393)	-	-	-	-	-	(94,393)
CIB	6,103,673	5,256,759	-	2,876,918	-	-	-	2,030,004	-	-	-	-	2,030,004
RA	3,809,808	2,657,000	-	-	-	-	-	-	(1,152,808)	-	-	-	(1,152,808)
PTC	14,110,049	1,936,442	5,189,243	3,086,878	-	-	-	-	-	(3,897,486)	-	-	(3,897,486)
DID	506,742	7,625	580,292	-	-	-	-	-	-	-	81,175	-	81,175
CDC	666,086	699,962	-	-	-	-	-	-	-	-	-	33,876	33,876
Total component units	<u>\$ 25,864,055</u>	<u>\$ 11,096,085</u>	<u>\$ 5,769,535</u>	<u>\$ 5,963,796</u>	<u>(11,001)</u>	<u>(24,006)</u>	<u>(94,393)</u>	<u>2,030,004</u>	<u>(1,152,808)</u>	<u>(3,897,486)</u>	<u>81,175</u>	<u>33,876</u>	<u>(3,034,639)</u>
General revenues:													
Local assessments and taxes	-	-	-	-	-	-	-	-	-	5,513,252	-	-	5,513,252
Indiana room tax income	-	-	-	-	-	-	2,998,349	-	-	-	-	-	2,998,349
Unrestricted investment earnings	1	34	1,659	30,412	1	34	1,659	30,412	81	5,935	182	6,917	45,221
Other	-	-	164	37,065	-	-	164	37,065	-	165,529	-	-	202,758
Total general revenues					<u>1</u>	<u>34</u>	<u>1,823</u>	<u>3,065,826</u>	<u>81</u>	<u>5,684,716</u>	<u>182</u>	<u>6,917</u>	<u>8,759,580</u>
Change in net position					(11,000)	(23,972)	(92,570)	5,095,830	(1,152,727)	1,787,230	81,357	40,793	5,724,941
Net position - beginning					15,301	31,980	1,670,488	30,562,567	(385,894)	19,025,131	264,894	8,856,878	60,041,345
Net position - ending					<u>\$ 4,301</u>	<u>\$ 8,008</u>	<u>\$ 1,577,918</u>	<u>\$ 35,658,397</u>	<u>\$ (1,538,621)</u>	<u>\$ 20,812,361</u>	<u>\$ 346,251</u>	<u>\$ 8,897,671</u>	<u>\$ 65,766,286</u>

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

# NOTES TO THE FINANCIAL STATEMENTS





CITY OF FORT WAYNE, INDIANA  
NOTES TO FINANCIAL STATEMENTS  
December 31, 2013

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

The City of Fort Wayne (primary government) was established under the laws of the State of Indiana. The primary government is a municipal corporation governed by an elected mayor and nine-member council and provides the following services: public safety (police and fire), highways and streets, health, welfare and social services, culture and recreation, public improvements, planning and zoning, general administrative services, water, wastewater, storm water, yard waste and urban redevelopment and housing. The accompanying financial statements present the activities of the primary government and its significant component units. The financial statements of the City of Fort Wayne (City) have been prepared in conformity with accounting principles generally accepted in the United States of America as applicable to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standards-setting body for establishing governmental accounting and financial reporting principles. The more significant of the City's accounting policies are described below.

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. Discretely presented component units are involved in activities of an operational nature independent from the government; their transactions are reported in a separate column in the government-wide financial statements.

Blended Component Units

*The Fort Wayne Municipal Building Corporation* is a significant blended component unit of the primary government. The City created it in 1997 for the sole purpose of financing two fire stations, an animal care building and improvements to the City's Board of Works complex. In 2000, the City entered into a second agreement with the Municipal Building Corporation for the purpose of financing a fire station along with purchasing equipment to finish the new station. In 2002, the City entered into a third agreement with the Municipal Building Corporation for the purpose of financing a street and highway transportation building. In 2005, the City entered into a fourth agreement with the Municipal Building Corporation for the purpose of financing two fire stations, #'s 18 and 19, to serve the 2006 annexed areas. In 2006, the City entered into a fifth agreement with the Municipal Building Corporation for the purpose of financing the Public Safety Academy. In 2009, the City entered into a sixth agreement with the Municipal Building Corporation for the purpose of the acquisition, renovation, and equipping of the Renaissance Square Building to be used as a City Hall. The primary government appoints a voting majority of the Municipal Building Corporation's board and a financial benefit/burden relationship exists between the primary government and the Municipal Building Corporation. Although it is legally separate from the primary government, the Fort Wayne Municipal 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 Fort Wayne Municipal Building Corporation is reported as the Building Project fund (non-major capital projects fund).

*The Consolidated Communications Partnership (CCP)* is a significant blended component unit of the primary government. The City of Fort Wayne and Allen County jointly created the CCP on February 19, 2010 to provide centralized communication service to the City of Fort Wayne and

Allen County. A joint Operation Board is established pursuant to I.C. § 36-1-7-3 (5) (b) to oversee and administer the CCP. The Operation Board is comprised of the Chief of Police for the City of Fort Wayne, Chief of Fire for the City of Fort Wayne, Allen County Sheriff and Chief Deputy of Allen County Sheriff. The City Controller has the duty and responsibility to receive, disburse and account for all monies of the CCP, in accordance with procedures adopted by the City for the receipts and payments of vouchers or claims. The primary government appoints a voting majority of the CCP and a financial burden/benefit relationship exists between the primary government and the CCP. Although it is legally separate from the primary government, the CCP is reported as if it were a part of the primary government and is reported as the Consolidated Communications Partnership fund (non-major special revenue fund).

#### Discretely Presented Component Units

The component units column in the financial statements includes the financial data of the City's other component units.

The *Neighborhood Care, Inc., doing business as HANDS* (HANDS) is a significant discretely presented component unit of the primary government. The primary government appoints the eleven-member board. The primary government is able to impose its will and a financial benefit/burden relationship exists between the primary government and HANDS. HANDS is fiscally dependent on the primary government. HANDS was created by the City to administer the federally funded housing rehabilitation programs.

The *Summit Development Corporation* (Summit), formerly the *Kekionga Development Corporation of Fort Wayne* is a significant discretely presented component unit of the primary government. The primary government appoints all the members of the board. The primary government is able to impose its will and a financial benefit/burden relationship exists between the primary government and Summit. Summit is fiscally dependent on the primary government. Summit was created by the City to finance and/or provide economic development services.

The *Fort Wayne Urban Enterprise Association, Inc.* (UEA) is a significant discretely presented component unit of the primary government. Fort Wayne Urban Enterprise Association, Inc. (UEA) is governed by an eleven-member board of which five are appointed by the Mayor, four are appointed by the City Council, and two are appointed by the Governor. The primary government appoints a voting majority of the UEA's board. The primary government is able to impose its will and a financial benefit/burden relationship exists between the primary government and UEA. UEA is fiscally dependent on the primary government. The UEA initiates, coordinates, and promotes community development activities. The UEA acts as a liaison between residents, businesses, local governments, and the State for any and all development activity that may affect the enterprise zone.

The *Allen County Fort Wayne Capital Improvement Board of Managers (CIB), formerly the Fort Wayne - Allen County Convention and Tourism Authority*, is a significant discretely presented component unit of the primary government. The Allen County Fort Wayne Capital Improvement Board of Managers (CIB) is governed by a seven-member board. The County appoints three members, three are appointed by the City, and the appointed members elect the seventh. CIB's budget is subject to approval by the City and County Councils. Any resolutions for the sale of revenue bonds are subject to review by the Mayor. Any sales of general obligation bonds are subject to approval by the City Council. A financial benefit/burden relationship exists between the primary government and the CIB. CIB operates the Grand Wayne Center (convention center) and promotes tourism.

The *Fort Wayne Redevelopment Authority* (RA) is a significant discretely presented component unit of the primary government. Fort Wayne Redevelopment Authority is governed by a three-member board. The members of the board are appointed by the Mayor and must be residents of the City. The Fort Wayne Redevelopment Authority was established by the Fort Wayne

Redevelopment Commission (a department of the City) in September 2000 and created by the City of Fort Wayne Common Council in February 2002. The Authority was organized under IC 36-7-14.5 as a separate body corporate and politic and as an instrumentality of the City, for the purpose of financing economic development improvements to be leased to the Commission. The RA's budget is subject to approval by the Commission. A financial burden/benefit relationship exists between the primary government and the RA.

*The Fort Wayne Public Transportation Corporation (PTC)* is a significant discretely presented component unit of the primary government. The Fort Wayne Public Transportation Corporation does business as Citilink and operates a public transit system in a service area that includes the cities of Fort Wayne, New Haven and certain unincorporated areas of Allen County. The PTC is governed by a seven member board of which three are appointed by the Mayor and four are appointed by the City of Fort Wayne – Allen County Council (Council). The Citilink board adopts the budget and tax levy, and approves the issuance of debt. In addition, the Council may review and modify the budget and tax levy, although its approval is not required for the issuance of debt. A financial benefit/burden relationship exists between the primary government and the PTC.

*The Downtown Fort Wayne Economic Improvement District (DID)* is a significant discretely presented component unit of the primary government. The DID is governed by a thirteen member Board of Directors. One Director is appointed by the Common Council of the City of Fort Wayne. The Mayor of the City of Fort Wayne and the Commissioners of Allen County, each nominate one director, both of which are subject to approval of the Common Council. The remaining ten Directors are elected and must either be property owners within the District or must have demonstrated a commitment to downtown improvement and revitalization within the District. The DID is an Economic Improvement District established under State of Indiana statute that allows owners of non-residential real property to assess themselves to provide services to improve the business climate of the district. The DID's budget is subject to approval by the City Council. A financial burden/benefit relationship exists between the primary government and the DID.

*The Community Development Corporation of Fort Wayne (CDC)* is a significant discretely presented component unit of the primary government. The CDC is a City of Fort Wayne sponsored 501(c)(6) not for profit business development organization. The primary objective of CDC is to promote the growth and development of small commercial industrial for profit businesses in Indiana through creative loan programs. The CDC is also doing business under the name Community Development Corporation of Northeast Indiana. The CDC is governed by an eighteen member Board of Directors. The Mayor of the City of Fort Wayne and the Commissioners of Allen County each nominate one director. The primary government is able to impose its will and a financial benefit/burden relationship exists between the primary government and the CDC. The CDC is fiscally dependent on the primary government.

Financial statements of the individual component units may be obtained from the Controller, City of Fort Wayne or their respective offices as follows:

Controller, City of Fort Wayne  
Room 470 Citizens Square  
200 E. Berry Street  
Fort Wayne, IN 46802

Fort Wayne Municipal Building Corporation  
c/o Wells Fargo Bank Corporate Trust Department  
111 E. Wayne Street  
Fort Wayne, IN 46801

The Consolidated Communications Partnership  
Room 600 Rousseau Centre  
1 East Main Street  
Fort Wayne, IN 46802

Neighborhood Care, Inc. (HANDS)  
Room 320 Citizens Square  
200 E. Berry Street  
Fort Wayne, IN 46802

Summit Development Corporation  
Room 320 Citizens Square  
200 E. Berry Street  
Fort Wayne, IN 46802

Fort Wayne Urban Enterprise Association, Inc.  
1830 Wayne Trace  
Fort Wayne, IN 46803

Allen County Fort Wayne Capital Improvement Board of Managers  
c/o Grand Wayne Center  
120 West Jefferson Boulevard  
Fort Wayne, IN 46802

Fort Wayne Redevelopment Authority  
Redevelopment Commission  
Room 320 Citizens Square  
200 E. Berry Street  
Fort Wayne, IN 46802

Fort Wayne Public Transportation Corporation  
801 Leesburg Road  
Fort Wayne, IN 46808

Downtown Fort Wayne Economic Improvement District  
904 South Calhoun Street  
Fort Wayne, IN 46802

Community Development Corporation of Fort Wayne  
Room 320 Citizens Square  
200 E. Berry Street  
Fort Wayne, IN 46802

#### Related Organizations

The primary government's officials are also responsible for appointing the members of the boards of other organizations, but the primary government's accountability for these organizations does not extend beyond making the appointments. These organizations are called related organizations. The Fort Wayne Housing Authority, Headwaters Park Alliance Inc., and the Hospital Authority of Fort Wayne are related organizations of the City of Fort Wayne.

## 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 and its component units. 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. Agency funds, however, report only assets and liabilities. Since, they do not report equity (or changes in equity), they have no measurement focus. 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 sixty 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.

Property taxes, franchise taxes, licenses and permits, 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. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current period. All other revenue items are considered to be measurable and available only when the government receives cash.

The 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 Highways and Streets fund (special revenue) accounts for the financial resources and expenses for construction, operation and maintenance of local and arterial roads and street system. The Motor Vehicle Highway and Local Roads and Streets funds have been combined to form the Highways and Streets fund. The major revenue sources for these funds include Wheel Tax/Surtax, Fuel Tax and reimbursements from other sources for services such as leaf collection.
- The CEDIT fund (capital projects) accounts for the financial resources and expenses or projects related to the County Economic Development Income Tax (CEDIT). The CEDIT Income Tax, Economic Development Incentive, Economic Development Infrastructure, Community Development-Marketing, Community Development-Strategic Objective and the 2009 CEDIT Bond funds have been combined to form the CEDIT fund.
- The Parks fund (special revenue) accounts for the financial resources and expenses for the construction, operation and maintenance of the City's park system. The Park and Recreation General, Park Land and Water Conservation, Park Cumulative Building, Park Trust, Park Nonreverting Capital, Park Nonreverting Operating, and the 2005 Park Bond funds have been combined to form the Parks fund. The major revenue sources for these funds include Property Tax, Auto Excise Tax, Commercial Vehicle Excise Tax, County Option Income Tax as well as fees from services and/or programs.
- The Fire fund (special revenue) accounts for the financial resources and operations of the Fire District. The Fire Department and Fire Education funds have been combined to form the Fire Fund. The major revenue sources for these funds include Property Tax, Auto Excise Tax, Commercial Vehicle Excise Tax as well as any other miscellaneous revenues for services.
- The Redevelopment fund (capital projects) accounts for the financial resources and expenses or projects related to redevelopment. The Redevelopment General, 1991 Tax Incremental Financing, 1992 Tax Incremental Financing-Getz Road, Civic Center Urban Renewal 1998, Tax Incremental Financing-Fort Wayne International Airport, 2002 Infrastructure Bond, Grand Wayne Property and Miscellaneous Expenses, Grand Wayne Obligation Lease, Redevelopment Bond, Grand Wayne Bond Principal & Interest, Harrison Square Taxable Lease, Harrison Square Tax Exempt Lease, Lima Wells Fernhill Tax Incremental Financing Project, West Highway 30 Tax Incremental Financing Project, E Illinois Tax Incremental Financing Project, Lima Ley Tax Incremental Financing Project, Summit Park Tax Incremental Financing Project, Jefferson Point Tax Incremental Financing Project, Chapel Ridge Tax Incremental Financing Project, Brownfield Redevelopment, Renaissance Pointe Tax Incremental Financing Project, Southtown Mall Project, Adams Township Tax Incremental Financing Project, 2005 Southtown Tax-Exempt Bond, Centennial Industrial Park, Harrison Square Stadium Maintenance, Harrison Square Parking Garage, and the Redevelopment District Capital funds have been combined to form the Redevelopment fund.
- The Community Legacy Fund (special revenue) accounts for the financial resources and expenses or projects that are in the public's interest and related to transformational investment in the community. The major revenue sources for this fund are the installment payments from the sale of the Electric Utility (see Note 14) and investment earnings.

The government reports the following major proprietary funds:

- The Water Utility fund accounts for the operation of the government's water distribution system.
- The Wastewater Utility fund accounts for the operation of the government's wastewater treatment plant, pumping stations and collection systems.
- The Stormwater Utility fund accounts for the operation of the government's management of stormwater runoff.

Additionally, the government reports the following fund types:

- The internal service funds (proprietary) account for health insurance, general and auto liability insurance and worker's compensation insurance in a combined self-insurance fund and for garage services provided to other departments on a cost-reimbursement basis.
- The pension trust funds (fiduciary) account for the activities of the 1925 Police Officers' Pension and 1937 Firefighters' Pension and Sanitary Officers' Pension funds which accumulate resources for pension benefit payments.
- Agency funds (fiduciary) account for the activities and assets held by the government as an agent for the Fort Wayne Neighborhood Housing Partnership (FWNP).

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 water, wastewater, storm water function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

Amounts reported as program revenues include: (1) charges to customers or applicants for goods, services or privileges provided, (2) operating grants and contributions, and (3) capital grants and contributions, including special assessments. 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 non-operating 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 non-operating 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 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 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.

Nonparticipating certificates of deposit, demand deposits and similar nonparticipating negotiable instruments that are not reported as cash and cash equivalents are reported as investments at cost.

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.

Open-end mutual funds are reported at fair value.

Money market investments that mature within one year or less at the date of their acquisition are reported at amortized cost. Other money market investments are reported at fair value.

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 to cover deficit cash balances are referred to as "Interfund receivables/payables – pooled cash". Activities between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year to cover loans made to other funds, with the expectation of repayment, are referred to as "Interfund receivables". All other outstanding balances between funds are reported as "Due from/to other funds." Any residual balances outstanding between the governmental activities and business-type activities are reported in the government-wide financial statements as "Internal balances."

3. Property Taxes

Property taxes levied are collected by the Treasurer of Allen County and are remitted to the City Controller in June and in December. State statutes (Indiana Code 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. All property taxes collected by the County Treasurer and available for distribution were distributed to the primary government prior to December 31 of the year collected. Delinquent property taxes outstanding at year-end for governmental funds, net of allowance for uncollectible accounts, are recorded as a receivable.



4. Cash and Cash Equivalents

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

5. Inventories and Prepaid Items

All inventories are valued at cost using the first in/first out (FIFO) method except for the Water Utility, which uses the average cost method. Inventories of governmental funds are recorded as expenditures when consumed rather than when purchased.

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

6. Restricted Assets/Net Position

All restricted assets/net position, as presented in the accompanying financial statements, are restricted due to enabling legislation.

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 Threshold	Depreciation Method	Estimated Useful Life
Governmental Activities:			
Land	All Capitalized	N/A	N/A
Infrastructure	\$ 5,000	N/A	N/A
Buildings	5,000	Straight-line	40
Improvements other than buildings	5,000	Straight-line	20-25
Machinery and equipment	5,000	Straight-line	5-25
Business-type Activities: (Solid Waste Management and Parking Garages)			
Land	All Capitalized	N/A	N/A
Buildings and improvements	5,000	Straight-line	20-40
Equipment and other	5,000	Straight-line	5-25
Business-type Activities: (Utilities and Yard Waste Facility)			
Land	All Capitalized	N/A	N/A
Distribution and collection	2,500	Straight-line	67
Buildings and improvements	2,500	Straight-line	20-44
Equipment and other	2,500	Straight-line	6-67

Infrastructure is reported using the modified approach. Accordingly, depreciation is not reported for this subsystem and all expenditures, except for additions and improvements made for the subsystem, are expensed. Management of the City has determined the condition level at which infrastructure assets are to be maintained. The City makes annual estimates of the amounts that must be expended to preserve and maintain these assets at the predetermined condition levels. The City also performs periodic condition assessments to verify that these condition levels are being maintained. The City of Fort Wayne has included all retroactive infrastructure acquired prior to the implementation of GASB 34.

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 business-type activities is included as part of the capitalized value of the assets constructed. In 2013 net interest capitalized was \$1,803,095 for Water Utility, \$4,028,230 for Wastewater Utility, and \$222,326 for Stormwater Utility.

#### 8. Assets Held for Resale

Assets held for resale are valued at lower of cost or market. These assets are held by the City with the intent to sell them in the future.

#### 9. Compensated Absences

City employees are entitled to accumulate earned but unused sick and vacation pay benefits depending on their length of employment or whether or not they belong to a union. Vacation and sick pay is accrued when incurred in the proprietary funds and reported as a fund liability. Vacation and sick pay is accrued for employees of governmental funds in the government-wide statements. The major governmental and proprietary funds are primarily used to liquidate the liability for compensated absences.

#### Police Officers and Firefighters

##### Vacation Leave:

Vacation leave policies for police officers and firefighters are set forth in the appropriate union agreements with the City. Vacation leave for police officers ranges from seven days per year after six months service to thirty-three days per year after twenty years service. The range of vacation leave for firefighters is as follows: Forty hour personnel - five days after one year service to thirty-seven days after twenty-five years service; Combat personnel - six days after one year service to sixteen days after twenty years service.

##### Sick Leave:

Police officers do not have an earned sick leave plan but receive pay while they are sick based on regulations set by their department. Firefighters injured or sick shall have leave paid by the City for a period of not more than one year.

Employees Other Than Police Officers and Firefighters

Generally, the employees of the City of Fort Wayne receive the following:

Vacation Leave:

<u>Length of Service</u>	<u>Vacation Leave</u>
6 Months to 1 Year	1 Week
1 Year to 5 Years	2 Weeks
6 Years to 14 Years	3 Weeks
15 Years to 19 Years	4 Weeks
Over 19 Years (hired before 1/1/96)	5 Weeks
Over 19 Years (hired after 1/1/96)	4 Weeks

For union and non-union employees, unused vacation shall automatically be carried over into the next year; however, amounts of more than one year's carryover shall be lost if not taken.

Sick Leave:

Employees hired before January 1, 2002 earn 2.31 hours of sick leave per week of full employment and employees hired 1/1/02 and after earn 1.54 hours of sick leave per week of full employment. Sick leave may be accumulated. An employee with ten years of service will receive compensation for unused sick leave upon retirement at \$1.00 for each hour up to 520 hours.

All City employees, except one bargaining unit, allow for either 50 percent of the employee's normal straight time hourly rate for each accumulated hour over 520, or an employee may receive credit at the rate of 100 percent of the employee's normal straight time hourly rate for each sick leave hour over 520 to be used for the purchase of group health insurance. The maximum payment per employee cannot exceed \$25,000.

As of January 1, 2014, the following changes to the following policies will become effective for employees other than Police Officers and Firefighters:

Vacation Leave:

For union and non-union employees, unused vacation shall automatically be carried over into the next year; however, amounts of more than two year's carryover shall be lost if not taken.

Sick Leave:

All full-time City employees will receive 40 hours of sick time per calendar year to be used or forfeited by the end of the same calendar year. Regular part-time employees will receive 20 hours of sick time per calendar year. Sick time will be pro-rated for all employees hired after May 1<sup>st</sup> of each year.

Employees with a balance of sick time as of December 31, 2013 will have this balance placed into a separate, frozen sick time account. All employees with a frozen sick time account will receive compensation for this unused sick leave upon separation from employment at \$1.00 for each hour up to 520 hours.

Employees with a frozen sick time account will be eligible for either 50 percent of the employee's hourly rate as of December 31, 2013 for each accumulated hour over 520, or an

employee with 20 years of City service and who retires, may receive credit at the rate of 100 percent of the employee's hourly rate at December 31, 2013 for each sick hour over 520 to be used for the purchase of group health insurance. The maximum payment per employee cannot exceed \$25,000.

10. Unbilled Revenue

The enterprise and the internal service funds accrue revenue for sales and services performed, but not yet billed, as of the financial statement date.

11. Unearned Revenues

Unearned revenue is available, but not earned at year-end (applies to government-wide and fund statements).

12. 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 or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as regulatory assets and amortized over the term of the related debt in the business-type activities of the government-wide statement of net position and the proprietary fund statements per the exception for regulatory utilities in *GASB Statement No. 65*. In the fund financial statements, governmental fund types recognize bond premiums and discounts 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.

13. Deferred Inflows of Resources

Deferred inflows of resources represent an acquisition of net position that applies to future periods and, therefore, will not be recognized as an inflow of resources (revenue) until that time.

14. Fund Balance

Fund balance in the governmental fund statements have been classified per *GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions*. City's governmental fund balances are reported under classifications of nonspendable, restricted, committed, assigned and unassigned fund balances. A brief description of each category is as follows:

Nonspendable – represents amounts that are not in spendable form, such as inventories, assets held for resale and non-current loans receivable.

Restricted – represents amounts restricted to specific purposes because of constraints placed on their use that are either externally imposed such as by grantors or imposed by law through constitutional provisions or enabling legislation.

Committed – represents amounts that can only be used for a specific purpose pursuant to constraints imposed by the government's highest level of decision making authority. The City of Fort Wayne's highest level of decision making authority is the City Council. Fund balance

commitments are established, modified, or rescinded by City Council action through passage of an ordinance.

Assigned – represents amounts that are constrained by the government’s intent to be used for specific purposes as expressed by the governing body itself (Board of Public Works) or the official to which the governing body has delegated the authority (City Controller) to assign amounts to be used for specific purposes.

Unassigned – represents fund balance that has not been assigned to other funds and that has not been restricted, committed, or assigned to specific purposes within the general fund. Only the general fund may report a positive unassigned fund balance; whereas, other governmental funds may need to report a negative unassigned fund balance if expenditures incurred for specific purposes exceeded the amounts restricted, committed, or assigned to those purposes.

The City’s policy is to apply expenditures to restricted resources first, then committed, then assigned, and finally to unassigned, as applicable.

For functionalized classification of fund balance, please refer to note 19.

Note 2. Deposits and Investments

A. Primary Government

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government'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 policy for custodial credit risk.

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2013, the City had the following investments:

Investment Type	Market Value	Investment Maturity	
		Less Than 1 Year	Greater Than 1 Year
Certificates of Deposit	\$ 40,100,848	\$ -	\$ 40,100,848
Equities	1,348,584	1,348,584	-
Mutual Funds	49,158,395	49,158,395	-
Total	\$ 90,607,827	\$ 50,506,979	\$ 40,100,848

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 not more than five years.

Indiana Code also provides for investment in money market mutual funds that are in the form of securities 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 fifty percent (50%) of the funds held by the City and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise; or repurchase agreements fully collateralized by direct obligations of the United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities of, 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.

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.

The Community Legacy Fund, which invests in a variety of securities and mutual funds, is not subject to the requirements of Indiana Statutes governing authorized investments.

#### Investment Custodial Credit Risk

The custodial credit 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 that are uninsured and 1) uncollateralized, 2) collateralized with securities held by the pledging financial institution, or 3) collateralized with securities held by the pledging financial institution's trust department or agent but not in the government'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 five years. The City does not have a formal investment policy for interest rate risk.

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 in regards to credit risk for investments. The distribution of securities with credit ratings is summarized below.

<u>Investment Type</u>	<u>Morningstar Rating</u>	<u>City of Fort Wayne Investments</u>
		<u>Amount</u>
Certificates of Deposit	NR	\$ 40,100,848
Equities	NR	1,348,584
Mutual Funds	Below Average	8,719,040
	Average	18,245,319
	Above Average	14,793,598
	High	7,400,438
Total		<u>\$ 90,607,827</u>

Concentration of Credit Risk

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single user. 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.

Foreign Currency Risk

Foreign currency risk relates to adverse effects on the fair value of an investment from changes in exchange rates. The City does not have a formal policy in regards to foreign currency risk. The City's exposure to foreign currency risk derives from their investment at December 31, 2013 in foreign mutual funds with a fair value of \$14,748,167.

B. Discretely Presented Component Units

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government'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. At December 31, 2013, the City's discretely presented component units' deposits with financial institutions of \$22,453,173 were entirely insured by federal depository insurance, with the exception of UEA's deposits of \$641,501 and CDC's deposit of \$744,975.

Note 3. Capital Assets

Capital asset activity for the year ended December 31, 2013 was as follows:

Primary government:

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 38,618,862	\$ 700,568	\$ -	\$ 39,319,430
Roads accounted for using the modified approach	522,348,296	4,220,641	-	526,568,937
Construction in progress	9,170,329	6,383,223	5,260,453	10,293,099
Total capital assets not being depreciated	<u>570,137,487</u>	<u>11,304,432</u>	<u>5,260,453</u>	<u>576,181,466</u>
Capital assets being depreciated:				
Buildings	126,638,092	2,793,280	16,686	129,414,686
Improvements other than buildings	90,554,411	75,393	-	90,629,804
Machinery and equipment	70,308,832	5,291,833	5,067,018	70,533,647
Total capital assets being depreciated	<u>287,501,335</u>	<u>8,160,506</u>	<u>5,083,704</u>	<u>290,578,137</u>
Less accumulated depreciation for:				
Buildings	37,993,724	3,269,868	-	41,263,592
Improvements other than buildings	28,120,152	2,425,176	-	30,545,328
Machinery and equipment	54,019,262	4,795,824	4,943,044	53,872,042
Total accumulated depreciation	<u>120,133,138</u>	<u>10,490,868</u>	<u>4,943,044</u>	<u>125,680,962</u>
Total capital assets being depreciated, net	<u>167,368,197</u>	<u>(2,330,362)</u>	<u>140,660</u>	<u>164,897,175</u>
Total governmental activities capital assets, net	<u>\$ 737,505,684</u>	<u>\$ 8,974,070</u>	<u>\$ 5,401,113</u>	<u>\$ 741,078,641</u>

The above governmental activities capital assets include internal service funds capital assets as follows:

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets not being depreciated:				
Land	\$ 27,277	\$ -	\$ -	\$ 27,277
Capital assets being depreciated:				
Buildings	517,359	-	-	517,359
Machinery and equipment	576,038	60,178	-	636,216
Total capital assets being depreciated	<u>1,093,397</u>	<u>60,178</u>	<u>-</u>	<u>1,153,575</u>
Less accumulated depreciation for:				
Buildings	195,451	16,415	-	211,866
Machinery and equipment	504,929	66,693	-	571,622
Total accumulated depreciation	<u>700,380</u>	<u>83,108</u>	<u>-</u>	<u>783,488</u>
Total capital assets being depreciated, net	<u>393,017</u>	<u>(22,930)</u>	<u>-</u>	<u>370,087</u>
Total internal service capital assets, net	<u>\$ 420,294</u>	<u>\$ (22,930)</u>	<u>\$ -</u>	<u>\$ 397,364</u>



	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 9,701,205	\$ 1,139,078	\$ -	\$ 10,840,283
Construction in progress	89,710,825	72,858,916	115,765,709	46,804,032
Total capital assets not being depreciated	<u>99,412,030</u>	<u>73,997,994</u>	<u>115,765,709</u>	<u>57,644,315</u>
Capital assets being depreciated:				
Distribution and collection	532,364,867	28,607,402	1,249,432	559,722,837
Buildings and improvements	192,875,778	34,932,106	201,484	227,606,400
Equipment and machinery	176,575,117	54,593,595	1,143,268	230,025,444
Total capital assets being depreciated	<u>901,815,762</u>	<u>118,133,103</u>	<u>2,594,184</u>	<u>1,017,354,681</u>
Less accumulated depreciation for:				
Distribution and collection	133,007,016	8,000,335	779,112	140,228,239
Buildings and improvements	69,398,409	4,665,679	170,751	73,893,337
Equipment and machinery	90,051,893	9,064,016	883,985	98,231,924
Total accumulated depreciation	<u>292,457,318</u>	<u>21,730,030</u>	<u>1,833,848</u>	<u>312,353,500</u>
Total capital assets being depreciated, net	<u>609,358,444</u>	<u>96,403,073</u>	<u>760,336</u>	<u>705,001,181</u>
Total business-type activities capital assets, net	<u>\$ 708,770,474</u>	<u>\$ 170,401,067</u>	<u>\$ 116,526,045</u>	<u>\$ 762,645,496</u>

Discretely presented component units:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>
Capital assets not being depreciated:				
Land	\$ 1,428,430	\$ -	\$ -	\$ 1,428,430
Construction in progress	4,340	-	-	4,340
Total capital assets not being depreciated	<u>1,432,770</u>	<u>-</u>	<u>-</u>	<u>1,432,770</u>
Capital assets being depreciated:				
Buildings and improvements	61,495,054	837,809	-	62,332,863
Equipment and machinery	20,358,559	3,226,083	1,059,036	22,525,606
Total capital assets being depreciated	<u>81,853,613</u>	<u>4,063,892</u>	<u>1,059,036</u>	<u>84,858,469</u>
Less accumulated depreciation for:				
Buildings and improvements	14,729,683	1,792,363	-	16,522,046
Equipment and machinery	10,868,934	1,304,697	1,057,440	11,116,191
Total accumulated depreciation	<u>25,598,617</u>	<u>3,097,060</u>	<u>1,057,440</u>	<u>27,638,237</u>
Total capital assets being depreciated, net	<u>56,254,996</u>	<u>966,832</u>	<u>1,596</u>	<u>57,220,232</u>
Total discretely presented component units capital assets, net	<u>\$ 57,687,766</u>	<u>\$ 966,832</u>	<u>\$ 1,596</u>	<u>\$ 58,653,002</u>

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

Governmental activities:	
General government	\$ 1,029,655
Public safety	3,307,259
Highways and streets	2,021,239
Health and welfare	101,881
Urban redevelopment and housing	1,516,103
Culture and recreation	<u>2,431,623</u>
Subtotal	10,407,760
Internal Service Funds*	<u>83,108</u>
Total depreciation expense - governmental activities	<u><u>\$ 10,490,868</u></u>
Business-type activities:	
Water	\$ 7,605,047
Wastewater	10,667,051
Stormwater	2,167,124
Parking garages	362,098
Solid waste	923,971
Other	<u>4,739</u>
Total depreciation expense - business-type activities	<u><u>\$ 21,730,030</u></u>

\* Capital assets held by the primary government's internal service funds are charged to the various functions based on their usage of the assets.

Note 4. Long-term Debt

A. Changes in Long-term Debt

During the year ended December 31, 2013, the following changes occurred in liabilities reported on the Statement of Net Position:

Primary government:

	Balance, 1/1/2013	Additions	Reductions	Balance, 12/31/2013	Due Within One Year
<u>Governmental Activities:</u>					
General obligation bonds	\$ 2,245,000	\$ -	\$ 295,000	\$ 1,950,000	\$ 300,000
Special obligation bonds	54,045,000	-	6,460,000	47,585,000	6,720,000
Compensated absences	9,423,559	3,576,604	3,344,739	9,655,424	9,551,241
First mortgage bonds	34,015,000	-	2,210,000	31,805,000	2,295,000
Capital leases	56,431,731	6,100,000	6,900,872	55,630,859	6,535,257
Notes and loans payable	7,861,460	1,750,000	2,120,978	7,490,482	632,022
Other postemployment benefits liability	11,132,749	8,065,287	3,720,594	15,477,442	-
Net pension obligation	94,171,299	-	1,076,460	93,094,839	-
Totals	<u>\$ 269,325,798</u>	<u>\$ 19,491,891</u>	<u>\$ 26,128,643</u>	<u>\$ 262,689,046</u>	<u>\$ 26,033,520</u>
<u>Business-type Activities:</u>					
Revenue bonds	\$ 209,290,000	\$ 82,550,000	\$ 16,865,000	\$ 274,975,000	\$ 15,265,000
Compensated absences	2,549,532	1,881,542	1,837,504	2,593,570	1,189,822
Capital leases	2,163,782	-	368,788	1,794,994	379,336
Notes and loans payable	134,950,754	18,250,761	8,622,875	144,578,640	8,602,057
Net pension obligation	618,321	313,232	-	931,553	-
Totals	<u>\$ 349,572,389</u>	<u>\$ 102,995,535</u>	<u>\$ 27,694,167</u>	<u>\$ 424,873,757</u>	<u>\$ 25,436,215</u>

Discretely presented component units:

	Balance, 1/1/2013	Additions	Reductions	Balance, 12/31/2013	Due Within One Year
Lease rental revenue bonds payable	\$ 66,155,000	\$ -	\$ 3,215,000	\$ 62,940,000	\$ 2,980,000
Capital leases	25,002,994	-	2,202,994	22,800,000	2,189,500
Totals	<u>\$ 91,157,994</u>	<u>\$ -</u>	<u>\$ 5,417,994</u>	<u>\$ 85,740,000</u>	<u>\$ 5,169,500</u>

The major governmental and proprietary funds are primarily used to liquidate the liability for compensated absences.

The major governmental and proprietary funds and the pension trust funds are primarily used to liquidate the liability for net pension obligation.

The major governmental funds are primarily used to liquidate the liability for other postemployment benefits.

B. Description of Bond Issues:

Primary government:

Governmental Activities:

General Obligation Bonds:	Balance, 12/31/2013	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$3,100,000 2009 Park District Refunding Bonds due in installments of \$300,000 to \$355,000 plus interest through July 1, 2019; interest at 3 percent to 4 percent.	<u>\$ 1,950,000</u>	<u>\$ 300,000</u>	<u>\$ 44,248</u>	<u>\$ 1,694,248</u>

Special Obligation Bonds:	Balance, 12/31/2013	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$25,000,000 2005 Economic Development Income Tax Revenue Bonds due in installments of \$1,360,000 to \$1,510,000 plus interest through December 1, 2016; interest at 4.25 percent.	\$ 8,595,000	\$ 2,745,000	\$ 97,486	\$ 5,947,486
\$3,310,000 Redevelopment District Revenue Bonds, Series 2005 A-1 due in installments of \$115,000 to \$155,000 through June 1, 2021; interest at 4.25 percent to 5.0 percent.	2,015,000	230,000	26,002	1,811,002
\$6,690,000 Redevelopment District Revenue Bonds, Series 2005 A-2 due in installments of \$230,000 to \$330,000 through June 1, 2021; interest at 4.85 percent to 5.24 percent.	4,140,000	465,000	-	3,675,000
\$10,000,000 Redevelopment District Revenue Bonds, Series 2005 B due in installments of \$540,000 to \$595,000 through December 1, 2016; interest at 4.00 percent to 4.125 percent.	3,400,000	1,090,000	11,902	2,321,902
\$10,000,000 2005 Park District Improvement Bonds due in installments of \$1,360,000 to \$1,415,000 plus interest through July 15, 2015; interest at 3.75 percent.	2,775,000	1,360,000	-	1,415,000
\$30,000,000 2009 Economic Development Income Tax Revenue Bonds due in installments of \$410,000 to \$1,015,000 plus interest through June 1, 2034; interest at 3.0 percent to 5.125 percent.	<u>26,660,000</u>	<u>830,000</u>	<u>(433,560)</u>	<u>25,396,440</u>
<b>Total Special Obligation Bonds</b>	<u>\$ 47,585,000</u>	<u>\$ 6,720,000</u>	<u>\$ (298,170)</u>	<u>\$ 40,566,830</u>

First Mortgage Bonds:	Balance, 12/31/2013	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$4,215,000 2005 First Mortgage Bonds due in installments of \$140,000 to \$185,000 plus interest through December 1, 2020; interest at 4.00 percent to 4.50 percent.	\$ 2,280,000	\$ 285,000	\$ -	\$ 1,995,000
\$20,825,000, 2006 First Mortgage Bonds due in installments of \$1,375,000 to \$1,895,000 plus interest through December 15, 2022; interest at 4.44 percent to 5.01 percent.	14,810,000	1,375,000	-	13,435,000
\$7,655,000, 2009 First Mortgage Bonds-Series 2009A due in installments of \$155,000 to \$815,000 plus interest through December 15, 2022; interest at 3.00 percent to 4.125 percent.	5,875,000	635,000	113,346	5,353,346
\$8,840,000, 2009 First Mortgage Bonds-Series 2009B due in installments of \$690,000 to \$2,465,000 plus interest through December 15, 2029; interest at 5.60 percent to 6.37 percent.	<u>8,840,000</u>	<u>-</u>	<u>-</u>	<u>8,840,000</u>
<b>Total First Mortgage Bonds</b>	<b>\$ 31,805,000</b>	<b>\$ 2,295,000</b>	<b>\$ 113,346</b>	<b>\$ 29,623,346</b>

Business-type Activities:

Revenue Bonds:	Balance, 12/31/2013	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$1,700,000 2001 Parking Garage Revenue Bonds due in installments of \$95,000 to \$140,000 plus interest through January 15, 2021; interest at 5.230 percent to 5.59 percent.	\$ 940,000	\$ 95,000	\$ -	\$ 845,000
\$5,800,000 2003 Water Works Revenue Bond due in installments of \$440,000 to \$505,000 plus interest through 2017; interest at 2.0 percent to 4.25 percent.	1,885,000	440,000	3,802	1,448,802
\$16,700,000 2005 Water Works Revenue Bond due in installments of \$1,475,000 to \$2,345,000 plus interest through 2019; interest at 2.7 percent to 4.4 percent.	10,840,000	1,475,000	21,283	9,386,283
\$17,000,000 2006 Stormwater Management District Revenue Bond due in installments of \$1,110,000 to \$1,500,000 plus interest through 2021; interest at 3.75 percent to 4.0 percent.	10,355,000	1,110,000	26,265	9,271,265
\$24,155,000 2007 Sewage Works Revenue Bonds of 2007, due in installments of \$1,010,000 to \$1,775,000 plus interest through 2027; interest at 4.25 percent to 4.75 percent.	18,960,000	1,010,000	(16,390)	17,933,610

(continued)

	Balance, 12/31/2013	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$41,045,000 2010 Sewage Works Revenue Bonds of 2010, due in installments of \$1,745,000 to \$3,135,000 plus interest through 2030; interest at 4.25 percent to 4.50 percent.	39,330,000	1,745,000	(194,060)	37,390,940
\$38,100,000 2011 Sewage Works Revenue Bonds of 2011, due in installments of \$2,580,000 to \$3,490,000 plus interest through 2026; interest at 2.8 percent.	38,100,000	2,580,000	-	35,520,000
\$15,530,000 2012 Sewage Works Revenue Bonds of 2012, due in installments of \$1,000,000 to \$1,295,000 plus interest through 2027; interest at 2.0 percent to 3.0 percent.	15,530,000	1,000,000	600,485	15,130,485
\$19,675,000 2012 Sewage Works Refunding Revenue Bonds of 2012, due in installments of \$1,905,000 to \$2,140,000 plus interest through 2022; interest at 1.45 percent.	18,175,000	1,905,000	54,201	16,324,201
\$40,000,000 2012 Water Works Revenue Bonds of 2012, due in installments of \$925,000 to \$2,975,000 plus interest through 2032; interest at 2.0 percent to 3.0 percent.	39,410,000	925,000	521,380	39,006,380
\$7,335,000 2013 Sewage Works Refunding Revenue Bonds of 2013, due in installments of \$1,350,000 to \$1,390,000 plus interest through 2018; interest at 1.0 percent.	6,835,000	1,350,000	-	5,485,000
\$32,955,000 2013 Sewage Works Revenue Bonds of 2013 Series A, due in installments of \$1,630,000 to \$4,650,000 plus unamortized debt premium of \$565,110 and interest through 2024; interest at 1.95 percent.	32,355,000	1,630,000	565,110	31,290,110
\$42,260,000 2013 Sewage Works Revenue Bonds of 2013 Series B, due in installments of \$4,165,000 to \$5,295,000 plus interest through 2033; interest at 3.5 percent.	<u>42,260,000</u>	<u>-</u>	<u>-</u>	<u>42,260,000</u>
Total Revenue Bonds	<u>\$ 274,975,000</u>	<u>\$ 15,265,000</u>	<u>\$ 1,582,076</u>	<u>\$ 261,292,076</u>

**Discretely presented component units:**

Lease Rental Revenue Bonds:	Balance, 12/31/2013	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$25,635,000 2007A Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$250,000 to \$1,405,000 plus interest through February 1, 2034; interest at 4.50 percent to 5.25 percent.	\$ 25,635,000	\$ -	\$ 120,864	\$ 25,755,864
\$18,235,000 2007B Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$805,000 to \$1,450,000 plus interest through February 1, 2020; interest at 5.12 percent to 5.80 percent.	13,890,000	1,750,000	(35,861)	12,104,139
\$25,135,000 2012 Fort Wayne Redevelopment Authority Lease Rental Revenue Refunding Bonds due in installments of \$1,230,000 to \$1,980,000 plus interest through February 1, 2028; interest at 3.0 percent to 5.0 percent.	<u>23,415,000</u>	<u>1,230,000</u>	<u>1,948,788</u>	<u>24,133,788</u>
Total Lease Rental Revenue Bonds	<u>\$ 62,940,000</u>	<u>\$ 2,980,000</u>	<u>\$ 2,033,791</u>	<u>\$ 61,993,791</u>

The general obligation bond is backed by the full faith and credit of the City of Fort Wayne.

The special obligation bonds and first mortgage bonds are not backed by the full faith and credit of the City of Fort Wayne. The 2005 Series B and 2005 Park District Bonds, and in addition, the 2005 and 2009 Economic Development Income Tax Revenue Bonds, special obligation bonds, are secured by a pledge of the City's Economic Development Income Tax revenues. The special obligation bond section also includes the 2005 Series A-1 and A-2 redevelopment district revenue bonds that are an obligation of the redevelopment district whose boundaries and taxing district are within the City. The 2005, 2006, 2009 Series A, and 2009 Series B First Mortgage Bonds are secured by the pledge of the mortgage property.

The general obligation, special obligation, and first mortgage bonds are payable from governmental funds. The revenue bonds are payable from proprietary (enterprise) funds.

The lease rental revenue bonds are payable from the Redevelopment Authority, a discretely presented component unit of the City.

C. Debt Service Requirement to Maturity - Bonds

Annual debt service requirements to maturity on the bonds are as follows:

Primary government:

Governmental Activities:

Year Ended December 31	General Obligation			Special Obligation		
	Principal	Interest	Totals	Principal	Interest	Totals
2014	\$ 300,000	\$ 71,900	\$ 371,900	\$ 6,720,000	\$ 2,115,820	\$ 8,835,820
2015	310,000	62,900	372,900	6,990,000	1,841,328	8,831,328
2016	315,000	53,600	368,600	5,830,000	1,547,862	7,377,862
2017	330,000	41,000	371,000	1,735,000	1,338,503	3,073,503
2018	340,000	27,800	367,800	1,805,000	1,259,361	3,064,361
2019-2023	355,000	14,200	369,200	7,770,000	5,100,293	12,870,293
2024-2028	-	-	-	6,880,000	3,503,750	10,383,750
2029-2033	-	-	-	8,840,000	1,554,156	10,394,156
2034-2035	-	-	-	1,015,000	26,009	1,041,009
<b>Total</b>	<b>\$ 1,950,000</b>	<b>\$ 271,400</b>	<b>\$ 2,221,400</b>	<b>\$ 47,585,000</b>	<b>\$ 18,287,082</b>	<b>\$ 65,872,082</b>

Business-type Activities:

Year Ended December 31	First Mortgage			Revenue		
	Principal	Interest	Totals	Principal	Interest	Totals
2014	\$ 2,295,000	\$ 1,566,343	\$ 3,861,343	\$ 15,265,000	\$ 8,558,830	\$ 23,823,830
2015	2,390,000	1,474,550	3,864,550	15,865,000	8,131,853	23,996,853
2016	2,485,000	1,376,050	3,861,050	16,285,000	7,685,667	23,970,667
2017	2,590,000	1,269,743	3,859,743	16,845,000	7,225,580	24,070,580
2018	2,700,000	1,155,461	3,855,461	17,300,000	6,748,453	24,048,453
2019-2023	12,070,000	3,853,448	15,923,448	82,195,000	26,360,034	108,555,034
2024-2028	4,810,000	1,718,385	6,528,385	68,830,000	14,470,472	83,300,472
2029-2033	2,465,000	157,021	2,622,021	42,390,000	4,008,371	46,398,371
<b>Total</b>	<b>\$ 31,805,000</b>	<b>\$ 12,571,001</b>	<b>\$ 44,376,001</b>	<b>\$ 274,975,000</b>	<b>\$ 83,189,260</b>	<b>\$ 358,164,260</b>

Discretely presented component units:

Year Ended December 31	Lease Rental Revenue		
	Principal	Interest	Totals
2014	\$ 2,980,000	\$ 2,935,635	\$ 5,915,635
2015	3,190,000	2,804,138	5,994,138
2016	3,305,000	2,655,625	5,960,625
2017	3,585,000	2,489,296	6,074,296
2018	3,820,000	2,308,134	6,128,134
2019-2023	16,005,000	7,299,972	23,304,972
2024-2028	21,180,000	4,836,055	26,016,055
2029-2033	7,370,000	1,050,247	8,420,247
2034	1,505,000	75,875	1,580,875
Total	<u>\$ 62,940,000</u>	<u>\$ 26,454,977</u>	<u>\$ 89,394,977</u>

There are a number of limitations and restrictions contained in the various bond indentures. The City is in compliance with all significant limitations and restrictions.

The Water Utility, Wastewater Utility and Stormwater Utility bonds carry a pledge of all the revenues of the utilities and, upon default, the holders of the bonds are entitled to all the rights, remedies, and privileges required to compel the collection of sufficient revenues to provide for all payments of principal and interest.

D. Capital Leases Payable

Primary government:

The City has entered into the following capital leases:

Governmental Activities:

Year	Description	Carrying Value
2007	Parking Garage	\$ 18,235,000
2009	Equipment	2,900,000
2009	Baseball Stadium	25,635,000
2010	Equipment	4,200,000
2011	Equipment	8,200,000
2012	Radios	5,570,506
2013	Equipment	6,100,000
	Totals	<u>\$ 70,840,506</u>

Business-type Activities:

Year	Description	Carrying Value
2011	Recycle Bin Containers	<u>\$ 2,700,000</u>

Discretely presented component units:

In 2003, the Allen County Fort Wayne Capital Improvement Board of Managers entered into a \$33,455,248 capital lease for expansion of the Grand Wayne Center.



The following is a schedule of minimum future lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2013:

Year Ended December 31	Primary Government		Discretely Presented Component Units
	Governmental Activities	Business-type Activities	
2014	\$ 8,774,208	\$ 427,640	\$ 2,189,500
2015	8,116,940	427,639	2,189,500
2016	6,803,257	427,639	2,187,000
2017	5,981,202	641,458	2,189,000
2018	5,459,232	-	2,191,000
2019-2023	19,090,261	-	10,735,000
2024-2028	14,503,500	-	9,230,000
2029-2033	5,431,000	-	-
2034	531,000	-	-
Total minimum lease payments	74,690,600	1,924,376	30,911,000
Less amount representing interest	19,059,741	129,382	8,111,000
Present value of net minimum lease payments	<u>\$ 55,630,859</u>	<u>\$ 1,794,994</u>	<u>\$ 22,800,000</u>

E. Loans Payable

Annual debt service requirements to maturity for the loans as of December 31, 2013, are as follows:

Primary government:

<u>Governmental Activities:</u>	Balance 12/31/2013
The City borrowed \$1,140,000 in 1999 and refinanced it in 2003. Payments are due in installments of \$90,000 to \$105,000 plus interest 4.83 to 5.19 percent through August 1, 2016. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	\$ 295,000
The City borrowed \$6,250,000 in 2008. Payments are due in installments of \$350,000 to \$400,000 plus interest between 4.08 percent and 5.33 percent through August 1, 2027. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	5,200,000
The City borrowed \$1,100,000 in 2008. Payments are due in installments of \$53,460 to \$192,022 plus interest at prime rate through December 18, 2015. This loan is payable from the Redevelopment Fund.	245,482
The City borrowed \$1,750,000 in 2013. Payments are due in installments of \$90,000 to \$125,000 plus variable interest through August 1, 2033. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	<u>1,750,000</u>
Total	<u>\$ 7,490,482</u>

Business-type Activities:

Balance  
12/31/2013

During 2005, 2009, 2011 and 2012 the City entered into finance assistance agreements with the State of Indiana's Wastewater Revolving Loan program that allows for a maximum of \$40,000,000, \$5,000,000, \$33,576,000 and \$10,415,000 in 2005, 2009, 2011 and 2012 respectively, for improvements at the Wastewater treatment facility. At December 31, 2013, \$40,000,000, \$5,000,000, \$33,302,008 and \$9,293,921 had been drawn down against the 2005, 2009, 2011 and 2012 agreements, respectively, resulting in unissued loan principal of \$1,395,071. The City does not intend to draw any more funds against either the 2005 or 2009 agreement. Payments are due in installments of \$1,880,000 to \$2,635,000 plus interest at 3.1 percent through 2025 for the 2005 agreement. Payments are due in installments of \$242,271 to \$248,547 plus interest at .16 percent through 2030 for the 2009 agreement. Payments are due in installments of \$1,411,000 to \$2,073,000 plus interest at 2.29 percent through 2031 for the 2011 agreement. Payments are due in installments of \$445,000 to \$612,000 plus interest at 1.78 percent through 2032 for the 2012 agreement. The following debt service requirements to maturity reflect the anticipated loan payments after the loans have been drawn down completely.

\$ 70,585,662

During 2006, 2009 and 2011, the city participated in a shared loan arrangement through State of Indiana's State Revolving Fund Pooled Loan program. This program allows Indiana municipalities to collectively borrow funds under the AAA rating of the State of Indiana's creditworthiness as well as receive other financial benefits. Under this program, the City received \$31,900,000 in 2006 to invest in improvements to the Water Utility's infrastructure. Payments are due in installments of \$2,100,000 to \$2,755,000 plus interest at 3.95 percent through 2021. In 2009, the City received \$29,091,005 to invest in improvements in the Wastewater Utility's infrastructure. Payments are due in installments of \$1,085,786 to \$2,084,297 plus interest at 4.16 percent through 2030. In 2011, the City received \$26,906,000 to invest in improvements in the Water Utility's infrastructure. Payments are due in installments of \$1,000 to \$2,073,000 plus interest at 2.967 percent through 2031.

72,316,978

During 2009, the City entered into a finance assistance agreement with the State of Indiana's Wastewater Revolving Loan program in which the City received \$906,000 for the purchase of wastewater assets from the Town of Zanesville. The interest rate is 2.0 percent and the principal matures serially in amounts ranging from \$117,000 to \$120,000 in 2016.

356,000

During 2011, the City entered into a finance assistance agreement with State of Indiana's Waterworks revolving loan program in which the City received \$3,094,000 for improvement of waterworks utility. The interest rate is 3.746 percent and the principal matures serially in amount of \$1,320,000 in 2014.

1,320,000

Total

\$144,578,640

Annual debt service requirements to maturity for the loans as of December 31, 2013, are as follows:

Year Ended December 31	Governmental Activities			Business-type Activities		
	Principal	Interest	Totals	(Anticipated) Principal	(Anticipated) Interest	Totals
2014	\$ 632,022	\$ 313,830	\$ 945,852	\$ 8,602,057	\$ 4,429,574	\$ 13,031,631
2015	503,460	288,662	792,122	8,685,612	4,150,738	12,836,350
2016	455,000	266,700	721,700	8,962,048	3,878,593	12,840,641
2017	440,000	245,570	685,570	9,127,442	3,597,109	12,724,551
2018	440,000	747,270	1,187,270	9,428,875	3,308,343	12,737,218
2019-23	2,300,000	853,070	3,153,070	46,124,380	11,956,358	58,080,738
2024-28	2,110,000	306,960	2,416,960	35,991,250	5,624,339	41,615,589
2029-33	610,000	36,900	646,900	19,052,047	1,006,048	20,058,095
Unissued	-	-	-	(1,395,071)	-	(1,395,071)
Total	<u>\$ 7,490,482</u>	<u>\$ 3,058,962</u>	<u>\$ 10,549,444</u>	<u>\$ 144,578,640</u>	<u>\$ 37,951,102</u>	<u>\$ 182,529,742</u>

#### F. Debt Refunding

On March 27, 2013 the Wastewater Utility issued \$7,335,000 in refunding revenue bonds with an average interest rate of 1.00% to advance refund \$2,295,000 of outstanding 2002C series bonds with an interest rate range from 1.30% to 4.55% and \$5,690,000 of outstanding 2003 series bonds with an interest rate range from 2.00% to 3.80%. The net proceeds of \$7,291,004 (after payment of \$40,496 in issuance costs and \$3,500 in bond discount) and local contribution of \$841,818 were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2002C series bonds and 2003 series bonds. As a result, these bonds are considered to be defeased and the liabilities for those bonds have been removed from the Statement of Net Position. The refunding results in the accounting loss of \$215,894, which has been recognized on the Statement of Net Position as a deferred outflow of resources. This amount will be amortized using the straight line method and charged to interest expense over the next 5 years. The Wastewater Utility in effect lowered its aggregate debt service payment by \$486,457 over the next 5 years and realized an economic gain (difference between the present values of the old and new debt service payments) of \$479,970.

#### Note 5. Operating Leases

The City leased office space for various City Departments. These leases were considered, for accounting purposes, to be operating leases.

The City has a lease with J.D. Ventures, II, LLC for \$57,077 annually, commencing May 1, 2012 and terminating April 30, 2017. The lease is for the entire office warehouse building at 3220 Ciera Court. The building is being used for storage of city vehicles and related activities.

The City of Fort Wayne entered into a leasing agreement with Ivy Tech Community College on November 1, 2012 to lease to Ivy Tech Community College the entire Public Safety Academy for \$1 per year. This lease ends on December 31, 2022. The City of Fort Wayne entered into a leasing agreement with Ivy Tech Community College on November 1, 2012 to sublease 43,489 square feet of the Public Safety Academy at an annual amount of \$434,890 with a five year automatic renewal option. These leased facilities will be used by the Fort Wayne Police and Fire Department academies for the operation of their training facilities.

Note 6. Deficit Fund Balances

The following funds have deficit fund balances at December 31, 2013:

Primary Government:

Fire Major fund - Deficit fund balance:

Fire \$ 408,905

Non-Major Debt Service fund - Deficit fund balance:

Public Safety Academy 1,300,558

Non-Major Special Revenue funds - Deficit fund balance:

Omnibus Crime 1,479

Urban Enterprise Association 15,606

Total Deficit fund balances \$ 1,726,548

The deficit fund balances listed above will be eliminated in 2014 by a decrease in expenditures and an increase in revenues.

Note 7. Interfund Balances and Activity

A. Due To/From Other Funds

The composition of due to/from other funds as of December 31, 2013, is as follows:

Due To	Due From								
	General	Highways and Streets	Non-major Governmental	Water	Wastewater	Stormwater	Non-major Enterprise	Internal Service	Total
Governmental:									
General	\$ -	\$ -	\$ -	\$ 16,891	\$ 2,360	\$ 7,494	\$ -	\$ -	\$ 26,745
Non-major Governmental	-	-	-	18,967	23,557	-	-	-	42,524
Proprietary:									
Water	16,468	16,005	790	-	-	-	468,861	75,869	577,993
Wastewater	49,839	3,926	1,345	-	-	-	722,106	79,621	856,837
Stormwater	3,033	254	462	-	-	-	251,796	19,334	274,879
Non-major Enterprise	22	-	6	536	825	213	4,347	37	5,986
Internal Service	-	-	-	993	833	1,276	-	-	3,102
Totals	<u>\$ 69,362</u>	<u>\$ 20,185</u>	<u>\$ 2,603</u>	<u>\$ 37,387</u>	<u>\$ 27,575</u>	<u>\$ 8,983</u>	<u>\$ 1,447,110</u>	<u>\$ 174,861</u>	<u>\$ 1,788,066</u>

Due to/from other funds resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system and (3) payments between funds are made.

B. Interfund Receivables/Payables

The following are reported in the fund financial statements:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
Governmental:		Proprietary:	
Non-major Governmental	<u>\$ 654,061</u>	Water	\$ 316,982
		Wastewater	189,033
		Stormwater	147,897
		Non-major Enterprise	<u>149</u>
		Total	<u>\$ 654,061</u>

In 2012, the Utilities participated in the City's Commercial Master Lease in order to finance the purchase of rolling stock at a not to exceed value of \$1,322,000. The Utilities will repay the City with interest over the 5 year term of the lease. The \$654,061 represents the amount that the Utilities owes the City for its share of the Commercial Master Lease.

C. Interfund Receivables/Payables – Pooled Cash

The following are reported in the fund financial statements:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
Governmental:		Governmental:	
Non-major Governmental	<u>\$ 2,393,865</u>	Non-major Governmental	<u>\$ 2,393,865</u>

The interfund receivable/payable – pooled cash reflects when one fund with positive cash covers another fund with negative cash within the same fund type.

D. Interfund Transfers:

Interfund transfers for the year ended December 31, 2013 in the fund financial statements were as follows:

Transfer From	Transfer To								Total
	General	Highways and Streets	CEDIT	Parks	Redevelopment	Non-major Governmental	Stormwater	Non-major Enterprise	
Governmental:									
General	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 3,485,873	\$ -	\$ -	\$ 3,485,873
CEDIT	2,500,000	200,000	3,460,000	750,000	1,601,564	2,406,957	-	-	10,918,521
Fire	-	-	150,000	-	-	-	-	-	150,000
Redevelopment	-	-	-	-	5,770,836	13,199	-	-	5,784,035
Non-major Governmental	2,171,963	-	-	-	328,972	2,148,933	-	77,215	4,727,083
Proprietary:									
Water	2,350,188	-	-	-	-	-	-	-	2,350,188
Wastewater	3,840,297	-	-	-	-	-	2,587,423	-	6,427,720
Stormwater	1,172,951	-	-	-	-	-	-	-	1,172,951
Non-major Enterprise	-	966,040	-	-	-	30,258	-	-	996,298
Total	<u>\$ 12,035,399</u>	<u>\$ 1,166,040</u>	<u>\$ 3,610,000</u>	<u>\$ 750,000</u>	<u>\$ 7,701,372</u>	<u>\$ 8,085,220</u>	<u>\$ 2,587,423</u>	<u>\$ 77,215</u>	<u>\$ 36,012,669</u>

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt payments become due, (3) use unrestricted revenues from the General fund and CEDIT fund to finance various programs accounted for in other funds in accordance with statutes or budgetary authorizations and (4) transfer of Stormwater Utility assets from the Wastewater Utility.

Note 8. Risk Management

The City 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; and natural disasters. The City assumes some of these risks as described below and carries commercial insurance from independent third parties for excess risk. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

Self Insurance

Beginning in April 2012, the activity for General and Auto Liability, Worker's Compensation, and the Group Health Insurance is accounted for in the Self Insurance fund, an internal service fund.

General and Auto Liability

The City is assuming the risk in this area up to the Indiana governmental tort liability limit of \$700,000 per occurrence and \$5,000,000 per aggregate. Funding levels are determined by a formula based on actuarially recommended minimums by type of risk. Interfund premiums are billed on a cost allocation basis most appropriate to type of risk involved, and are treated as interfund services provided and used. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

Worker's Compensation Insurance

Indiana worker's compensation laws require the City to compensate an employee with partial temporary disabilities at a rate of 66 2/3% of the difference between the employee's average weekly wages before and after the accident. An excess policy covers individual claims in excess of \$250,000 per employee per injury. The risk of loss related to Police Officers and Firefighters is assumed separately from this fund, as defined under the Indiana Police and Fire Pension Fund laws.

Premiums are paid into the Self Insurance fund by all insured funds and are available to pay claims, claim reserves, and administrative costs of the program. Actuarially recommended interfund premiums are based primarily upon the insured funds' number of employees and the risks involved in their jobs, and are reported as interfund services provided and used. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

At December 31, 2013, the total of the liabilities for the Worker's Compensation was \$539,662. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2012	\$ 730,411	\$ 683,683	\$ 870,661	\$ 543,433
2013	543,433	693,217	696,988	539,662

Group Health Insurance

An excess policy covers individual claims in excess of \$275,000 per year. In addition, the insurance company assumes the risk when total monthly claims exceed an amount based upon an aggregate monthly factor that averaged \$2,724,947 in 2013.

Premiums are paid into the Self Insurance fund by all insured funds and are available to pay claims, claim reserves, and administrative costs of the program. Interfund premiums are based primarily upon the insured funds' number of employees, and are reported as interfund services provided and used. Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

At December 31, 2013, the total of the liabilities for the Group Health Insurance was \$1,337,634. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2012	\$ 1,923,969	\$ 25,203,920	\$ 25,674,442	\$ 1,453,447
2013	1,453,447	24,371,322	24,487,135	1,337,634

Note 9. Segment information

Types of Goods or Services Provided:

2001 Parking Garage Addition  
Used to account for revenues and expenses in connection with the joint City and County parking facility addition.

Condensed Statement of Net Position

Assets:

Miscellaneous receivable	\$ 94
Capital assets (net of accumulated depreciation)	<u>1,138,055</u>
Total assets	<u>1,138,149</u>

Liabilities:

Current liabilities	124,576
Revenue bonds payable, net	<u>845,000</u>
Total liabilities	<u>969,576</u>

Net position:

Invested in capital assets	198,055
Unrestricted	<u>(29,482)</u>
Total net position	<u>\$ 168,573</u>

(continued)

Condensed Statement of Revenues, Expenses, and Changes in Net Position

Operating income	\$ 170,306
Other supplies and services	(107,953)
Depreciation expense	<u>(42,150)</u>
Operating income	<u>20,203</u>
Nonoperating revenues (expenses):	
Transfers in	77,215
Interest and investment revenue	28
Interest expense	<u>(84,074)</u>
Change in net position	13,372
Total net position - beginning	<u>155,201</u>
Total net position - ending	<u>\$ 168,573</u>

Condensed Statement of Cash Flows

Net cash provided (used) by:	
Operating activities	\$ 68,024
Noncapital financing activities	77,215
Capital and related financing activities	(149,285)
Investing activities	<u>28</u>
Net decrease in cash and cash equivalents	(4,018)
Cash and cash equivalents, January 1	<u>4,018</u>
Cash and cash equivalents, December 31	<u>\$ -</u>

Note 10. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

The Fort Wayne Retiree Healthcare Plan is a single-employer defined benefit healthcare plan administered by the City of Fort Wayne in an internal service fund. The plan provides health care benefits and life insurance to eligible retirees and their spouses. IC 5-10-8 assigns the authority to establish and amend benefit provisions to the City.

Funding Policy

The contribution requirements of plan members for the Fort Wayne Retiree Healthcare Plan are established by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2013, the City contributed \$3,720,594 to the plan.

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 latest actuarial study was done as of December 31, 2013 with a December 31, 2014 projection. 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 thirty 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	\$ 8,220,636
Interest on net OPEB obligation	618,901
Adjustment to ARC	<u>(774,250)</u>
Annual OPEB cost	8,065,287
Contributions made	<u>3,720,594</u>
Increase in net OPEB obligation	4,344,693
Net OPEB obligation, beginning of year	<u>11,132,749</u>
Net OPEB obligation, end of year	<u>\$ 15,477,442</u>

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2013 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2013	\$ 8,065,287	46%	\$ 15,477,442
12/31/2012	8,141,086	59%	11,132,749
12/31/2011	7,041,980	56%	7,785,049

#### Funding Status and Funding Progress

As of December 31, 2013, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$109,627,185 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$109,627,185. The covered payroll (annual payroll of active employees covered by the plan) was \$100,893,778 and the ratio of the UAAL to covered payroll was 109%.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about a probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations and new estimates are made about the future. The schedule of funding progress, presented as required supplementary information following the notes to the 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 Assumptions

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 the 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, 2013, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 10% initially, reduced by decrements to an ultimate rate of 5% after twenty one years. All inflation is covered under the health care cost trend rate and assumes a 3% rate. A 5.5% rate of return on investments is assumed. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at December 31, 2013, was 22 years.

#### Note 11. Conduit Debt

From time to time, the City of Fort Wayne has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City of Fort Wayne, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2013, there were 11 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for 10 series issued after July 1, 1985 was \$28,718,455. The aggregate principal amount payable for the one series issued prior to July 1, 1985, could not be determined; however, the original issue amount was \$8,452,000.

#### Note 12. Restricted Assets

The City has restricted assets for the following Governmental fund account:

##### Debt Service Reserve

An amount of money that is required to maintain the reserve account in the full amount of a sum equal to the least of (i) the maximum semiannual debt reserve on the bonds, or (ii) 125% of the average annual debt service on the bonds, or (iii) ten percent (10%) of the proceeds of the bond.

The City has restricted assets for the following Proprietary (Enterprise) fund accounts:

##### Sinking Fund

Monthly deposits into sinking fund account for the Sewage Works Utility's net revenues is required to be in an amount equal to at least 1/6 of the next semi-annual interest payment and 1/12 of the next annual principal payment. Other related debt service requirements are held in the debt service account.

Monthly deposits into sinking fund accounts of both the Water and Stormwater Utilities' net revenues are required to be in an amount equal to at least 1/6 of the next semi-annual interest payments and 1/12 of the next annual principal payments. Upon meeting certain minimum balance requirements, transfers may be made to unrestricted cash accounts. Surety bonds

purchased by the Utilities cover the Waterworks and Stormwater Reserve Accounts requirements.

#### Debt Service Reserve

In addition to the sinking fund accounts, revenue bonds require debt service “reserve accounts” which require funding at: the lesser of 10% of bond proceeds, the maximum annual principal and interest required thereon, or 125% of the average annual principal and interest requirements thereon. The Utilities calculate its debt service reserve accounts on a consolidated basis and may fund the debt service reserve by holding cash or through the purchase of surety bond insurance. Among other requirements, the surety bond insurer must maintain a AAA or Aaa rating with Standards and Poor’s or Moody’s respectively.

Prior to 2009, all Utility revenue bonds’ debt service reserves were funded through surety bond insurance except the Sewage Works Junior Revenue Bonds of 1998 A and 1998 B which were cash funded. As a result of the financial crisis that occurred in late 2008 – early 2009 and up to and including 2013, the surety bond insurers failed to maintain their AAA/Aaa rating. While still insured, this failure to maintain AAA/Aaa ratings required the Utilities to cash fund the debt service reserve accounts for the affected revenue bonds. As of December 31, 2013, all surety bond insurance for Waterworks and Sewage Works Revenue Bonds have been replaced with cash funded debt service reserves as required by bond ordinance.

The surety bond insurer for the Stormwater Management District Revenue Bonds of 2006 has failed to maintain the required AAA/Aaa rating. The appropriate disclosures have been made to the bondholders and no other action has been taken.

#### Construction

Unspent bond issue proceeds to be used in the construction of designated capital assets are included in this account.

#### Airport Expressway

In 2010, Water Utility entered into a tri-lateral agreement with the Redevelopment Commission and a Developer to construct a water main extension along the airport expressway. The Redevelopment Commission agreed to advance TIF funds to the Water Utility at such times so as to pay the Developer according to the contractual payment schedule. Monies received by the Water Utility prior to the Developer’s payment due date will be held in a restricted account.

#### Customer Deposits

Customer deposits are refundable amounts received from Water Utility customers to insure against nonpayment of billings or water main damages.

#### Connection Fees

Certain area connection fees are designated for repayment of certain development costs as well as for reinvestment in specific areas. The unspent connection fees are reported in this restricted category.

#### Septic Elimination Program

In 2009, the Fort Wayne Board of Public Works authorized the creation of a City Utilities Revolving Fund as an alternative funding source for septic tank elimination in Allen County. This fund provides the funding necessary to construct wastewater mains allowing homeowners to discontinue use of failing septic tanks and connect to public infrastructure. The program also

provides financial incentives to encourage septic tank elimination. Any unexpended funds are restricted for future septic tank elimination projects.

Restricted assets at year-end consisted of the following:

Asset Type/Account	Governmental	Enterprise Funds			Totals
	Funds	Water Utility	Wastewater Utility	Stormwater Utility	
	CEDIT				
Cash and cash equivalents					
Sinking fund	\$ -	\$ 788,117	\$ 10,688,540	\$ 548,792	\$ 12,025,449
Debt service reserve	2,082,484	4,412,814	19,259,636	-	23,672,450
Construction	-	13,468,809	51,759,903	-	65,228,712
Airport expressway	-	313,247	-	-	313,247
Customer deposits	-	1,441,582	-	-	1,441,582
Connection fees	-	-	152,082	-	152,082
Septic elimination program	-	-	1,426,410	-	1,426,410
<b>Total</b>	<b>2,082,484</b>	<b>20,424,569</b>	<b>83,286,571</b>	<b>548,792</b>	<b>104,259,932</b>
Investment					
Construction	-	-	30,000,000	-	30,000,000
Debt service reserve	-	5,050,424	5,050,424	-	10,100,848
<b>Total Restricted Assets</b>	<b>\$ 2,082,484</b>	<b>\$ 25,474,993</b>	<b>\$ 118,336,995</b>	<b>\$ 548,792</b>	<b>\$ 144,360,780</b>

Note 13. Restatements – Prior Period Adjustments

For the year ended December 31, 2013, certain changes have been made to the major governmental, non-major governmental funds, internal service funds and other non-major enterprise funds in order to correct a prior period accounting error.

In 2012 an accrual for the City of Fort Wayne payroll was made for the first time. Instead of adding just the 2012 days paid in 2013, the entry also deducted 2011 days paid in 2012. Therefore, payroll expenses were understated. (Fund balance overstated by \$3,698,359 and net position overstated by \$28,621.)

The following schedule presents a summary of restated beginning balances:

	Major Governmental Funds	Non-major Governmental Funds	Internal Service Funds	Other Non-major Enterprise Funds
Fund balance/Net position, 12/31/12	\$ 141,623,172	\$ 26,746,321	\$ 1,228,906	\$ 7,486,901
Prior period adjustments	(3,470,842)	(227,517)	(23,417)	(5,204)
<b>Fund balance/Net position, 01/01/13 (restated)</b>	<b>\$ 138,152,330</b>	<b>\$ 26,518,804</b>	<b>\$ 1,205,489</b>	<b>\$ 7,481,697</b>
General	\$ (1,875,262)	\$ -	\$ -	\$ -
Highways and Streets	(287,993)	-	-	-
Parks	(253,422)	-	-	-
Fire	(1,036,565)	-	-	-
Redevelopment	(17,600)	-	-	-
Non-major Special Revenue	-	(227,517)	-	-
Internal Service	-	-	(23,417)	-
Other Non-major Enterprise	-	-	-	(5,204)
<b>Total prior period adjustments</b>	<b>\$ (3,470,842)</b>	<b>\$ (227,517)</b>	<b>\$ (23,417)</b>	<b>\$ (5,204)</b>

Note 14. Lease and Subsequent Installment Sale of Electric Utility Assets

The Electric Utility had leased its entire utility system, including power plant, substations, and transmissions and distribution system, to a private electric utility serving the surrounding area. The lease term commenced March 1, 1975, and expired on February 28, 2010.

On October 28, 2010, the City entered into an agreement to transfer the remaining Electric Utility assets to the private electric utility (Transferee) which had previously leased the assets for 35 years under a lease agreement that expired on February 28, 2010. On August 10, 2011, the Indiana Utility Regulatory Commission approved the transfer agreement. Under the terms of the transfer agreement, the City transferred ownership of the remaining leased Electric Utility assets, relinquished the right to buy back any betterments under the expired lease and will never again supply electricity within the City of Fort Wayne. The Transferee, in exchange for the remaining Electric Utility assets and the right to be the exclusive supplier of electricity, paid an initial payment of \$5,786,270. The City paid \$555,000 to the Transferee for products and services provided to the City under the previous lease. The Transferee also agreed to pay to the City annual payments as per the following table:

Annual Amount	Period	Period Totals	Amount Received	Future Payments
\$ 1,740,000	3/1/10 to 2/28/13	\$ 5,220,000	\$ 5,220,000	\$ -
2,200,000	3/1/13 to 2/28/16	6,600,000	2,016,667	4,583,333
2,400,000	3/1/16 to 2/28/21	12,000,000	-	12,000,000
2,600,000	3/1/21 to 2/28/25	10,400,000	-	10,400,000
Totals		\$34,220,000	\$ 7,236,667	\$26,983,333

For accounting purposes, the asset transfer is being treated as an installment sale. As of December 31, 2013, total future payments are \$26,983,333, which is reported as Installments receivable.

On January 1, 2012 Electric Utility balances, with the exception of the net capital assets not previously leased, were transferred to the City's Community Legacy Fund. The amount of the transfer was \$61,368,700.

Note 15. City of Fort Wayne Community Legacy Fund

City Council established the Community Trust Fund in 1975 to account for a portion of the proceeds received from a private utility leasing the assets of the Electric Utility. The lease of the Electric Utility expired on February 28, 2010. The trust received its final \$270,000 annual deposit in May, 2009 and is no longer entitled to future lease revenues or sales proceeds under the 1975 authorizing ordinance.

Under the provisions of the 1975 authorizing ordinance, the corpus of the trust was free from invasion as long as the lease is in force. However, as long as certain provisions are met, including approval by the citizens of Fort Wayne, the City Council had the ability to amend this ordinance and permit invasion of the trust corpus.

In November 2012, the City Council amended the original 1975 authorizing ordinance since there was an approved settlement agreement between the private electric utility and the City of Fort Wayne Electric Utility (see Note 14). The amended ordinance requires that the settlement funds be placed into the Community Legacy Fund (renamed from the Fort Wayne Community Trust) to be used for transformational investment and to leverage additional resources.

Note 16. Net Investment in Direct Financing Lease

In 1996, the City began leasing a building to the Three Rivers Ambulance Authority (TRAA). The lease is classified as a direct financing lease. The lease provides for monthly payments of \$5,829 to the City through maturity in 2016. Upon completion of the lease term, TRAA shall have the option to renew the lease for consecutive one year terms with annual payments of \$1.

The following is a schedule of the future minimum lease payments and the net investment in the direct financing lease:

	<u>Year</u>	<u>Amount</u>
	2014	\$ 69,947
	2015	69,947
	2016	<u>40,804</u>
Total Minimum Lease Payments		180,698
Less: Unearned Interest Income		<u>(11,512)</u>
Net Investment in Direct Financing Lease		<u>\$ 169,186</u>

Note 17. Unearned Revenue

The City reports the following unearned revenue balances in the governmental funds as of December 31, 2013:

<u>Unearned revenue:</u>	<u>Intergovernmental</u>	<u>Installment Interest</u>	<u>Miscellaneous Other</u>	<u>Total</u>
General	\$ -	\$ -	\$ 1,058	\$ 1,058
Parks	-	-	29,252	29,252
Community Legacy	-	9,492,381	-	9,492,381
Other Non-major Governmental	<u>177,961</u>	-	-	<u>177,961</u>
Total	<u>\$ 177,961</u>	<u>\$ 9,492,381</u>	<u>\$ 30,310</u>	<u>\$ 9,700,652</u>

Note 18. Deferred Inflows of Resources

The City reports the following deferred inflows of resources balances in the governmental funds as of December 31, 2013:

<u>Deferred inflows of resources:</u>	<u>Taxes</u>	<u>Direct Financing Lease</u>	<u>Assessments</u>	<u>Intergovernmental</u>	<u>Total</u>
General	\$ 4,488,743	\$ 169,186	\$ -	\$ 29,667	\$ 4,687,596
CEDIT	2,442,262	-	-	-	2,442,262
Parks	445,721	-	-	-	445,721
Fire	1,666,155	-	-	-	1,666,155
Redevelopment	16,588	-	-	-	16,588
Other Non-major Governmental	<u>788,750</u>	-	<u>505,937</u>	<u>385,076</u>	<u>1,679,763</u>
Total	<u>\$ 9,848,219</u>	<u>\$ 169,186</u>	<u>\$ 505,937</u>	<u>\$ 414,743</u>	<u>\$ 10,938,085</u>

Note 19. Fund Balance Classification

The City's governmental fund balances as of December 31, 2013 are classified as below:

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Community Legacy	Non-major Governmental Funds	Totals
<b><u>Nonspendable fund balance</u></b>									
Economic development:									
Non current loan receivables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 5,677	\$ 5,677
Urban redevelopment and housing:									
Non current loan receivables	-	-	-	-	-	-	-	5,807,756	5,807,756
Assets held for resale	-	-	-	-	-	15,543,511	-	5,368,351	20,911,862
Total nonspendable fund balance	-	-	-	-	-	15,543,511	-	11,181,784	26,725,295
<b><u>Restricted fund balance</u></b>									
General government									
Public safety	-	-	-	-	-	-	-	157,592	157,592
Highways and streets	-	-	-	-	-	-	-	504,207	504,207
Health and welfare	-	-	-	-	-	-	-	55,411	55,411
Economic opportunity	-	-	-	-	-	-	-	870,359	870,359
Economic development	-	-	-	-	-	-	-	518,298	518,298
Urban redevelopment and housing	-	-	-	-	-	-	-	256,441	256,441
Total restricted fund balance	-	-	-	-	-	-	-	642,773	642,773
<b><u>Committed fund balance</u></b>									
General government:									
Project management system implementation	191,072	-	-	-	-	-	-	-	191,072
Telephone system upgrade	84,203	-	-	-	-	-	-	-	84,203
Other	148,443	-	-	-	-	-	-	160,198	308,641
Public safety:									
800mhz radio system upgrade	-	-	614,543	-	-	-	-	-	614,543
Highways and streets:									
Street and road infrastructure	-	-	177,155	-	-	-	-	-	177,155
Ewing/Fairfield road conversion	-	-	-	-	-	-	299,392	-	299,392
Trail development	-	-	-	-	-	-	19,921	-	19,921
Neighborhood infrastructure	-	-	-	-	-	-	254,682	-	254,682
Economic development:									
Riverfront development	-	-	-	-	-	-	449,500	-	449,500
Gateways	-	-	-	-	-	-	26,124	-	26,124
Strategic, marketing and incentive funds	-	-	61,810	-	-	-	-	-	61,810
Culture and recreation:									
Youth sports assessment	-	-	-	-	-	-	4,464	-	4,464
McMillen community center	-	-	-	-	-	-	1,420,638	-	1,420,638
Parks property maintenance and operation	-	-	-	521,528	-	-	-	-	521,528
Urban redevelopment and housing:									
Tax increment financing districts	-	-	-	-	-	1,415,029	-	-	1,415,029
Other	-	-	-	-	-	2,265	-	-	2,265
Total committed fund balance	423,718	-	853,508	521,528	-	1,417,294	2,474,721	160,198	5,850,967
<b><u>Assigned fund balance</u></b>									
General government:									
City-County permit system implementation	51,055	-	-	-	-	-	-	-	51,055
Bettements	131,135	-	-	-	-	-	-	-	131,135
Vehicle and equipment replacements	-	-	-	-	-	-	-	1,935,164	1,935,164
Technology upgrades	-	-	-	-	-	-	-	646,240	646,240
Neighborhood improvements	-	-	-	-	-	-	-	1,667,499	1,667,499
Debt reserves	-	-	-	-	-	-	-	3,562,600	3,562,600
Other	89,501	-	-	-	-	-	-	691,074	780,575
Public safety:									
Law enforcement training	-	-	-	-	-	-	-	1,416,526	1,416,526
Code enforcement	-	-	-	-	-	-	-	3,550,447	3,550,447
City-County communications operations	-	-	-	-	-	-	-	1,138,768	1,138,768
Other	161,050	-	-	-	141,306	-	-	48,682	351,038
Highways and streets:									
Street and road infrastructure	-	-	1,155,956	-	-	-	-	-	1,155,956
Debt reserves	-	-	2,082,484	-	-	-	-	-	2,082,484
Trail development	-	-	-	-	-	-	2,274	-	2,274
Neighborhood infrastructure	-	-	-	-	-	-	36,695	-	36,695
Operations	4,994	4,204,693	-	-	-	-	-	-	4,209,687
Health and welfare									
Other	8,178	-	-	-	-	-	-	-	8,178
Economic development:									
Downtown over/under passes	-	-	-	-	-	-	28,595	-	28,595
Community legacy transformation projects	-	-	-	-	-	-	66,136,565	-	66,136,565
Strategic, marketing and incentive funds	-	-	2,225,783	-	-	-	-	-	2,225,783
Other	32,588	-	-	-	-	-	-	24,067	56,655
Culture and recreation:									
Parks property maintenance and operation	-	-	-	4,713,295	-	-	-	-	4,713,295
Urban redevelopment and housing:									
Tax increment financing districts	-	-	-	-	-	18,168,301	-	-	18,168,301
Harrison square stadium maintenance	-	-	-	-	-	1,203,182	-	-	1,203,182
Harrison square parking garage operations	-	-	-	-	-	53,961	-	-	53,961
Renaissance pointe development	-	-	-	-	-	-	1,772,355	-	1,772,355
Debt service	-	-	-	-	-	8,738,439	-	-	8,738,439
Other	-	-	-	-	-	1,223,547	-	7,065	1,230,612
Total assigned fund balance	478,501	4,204,693	5,464,223	4,713,295	141,306	29,387,430	66,204,129	16,460,487	127,054,064
<b><u>Unassigned fund balance</u></b>	<b>2,344,562</b>	<b>-</b>	<b>(52,983)</b>	<b>-</b>	<b>(550,211)</b>	<b>-</b>	<b>-</b>	<b>(1,318,709)</b>	<b>422,659</b>
<b>Total fund balance</b>	<b>\$ 3,246,781</b>	<b>\$ 4,204,693</b>	<b>\$ 6,264,748</b>	<b>\$ 5,234,823</b>	<b>\$(408,905)</b>	<b>\$ 46,348,235</b>	<b>\$ 68,678,850</b>	<b>\$ 29,488,841</b>	<b>\$ 163,058,066</b>

## Note 20. Redevelopment Authority

### Grand Wayne Center Expansion Project

The Redevelopment Authority (RA) was established by the Fort Wayne Redevelopment Commission (a department of the City of Fort Wayne) and by Ordinance of the Common Council. The Mayor appoints the board members of the RA. The financial transactions of the Redevelopment Commission are accounted for in a major fund titled Redevelopment Fund on the financial statements. The Redevelopment Authority (a discretely presented component unit of the City of Fort Wayne) was established to account for the financing and expansion of the Grand Wayne Center (GWC). The GWC is a convention center owned and managed by the Allen County Fort Wayne Capital Improvement Board of Managers (CIB) (a discretely presented component unit of the City of Fort Wayne). The City of Fort Wayne does not directly benefit from the expansion, but the expansion is an integral part of the revitalization of the City of Fort Wayne's downtown.

The CIB titled the GWC to the Redevelopment Authority so the lease rental revenue bonds sold by the RA would have a secured interest. For legal reasons, the Redevelopment Commission leases the GWC from the RA. The Redevelopment Commission subleases the GWC to the CIB. The CIB makes lease payments to the Redevelopment Commission. The Redevelopment Commission makes lease payments to the Redevelopment Authority. The Redevelopment Authority uses these payments to retire the lease rental revenue bonds they issued to finance the renovation and expansion.

The CIB will report on their financial statements a Capital lease payable, which is the net present value of the lease payable at December 31, 2013. The Redevelopment Authority will report on their financial statements Lease rental revenue bonds payable, which is the net amount of the lease rental revenue bonds and bond premium due at December 31, 2013.

The CIB exclusively will manage and maintain the GWC. When the lease rental bonds are retired in 2028 or sooner, the RA will transfer title of the GWC to the CIB.

### Harrison Square Project

The RA was also chosen to be the financing entity for financing the multi-use stadium, public park and parking garage components of the Harrison Square Project (HS). The Redevelopment Commission (RC) transferred title to the HS real estate to the RA. RA issued taxable and tax-exempt lease rental revenue bonds secured by a lease of HS to the RC. The RC will make lease payments to the RA from the Jefferson Point Tax Incremental Financing Project and CREDIT funds, and the Downtown Fort Wayne Community Revitalization Enhancement District (CRED). The RA will use these payments to retire the lease rental revenue bonds. The RC has entered into a Stadium License Agreement and Stadium Management Agreement with Hardball Capital (a private entity) to operate and manage the multi-use stadium. Light & Breuning operate and manage the parking garage. Revenues from these sources will be used to pay on-going expenses and capital improvements. When the lease rental revenue bonds are retired, the RA will transfer title of the HS real estate to the RC.



Note 21. Commitments and Contingencies

Amounts received or receivable from grantor agencies are subject to audit and adjustment by grantor agencies, principally the federal government. Any disallowed claims, including amounts already collected, may constitute a liability of the applicable funds. The amount, if any, of expenditures which may be disallowed by the grantor cannot be determined at this time although the City expects such amounts, if any, to be immaterial.

Consent Decree:

The Utilities' combined storm and sanitary sewer system does not comply with federal Clean Water regulations. After several years of negotiations with the Environmental Protection Agency (EPA) and Indiana Department of Environmental Management (IDEM), the EPA lodged a Consent Decree with the federal court on December 28, 2007. The Consent Decree became effective April 1, 2008. Under the terms and conditions of the Consent Decree, the Utilities committed to reduce the number of combined sewer overflow (CSO) days in a typical year to one day on the St. Joseph River and four days on the St. Mary's and Maumee Rivers. The infrastructure cost to reduce the number of CSO events is approximately \$240 million, to be spent over 18 years, concluding in 2025. The Utilities also agreed to eliminate three known sanitary sewer overflows at an estimated combined cost of \$31 million by specific dates noted in the Consent Decree. Additionally, the Utilities committed to maintain the entire sewer system to performance standards prescribed in the Utilities' Long-Term Control Plan incorporated by reference into the Consent Decree. The Consent Decree further provides for stipulated penalties for failure to achieve specified construction milestones, reporting deadlines or maintenance objectives. The Utilities are in full compliance with the Consent Decree's terms and conditions.

Condemnation of Aqua Indiana's North Assets:

In June, 2002, the Utilities initiated condemnation of Aqua Indiana's North Assets. On February 12, 2008, the Utilities paid Aqua Indiana \$16.9 million and took possession of those condemned assets. The North Assets are now fully integrated with the Utilities' water and sewer systems and generating revenues for the respective Utilities at standard system-wide tariffs.

The purchase price was established through condemnation proceedings by Fort Wayne Board of Public Works and is currently being contested by Aqua Indiana in Wells County Circuit Court. Both Aqua Indiana and the City had tentatively agreed in a Letter of Intent signed June 27, 2013 to dismiss the litigation regarding the value of the North assets in exchange for other terms and conditions. Subsequently, the Fort Wayne Board of Public Works approved the definitive "Asset Acquisition Agreement" (AAA) converting the Letter of Intent into an actionable transaction. See Subsequent Events note for the details of the AAA.

Other:

The Utilities have entered into many contracts for various construction projects. Remaining contract payments as of December 31, 2013 for each utility are as follows:

Water Utility	\$ 2,695,175
Wastewater Utility	36,983,931
Stormwater Utility	<u>396,649</u>
	<u>\$ 40,075,755</u>

## Note 22. Subsequent Events

On February 4, 2014 the Common Council of Fort Wayne approved a disbursement of Legacy Higher Education Funds to the University of Saint Francis in the amount of \$3,000,000 for building rehabilitation.

On February 11, 2014 the Common Council of Fort Wayne approved a disbursement of Community Legacy Funds to the Front Door Fort Wayne project in the amount of \$250,000 to improve Fort Wayne's major gateways.

On February 25, 2014 the Common Council pledged CEDIT revenues, approved a lease agreement and all matters related to the financing of road improvements. The lease will be in the amount of \$30,000,000 between the Fort Wayne Infrastructure Corporation and the City of Fort Wayne. The Fort Wayne Infrastructure Corporation was created in 2014 for the purpose of acquiring a site or sites, renovating, constructing and reconstructing public road improvements. The Fort Wayne Infrastructure Corporation will be a blended component unit of the City of Fort Wayne in 2014.

On February 25, 2014 the Common Council authorized the establishment of a subaccount within the Community Legacy Fund to hold \$2,500,000 as a Requirement of the Reserve Account for the 2005 Bonds.

On March 11, 2014 the Common Council approved the City's participation in the funding of a minimum revenue guarantee to be used by the Allen County Airport Authority in the amount of \$300,000 over a 2 year period out of Community Legacy Funds when CEDIT Funds pledged by the City of Fort Wayne have been utilized.

On April 8, 2014 the Common Council of Fort Wayne approved the lease of vehicles and equipment in the amount of \$7,000,000.

On April 23, 2014 the Fort Wayne Board of Public Works approved the Asset Acquisition Agreement ("AAA") between Aqua Indiana, Inc. (Aqua) and the City of Fort Wayne (City) (together the Parties) wherein Aqua agrees to sell its Southwest water assets and settle the Aqua North Asset litigation in exchange for \$67 million of which \$16.9 million has already been paid. The "AAA" has many Exhibits and three ancillary agreements. Under the first ancillary agreement, Aqua agrees to treat 1.5 million gallons of sewage from the City per day for 10 years with an additional 5 years at varying volumes at the City's discretion. The other two agreements address post acquisition issues such as: 1) job opportunities for any displaced Aqua employee, 2) meter reading services to enable Aqua to bill its sewer customers, 3) sewer territory modifications and protection, 4) sewer rate management and other matters.

The Fort Wayne Board of Public Works also approved the issuance of \$63 million revenue bonds to provide funds for the remaining purchase price (total purchase price of \$67 million less the \$16.9 million already paid for the North assets), the cost of integrating Aqua's water system with the City's water system and bond financing costs. The term of the bond may be up to 30 years and the interest rate cannot exceed 7%.

Both the Asset Acquisition Agreement with all of its companion exhibits and agreements and the proposed revenue bond require Fort Wayne Common Council approval as well as Indiana Utility Regulatory Commission (IURC) approval. Aqua is also under the IURC jurisdiction and will require IURC approval to divest itself of its Southwest water assets, among other things.

Note 23. Net Investment in Capital Assets

As of December 31, 2013, Net Investment in capital assets is calculated as follows:

	Governmental Activities	Business-type Activities	Total
Net capital assets	\$ 741,078,641	\$ 762,645,496	\$ 1,503,724,137
Less:			
Total capital leases payable	(55,630,859)	(1,794,994)	(57,425,853)
Total notes and loans payable	(7,490,482)	(144,578,640)	(152,069,122)
Total general obligation bonds payable, net	(1,994,248)	-	(1,994,248)
Total special obligation bonds payable, net	(47,286,830)	-	(47,286,830)
Total first mortgage bonds payable, net	(31,918,346)	-	(31,918,346)
Total revenue bonds payable, net	-	(276,557,076)	(276,557,076)
Add:			
Debt not related to capital assets	7,490,482	-	7,490,482
Unspent bond/loan proceeds	7,523,766	95,228,713	102,752,479
Net Investment in capital assets	<u>\$ 611,772,124</u>	<u>\$ 434,943,499</u>	<u>\$ 1,046,715,623</u>

Note 24. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans
  - a. Public Employees' Retirement Fund

Plan Description

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

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 may be obtained by contacting:

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

### Funding Policy

PERF members are required to contribute 3 percent of their annual covered salary. The City is required to contribute at an actuarially determined rate; the rate for 2013 is 10.0 percent of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by the INPRS Board of Trustees. The Net Pension Obligation (NPO) is considered an asset (negative NPO) and/or liability (positive NPO) of the City and is reflected as such in the Statement of Net Position. The amount is separated between the governmental and business-type activities.

### Annual Pension Cost

For 2013, the City's annual pension cost of \$5,654,443 for PERF was equal to the City's required contribution and any adjustments to the required contribution.

## b. 1925 Police Officers' Pension Plan

### Plan Description

The City contributes to the 1925 Police Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established 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.

### Funding Policy

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to six percent (6%) of the salary of a first class patrolman. The contribution requirements of plan members are established and may be amended by state statute. The State of Indiana has contributed \$8,420,573 in 2013 on behalf of the City. On behalf contributions from the State of Indiana approximates the amount paid out for benefits. The Net Pension Obligation (NPO) is considered an obligation of the City and is reflected as such in the Statement of Net Position.

### Annual Pension Cost

For 2013, the City's annual pension cost of \$7,768,600 for the 1925 Police Officer's Pension Plan was equal to the City's required contribution and any adjustments to the required contribution.

## c. 1937 Firefighters' Pension Plan

### Plan Description

The City contributes to the 1937 Firefighters' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established 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.

Funding Policy

Plan members are required by state statute (IC 36-8-7-8) to contribute an amount equal to six percent (6%) of the salary of a fully paid first class firefighter. The contribution requirements of plan members are established and may be amended by state statute. The State of Indiana has contributed \$6,771,704 in 2013 on behalf of the City. On behalf contributions from the State of Indiana approximates the amount paid out for benefits. The Net Pension Obligation (NPO) is considered an obligation of the City and is reflected as such in the Statement of Net Position.

Annual Pension Cost

For 2013, the City's annual pension cost of \$6,047,700 for the 1937 Firefighters' Pension Plan was equal to the City's required contribution and any adjustments to the required contribution.

d. Sanitary Officers' Pension Plan

Plan Description

The City contributes to the Sanitary Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan includes all sanitary officers hired before April 1, 1982. The plan is administered by the local pension board. The City contributes to the plan because of a mandate by the Allen County Circuit Court, Cause No. CC-73-519. The plan members are employees of Allen County. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

The City is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis); the amount contributed for 2013 is \$343,653. The contribution requirements of plan members for the Sanitary Officers' Pension Plan are established and may be amended by state statute. The Net Pension Obligation (NPO) is considered an obligation of the City and is reflected in the Statement of Net Position.

Annual Pension Cost

For 2013, the City's annual pension cost of \$420,627 for the Sanitary Officers' Pension Plan was equal to the City's required contribution and any adjustments to the required contribution.

e. Actuarial Information for the Above Plans

	<u>PERF</u>	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>	<u>Sanitary Officers' Pension</u>
Annual required contribution	\$ 5,685,123	\$ 8,936,200	\$ 6,903,700	\$ 550,910
Interest on NPO	187,042	3,039,600	2,228,700	126,407
Adjustment to annual required contribution	<u>(217,722)</u>	<u>(4,207,200)</u>	<u>(3,084,700)</u>	<u>(256,690)</u>
Annual pension cost	5,654,443	7,768,600	6,047,700	420,627
Contributions made	<u>5,118,668</u>	<u>8,420,573</u>	<u>6,771,704</u>	<u>343,653</u>
Increase(decrease) in NPO	535,775	(651,973)	(724,004)	76,974
NPO, beginning of year	<u>2,770,983</u>	<u>50,660,829</u>	<u>37,144,241</u>	<u>4,213,567</u>
NPO, end of year	<u>\$ 3,306,758</u>	<u>\$ 50,008,856</u>	<u>\$ 36,420,237</u>	<u>\$ 4,290,541</u>

The Net Pension Obligation reported in the Statement of Net Position is \$94,026,392 (PERF, governmental activities, \$2,375,205; 1925 Police Officers' Pension, \$50,008,856; 1937 Firefighters' Pension, \$36,420,237; Sanitary Officers' Pension, \$4,290,541; PERF, business-type activities, \$931,553).

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Contribution rates:				
City	10.0%	0%	0%	N/A
Plan members	3%	6%	6%	3%
	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Actuarial valuation date	07/01/13	01/01/13	01/01/13	01/01/14
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	30 years	30 years	30 years	30 years
Amortization period (from date)	07/01/13	01/01/05	01/01/05	01/01/05
Asset valuation method	4-year smoothing of gains/losses on market value with a 20% corridor	4 year phase in of realized and unrealized capital	4 year phase in of realized and unrealized capital	4 year phase in of realized and unrealized capital
Actuarial assumptions:	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Investment rate of return	6.75%	6%	6%	6%
Inflation rate	3%	3%	3%	3%
Projected future salary increases:				
Total	3.25% - 4.5%	3.25%	3.25%	4%
Cost-of-living adjustments	1.0%	* 2.25% / 3.25%	* 2.25% / 3.25%	4%

\* 2.25% converted members; 3.25% non-converted members

Three Year Trend Information

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PERF

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2011	\$ 5,565,855	71%	\$ 1,557,193
6/30/2012	5,921,176	80%	2,770,983
6/30/2013	5,654,443	91%	3,306,758

1925 Police Officers' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2011	\$ 8,558,700	98%	\$ 50,896,178
12/31/2012	7,552,800	103%	50,660,829
12/31/2013	7,768,600	108%	50,008,856

1937 Firefighters' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2011	\$ 7,251,500	102%	\$ 37,943,703
12/31/2012	6,295,200	113%	37,144,241
12/31/2013	6,047,700	112%	36,420,237

Sanitary Officers' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2011	\$ 510,146	100%	\$ 4,206,188
12/31/2012	413,304	98%	4,213,567
12/31/2013	420,627	82%	4,290,541

Plan Membership

Group	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Retirees and beneficiaries currently receiving benefits	299	260	18
Active employees - vested	8	0	0
Active employees - nonvested	0	0	0

Funded Status and Funding Progress for the Above Plans

The funded status of each plan as of the most recent actuarial valuation date is as follows:

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
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Public Employees' Retirement Fund:

07/01/13	\$ 39,041,400	\$ 79,022,876	\$ (39,981,476)	49%	\$ 51,949,705	(77%)
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1925 Police Officers' Pension Plan:

01/01/13	\$ 1,034,022	\$ 106,802,900	\$ (105,768,878)	1%	\$ 261,000	(40,524%)
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1937 Firefighters' Pension Plan:

01/01/13	\$ 635,809	\$ 83,131,300	\$ (82,495,491)	1%	\$ -	N/A
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Sanitary Officers' Pension:

01/01/14	\$ 33,932	\$ 8,580,753	\$ (8,546,821)	0%	\$ -	N/A
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The schedule of funding progress, presented as RSI for the above plans following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

f. Financial Statements for Defined Benefit Plans

**Statement of Net Position -  
Pension Trust Funds:**

	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
<u>Assets</u>			
Cash and cash equivalents	\$ 1,630,810	\$ 435,674	\$ 20,723
Receivables:			
Taxes	-	-	13,209
Total assets	1,630,810	435,674	33,932
<u>Liabilities</u>			
Accounts payable	18,282	14,395	1,275
<u>Net position</u>			
Net position held in trust for:			
Employees' pension benefits	\$ 1,612,528	\$ 421,279	\$ 32,657



**Statement of Changes in Net Position -  
Pension Trust Funds:**

	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
<u>Additions</u>			
Contributions:			
Employer	\$ 8,420,573	\$ 6,771,704	\$ 343,610
Plan members	72	-	-
Other	17,871	183	-
Net investment income	1,169	501	43
<b>Total additions</b>	<b>8,439,685</b>	<b>6,772,388</b>	<b>343,653</b>
<u>Deductions</u>			
Benefits and refunds paid to plan members and beneficiaries	7,846,037	6,965,285	457,746
Administrative expenses	15,142	21,633	4,313
<b>Total deductions</b>	<b>7,861,179</b>	<b>6,986,918</b>	<b>462,059</b>
<b>Change in net position</b>	<b>578,506</b>	<b>(214,530)</b>	<b>(118,406)</b>
Net position - beginning	1,034,022	635,809	151,063
<b>Net position - ending</b>	<b>\$ 1,612,528</b>	<b>\$ 421,279</b>	<b>\$ 32,657</b>

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

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

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

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting and requirements for contributions by employers and by employees. Covered employees may retire at age fifty-five with twenty years of service. An employee with twenty years of service may leave service, but will not receive benefits until reaching age fifty-five. The plan also provides for death and disability benefits.

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

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

### Funding Policy and Annual Pension Costs

Plan members are required to contribute 6 percent of the first class police officers' and firefighters' salary and the City is to contribute at an actuarially determined rate. The current rate is 19.7 percent of the first class police officers' and firefighters' salary. The contribution requirements of plan members and the City are established and may be amended by the INPRS Board of Trustees. The City's contributions to the plan for the years ending December 31, 2013, 2012, and 2011 were \$7,730,428, \$7,842,280, and \$7,636,640 respectively, which were equal to the required contributions for each year.

# REQUIRED SUPPLEMENTARY INFORMATION



CITY OF FORT WAYNE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULE -  
 GENERAL FUND  
 For The Year Ended December 31, 2013

	General Fund			
	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 61,874,556	\$ 61,874,556	\$ 61,428,501	\$ (446,055)
Licenses and permits	2,049,740	2,049,740	2,172,856	123,116
Intergovernmental	9,679,628	9,679,628	2,328,262	(7,351,366)
Charges for services	2,923,520	2,923,520	2,580,565	(342,955)
Fines and forfeits	600,200	600,200	357,518	(242,682)
Other	487,716	487,716	694,437	206,721
<b>Total revenues</b>	<b>77,615,360</b>	<b>77,615,360</b>	<b>69,562,139</b>	<b>(8,053,221)</b>
<b>Expenditures:</b>				
<b>Current:</b>				
General government	13,091,211	13,425,167	12,878,315	546,852
Public safety	55,201,750	55,526,903	55,095,621	431,282
Highways and streets	5,935,457	6,080,463	5,962,245	118,218
Health and welfare	2,656,284	2,648,106	2,596,421	51,685
Economic opportunity	649,856	649,856	621,307	28,549
Economic development	4,293,500	4,260,912	4,078,380	182,532
<b>Total expenditures</b>	<b>81,828,058</b>	<b>82,591,407</b>	<b>81,232,289</b>	<b>1,359,118</b>
<b>Other financing sources (uses):</b>				
Operating transfers in	2,067,000	2,067,000	12,035,399	9,968,399
Operating transfers out	(3,650,000)	(3,650,000)	(3,485,873)	164,127
<b>Total other financing sources (uses)</b>	<b>(1,583,000)</b>	<b>(1,583,000)</b>	<b>8,549,526</b>	<b>10,132,526</b>
<b>Net change in fund balance</b>	<b>(5,795,698)</b>	<b>(6,559,047)</b>	<b>(3,120,624)</b>	<b>3,438,423</b>
Fund balance - beginning	8,242,667	8,242,667	8,242,667	-
Prior period adjustment (Note 13)	(1,875,262)	(1,875,262)	(1,875,262)	-
<b>Fund balance - beginning (restated)</b>	<b>6,367,405</b>	<b>6,367,405</b>	<b>6,367,405</b>	<b>-</b>
<b>Fund balance - ending</b>	<b>\$ 571,707</b>	<b>\$ (191,642)</b>	<b>\$ 3,246,781</b>	<b>\$ 3,438,423</b>

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULES -  
 MAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2013

	Highways and Streets				Parks			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
<b>Revenues:</b>								
Taxes	\$ 4,244,825	\$ 4,244,825	\$ 4,353,025	\$ 108,200	\$ 11,166,073	\$ 11,166,073	\$ 11,029,223	\$ (136,850)
Licenses and permits	-	-	-	-	68,485	68,485	51,111	(17,374)
Intergovernmental	9,633,993	9,633,993	10,368,639	734,646	-	-	-	-
Charges for services	508,517	508,517	424,688	(83,829)	3,552,823	3,552,823	3,432,204	(120,619)
Fines and forfeits	-	-	-	-	-	-	-	-
Other	73,925	73,925	232,603	158,678	1,005,152	1,005,152	1,034,797	29,645
<b>Total revenues</b>	<b>14,461,260</b>	<b>14,461,260</b>	<b>15,378,955</b>	<b>917,695</b>	<b>15,792,533</b>	<b>15,792,533</b>	<b>15,547,335</b>	<b>(245,198)</b>
<b>Expenditures:</b>								
<b>Current:</b>								
General government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	9,994,122	9,894,122	9,661,819	232,303	-	-	-	-
Supplies	2,370,407	2,363,676	2,294,057	69,619	-	-	-	-
Other services and charges	3,935,817	4,040,933	3,981,265	59,668	-	-	-	-
Capital outlay	33,000	33,000	25,434	7,566	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	9,371,011	9,393,836	9,325,719	68,117
Supplies	-	-	-	-	1,567,402	1,555,389	1,545,499	9,890
Other services and charges	-	-	-	-	6,685,122	6,351,950	6,302,558	49,392
Capital outlay	-	-	-	-	328,696	328,696	328,696	-
<b>Total expenditures</b>	<b>16,333,346</b>	<b>16,331,731</b>	<b>15,962,575</b>	<b>369,156</b>	<b>17,952,231</b>	<b>17,629,871</b>	<b>17,502,472</b>	<b>127,399</b>
<b>Other financing sources (uses):</b>								
Operating transfers in	1,166,040	1,166,040	1,166,040	-	750,000	750,000	750,000	-
Operating transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>1,166,040</b>	<b>1,166,040</b>	<b>1,166,040</b>	<b>-</b>	<b>750,000</b>	<b>750,000</b>	<b>750,000</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(706,046)</b>	<b>(704,431)</b>	<b>582,420</b>	<b>1,286,851</b>	<b>(1,409,698)</b>	<b>(1,087,338)</b>	<b>(1,205,137)</b>	<b>(117,799)</b>
Fund balances - beginning	3,910,266	3,910,266	3,910,266	-	6,693,382	6,693,382	6,693,382	-
Prior period adjustment (Note 13)	(287,993)	(287,993)	(287,993)	-	(253,422)	(253,422)	(253,422)	-
Fund balances - beginning (restated)	3,622,273	3,622,273	3,622,273	-	6,439,960	6,439,960	6,439,960	-
<b>Fund balances - ending</b>	<b>\$ 2,916,227</b>	<b>\$ 2,917,842</b>	<b>\$ 4,204,693</b>	<b>\$ 1,286,851</b>	<b>\$ 5,030,262</b>	<b>\$ 5,352,622</b>	<b>\$ 5,234,823</b>	<b>\$ (117,799)</b>

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGETARY COMPARISON SCHEDULES -  
 MAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2013

	Fire				Community Legacy			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
<b>Revenues:</b>								
Taxes	\$ 39,211,161	\$ 39,211,161	\$ 39,248,870	\$ 37,709	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	4,357	4,357	12,222	7,865	-	-	-	-
Fines and forfeits	6,100	6,100	10,743	4,643	-	-	-	-
Other	50	50	35,132	35,082	5,058,125	5,058,125	5,058,125	-
<b>Total revenues</b>	<b>39,221,668</b>	<b>39,221,668</b>	<b>39,306,967</b>	<b>85,299</b>	<b>5,058,125</b>	<b>5,058,125</b>	<b>5,058,125</b>	<b>-</b>
<b>Expenditures:</b>								
<b>Current:</b>								
General government	-	-	-	-	3,298,490	3,298,490	3,298,490	-
Public safety:								
Personal services	33,300,241	33,441,991	33,181,612	260,379	-	-	-	-
Supplies	584,014	538,321	538,321	-	-	-	-	-
Other services and charges	5,600,873	5,637,647	5,621,040	16,607	-	-	-	-
Capital outlay	315,377	199,084	205,662	(6,578)	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
<b>Total expenditures</b>	<b>39,800,505</b>	<b>39,817,043</b>	<b>39,546,635</b>	<b>270,408</b>	<b>3,298,490</b>	<b>3,298,490</b>	<b>3,298,490</b>	<b>-</b>
<b>Other financing sources (uses):</b>								
Operating transfers in	-	-	-	-	-	-	-	-
Operating transfers out	(150,000)	(150,000)	(150,000)	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(150,000)</b>	<b>(150,000)</b>	<b>(150,000)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(728,837)</b>	<b>(745,375)</b>	<b>(389,668)</b>	<b>355,707</b>	<b>1,759,635</b>	<b>1,759,635</b>	<b>1,759,635</b>	<b>-</b>
Fund balances - beginning	1,017,328	1,017,328	1,017,328	-	66,919,215	66,919,215	66,919,215	-
Prior period adjustment (Note 13)	(1,036,565)	(1,036,565)	(1,036,565)	-	-	-	-	-
Fund balances - beginning (restated)	(19,237)	(19,237)	(19,237)	-	66,919,215	66,919,215	66,919,215	-
Fund balances - ending	<u>\$ (748,074)</u>	<u>\$ (764,612)</u>	<u>\$ (408,905)</u>	<u>\$ 355,707</u>	<u>\$ 68,678,850</u>	<u>\$ 68,678,850</u>	<u>\$ 68,678,850</u>	<u>\$ -</u>

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 INFRASTRUCTURE - MODIFIED REPORTING

Comparison of Budgeted-to-Actual Maintenance/Preservation

Roads		<u>2013</u>		<u>2012</u>		<u>2011</u>		<u>2010</u>		<u>2009</u>
Arterial										
Budgeted	\$	722,237	\$	1,239,501	\$	1,792,620	\$	813,357	\$	1,226,031
Actual		1,221,654		1,439,999		1,858,338		802,329		1,212,866
Collector										
Budgeted		603,953		120,235		361,852		33,520		71,805
Actual		588,017		116,519		359,134		33,520		71,483
Residential										
Budgeted		1,195,156		3,223,858		4,628,500		5,555,060		3,454,780
Actual		1,181,496		2,935,413		4,103,939		4,995,008		2,826,059

Condition Rating:

Average Pavement Condition Index (PCI)

	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>	<u>2009</u>
Total System	63	65	67	69	71

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE  
REQUIRED SUPPLEMENTARY INFORMATION  
SCHEDULES OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
<u>Public Employees' Retirement Fund:</u>						
07/01/11	\$ 37,558,428	\$ 75,763,765	\$ (38,205,337)	50%	\$ 50,631,326	(75%)
07/01/12	34,983,164	80,179,534	(45,196,370)	44%	53,405,261	(85%)
07/01/13	39,041,400	79,022,876	(39,981,476)	49%	51,949,705	(77%)
<u>1925 Police Officers' Pension Plan:</u>						
01/01/08	\$ 2,328,975	\$ 117,242,800	\$ (114,913,825)	2%	\$ 879,900	(13,060%)
01/01/09	3,600,861	115,100,200	(111,499,339)	3%	747,900	(14,908%)
01/01/10	2,593,260	116,137,100	(113,543,840)	2%	782,100	(14,518%)
01/01/11	1,439,838	117,915,700	(116,475,862)	1%	508,400	(22,910%)
01/01/12	1,853,026	105,130,000	(103,276,974)	2%	353,300	(29,232%)
01/01/13	1,034,022	106,802,900	(105,768,878)	1%	261,000	(40,524%)
<u>1937 Firefighters' Pension Plan:</u>						
01/01/08	\$ 2,638,000	\$ 95,665,200	\$ (93,027,200)	3%	\$ 195,600	(47,560%)
01/01/09	1,420,305	108,739,500	(107,319,195)	1%	136,900	(78,392%)
01/01/10	1,771,481	99,673,900	(97,902,419)	2%	50,100	(195,414%)
01/01/11	733,811	100,224,400	(99,490,589)	1%	52,100	(190,961%)
01/01/12	824,984	87,227,900	(86,402,916)	1%	52,200	(165,523%)
01/01/13	635,809	83,131,300	(82,495,491)	1%	-	N/A
<u>Sanitary Officers' Pension:</u>						
01/01/09	\$ 177,366	\$ 7,352,396	\$ (7,175,030)	2%	\$ 48,884	(14,678%)
01/01/10	99,950	6,516,098	(6,416,148)	2%	24,442	(26,251%)
01/01/11	144,131	6,337,004	(6,192,873)	2%	-	N/A
01/01/12	215,227	6,121,362	(5,906,135)	4%	-	N/A
01/01/13	152,335	8,932,147	(8,779,812)	2%	-	N/A
01/01/14	33,932	8,580,753	(8,546,821)	0%	-	N/A
<u>Retiree Healthcare Plan</u>						
01/01/12	\$ -	\$ 65,779,025	\$ (65,779,025)	0%	\$98,205,421	(67%)
01/01/13	-	75,828,671	(75,828,671)	0%	99,760,520	(76%)
01/01/14	-	109,627,185	(109,627,185)	0%	100,893,778	(109%)

N/A - Not applicable

The notes to RSI are an integral part of RSI.



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

1925 Police Officers' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12/31/08	\$ 8,833,600	23%	53%
12/31/09	8,601,200	1%	94%
12/31/10	9,009,000	0%	90%
12/31/11	9,556,800	0%	88%
12/31/12	8,635,800	0%	90%
12/31/13	8,936,200	0%	94%

1937 Firefighters' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12/31/08	\$ 7,088,200	31%	58%
12/31/09	8,125,800	2%	98%
12/31/10	7,587,100	0%	92%
12/31/11	8,001,800	0%	93%
12/31/12	7,102,600	0%	100%
12/31/13	6,903,700	0%	98%

Sanitary Officers' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed
		City
12/31/08	\$ 533,232	80%
12/31/09	480,888	95%
12/31/10	476,345	105%
12/31/11	483,454	106%
12/31/12	483,454	84%
12/31/13	550,910	62%

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE, INDIANA  
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION  
December 31, 2013

Note 1. Budgets and Budgetary Accounting

- A. The City follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:
1. The Mayor submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
  2. Prior to adoption, the City advertises the budget and the City Council holds public hearings to obtain taxpayer comments.
  3. In October of each year the budget is approved by the City Council through passage of an ordinance.
  4. Copies of the budget ordinance and advertisements are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the City Controller receives approval from the Indiana Department of Local Government Finance. The budget ordinance as approved by the Indiana Department of Local Government Finance becomes the City's expenditures budget. The City's maximum tax levy is restricted by Indiana Law, with certain adjustments and exceptions. If the advertised budget exceeds the spending and tax limits of the state control laws, an excess levy can be granted by the Indiana Department of Local Government Finance, upon appeal by the City.
  5. The legal level of budgetary control (the level at which expenditures may not exceed appropriations without the governing body's approval) is by object classification for all funds except for the General fund, which is by object classification within each department. The City's management cannot transfer budgeted appropriations between object classifications of a budget, without approval of the City Council. Any revisions that alter the total appropriations for any fund or any department of the General fund must be approved by the City Council and, in some instances, by the Indiana Department of Local Government Finance.
  6. 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 Fund
      - Special Revenue Funds:
        - Highways and Streets, Parks, Fire, Community Legacy
      - Capital Projects Funds:
        - CEDIT, Redevelopment
    - Non-Major Funds:
      - Special Revenue Funds:
        - Parking Meter, Law Enforcement Training, Cable Television,  
Unsafe Building, Public Safety LOIT, Domestic Violence, Rainy Day
      - Capital Projects Funds:
        - Cumulative Capital Improvement
  7. The City's budgetary process is based upon GAAP. Appropriations lapse with the expiration of the budgetary period unless encumbered by a purchase order or contract. Encumbered appropriations are carried over and added to the subsequent year's budget.

8. Budgeted amounts are as originally adopted, or as amended by the City Council and approved by the Indiana Department of Local Government Finance in the regular legal manner. Net increases to the original appropriations totaled \$4,822,861 in 2013.

B. Expenditures in Excess of Appropriations

For the year ended December 31, 2013, expenditures exceeded budgeted appropriations at the legal level of control (object classification for all funds except the General Fund, which is by object classification within each department) in the following funds, by the amounts below:

<u>Fund</u>	<u>Department</u>	<u>Object</u>	<u>Excess</u>
General	City Clerk	Other services and charges	\$ 40
Fire	Fire	Capital outlay	6,578
CEDIT		Interest	1,117
CEDIT		Capital outlay	22,379
CEDIT		Transfers Out	8,813

Excess of expenditures over appropriations in the above object classifications resulted from failure to obtain approval from the City Council to increase the object classifications. Available fund balances and/or sufficient balances in other object classifications within the fund and department funded the over-expenditures.

Note 2. Infrastructure Assets – Modified Approach

The condition of the City’s road pavement is measured using a pavement condition index (PCI). This pavement condition index is only one field of a larger database that takes into account many distress factors found in pavement surfaces. The PCI uses a measured scale that is based upon a condition index ranging from less than 0 or “Very Poor” condition pavement to 100 for “Very Good” condition pavement. No other factors exist that would significantly affect trends in the information reported.

Those condition categories are “Very Good” (100-80), “Good” (79-60), “Fair” (59-40), “Poor” (39-20), and “Very Poor” (19-0). It is the City of Fort Wayne’s policy to maintain our road pavement infrastructure at a condition of “Good”. Condition reports using a weighted average are compiled on an annual basis to determine the total system’s status. The City field assesses one third (1/3) of the total miles each year to keep the information current.

Factors that significantly affect trends in the road maintenance schedule include:

1. Extreme winter weather conditions that result in excessive “freeze-thaw” activity.
2. Extreme summer weather conditions that result in excessive heat. Under extreme heat, asphalt can become soft and buckle. Concrete suffers from a condition known as “blow ups”. The ground under the concrete roads and the roads themselves begin to expand during exceptionally high temperatures. The concrete can find no other way to expand than to “blow up”, or shoot into the air.
3. Conflicts with utilities. Utility work that results in the disruption of a road surface will weaken the original integrity of the structure. More repairs may become necessary once a road’s initial structure has been altered.
4. Extreme loading. Each road is rated for a certain percentage of traffic coming from trucks. When the percentage exceeds the rating, damage to the road will occur.
5. The presence of water. Excessive water levels from winter thaw, high rains, water pipe breaks, or higher than usual water tables can cause rapid deterioration of roads.

# SUPPLEMENTARY INFORMATION



# Major Governmental Funds

**General Fund** – the general operating fund of the City. Tax revenues and other receipts that are not allocated by law or contractual agreement to another fund are accounted for in this fund. The general operating expenditures of the City are paid from the General Fund.

Those departments by function that are included in the General Fund are:

**General Government:**

- Mayor
- Finance & Administration
- City Clerk
- City Council
- Board of Works
- Law
- Internal Audit

**Public Safety:**

- Weights and Measures
- Police Merit Commission
- Police
- Communications

**Highways and Streets:**

- Street Lighting/Flood/Transportation Engineering

**Health and Welfare:**

- Animal Control

**Economic Opportunity:**

- Metropolitan Human Relations

**Economic Development:**

- Community Development
- Neighborhood Code Enforcement

**Special Revenue Funds** – used to account for revenues derived for a specific purpose. The title of the fund is descriptive of the activities involved.

**Highways and Streets** – funds set aside from state gasoline tax distributions and local wheel taxes for the specific purpose of constructing and maintaining local streets and alleys.

**Parks** – to account for the operation of the City park system.

**Fire** – to account for the operation of the Fire District.

**Community Legacy** – to account for financial resources and expenses or projects that are in the public's interest and related to transformational investment in the community.

**Capital Projects Funds** – are used to account for financial resources to be used for the acquisition or construction of major capital facilities, other than those financed by proprietary funds.

**CEDIT** – to account for revenues received from the County Economic Development Income Tax (CEDIT) and for construction of projects funded by these revenues.

**Redevelopment** – to account for the redevelopment functions of the City.

CITY OF FORT WAYNE  
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
GENERAL FUND  
For The Year Ended December 31, 2013

<u>Function and Department</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance-Positive (Negative)</u>
General government:				
Mayor				
Personal services	\$ 2,116,524	\$ 2,067,524	\$ 1,995,014	\$ 72,510
Supplies	12,804	12,804	7,229	5,575
Other services and charges	104,525	153,525	130,770	22,755
Finance & Administration				
Personal services	2,248,312	2,158,312	2,106,763	51,549
Supplies	155,556	155,556	120,140	35,416
Other services and charges	6,094,728	6,408,043	6,196,652	211,391
Capital outlay	257,103	169,742	169,742	-
City Clerk				
Personal services	493,321	493,321	480,833	12,488
Supplies	10,550	10,550	10,052	498
Other services and charges	31,585	31,585	31,625	(40)
City Council				
Personal services	474,053	474,053	471,171	2,882
Supplies	750	750	143	607
Other services and charges	4,101	4,101	412	3,689
Board of Works				
Personal services	461,663	461,663	458,888	2,775
Supplies	5,776	5,779	3,685	2,094
Other services and charges	17,177	17,177	15,880	1,297
Law				
Personal services	414,954	414,954	368,558	46,396
Supplies	2,188	2,188	688	1,500
Other services and charges	110,569	110,569	109,943	626
Internal Audit				
Personal services	65,457	261,826	194,756	67,070
Supplies	300	300	175	125
Other services and charges	9,215	10,845	5,196	5,649
Total General government	<u>13,091,211</u>	<u>13,425,167</u>	<u>12,878,315</u>	<u>546,852</u>
Public safety:				
Weights and Measures				
Personal services	215,755	197,879	149,763	48,116
Supplies	6,460	6,460	3,401	3,059
Other services and charges	14,794	14,794	13,473	1,321
Capital outlay	14,500	14,500	2,925	11,575
Police Merit Commission				
Personal services	4,500	4,500	3,075	1,425
Other services and charges	18,200	18,200	8,804	9,396
Police				
Personal services	45,292,281	45,702,357	45,459,913	242,444
Supplies	1,943,348	1,904,736	1,880,103	24,633
Other services and charges	7,416,262	7,392,302	7,358,676	33,626
Capital outlay	275,650	271,175	215,488	55,687
Total Public safety	<u>55,201,750</u>	<u>55,526,903</u>	<u>55,095,621</u>	<u>431,282</u>
Highways and streets:				
Street Lighting/Flood/Transp Engineering				
Personal services	2,915,769	2,891,750	2,843,350	48,400
Supplies	769,842	918,098	901,683	16,415
Other services and charges	2,176,096	2,182,846	2,178,833	4,013
Capital outlay	73,750	87,769	38,379	49,390
Total Highways and streets	<u>5,935,457</u>	<u>6,080,463</u>	<u>5,962,245</u>	<u>118,218</u>

(Continued)

CITY OF FORT WAYNE  
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -  
 GENERAL FUND  
 For The Year Ended December 31, 2013  
 (Continued)

<u>Function and Department</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Health and welfare:				
Animal Control				
Personal services	2,191,728	2,184,228	2,168,127	16,101
Supplies	106,040	110,576	106,728	3,848
Other services and charges	339,116	333,902	319,179	14,723
Capital outlay	19,400	19,400	2,387	17,013
Total Health and welfare	<u>2,656,284</u>	<u>2,648,106</u>	<u>2,596,421</u>	<u>51,685</u>
Economic opportunity:				
Metropolitan Human Relations				
Personal services	624,241	624,241	604,746	19,495
Supplies	5,160	5,160	2,461	2,699
Other services and charges	20,455	20,455	14,100	6,355
Total Economic opportunity	<u>649,856</u>	<u>649,856</u>	<u>621,307</u>	<u>28,549</u>
Economic development:				
Community Development				
Personal services	3,581,170	3,581,170	3,467,200	113,970
Supplies	51,586	51,586	45,547	6,039
Other services and charges	645,454	598,864	544,178	54,686
Capital outlay	15,290	29,292	21,455	7,837
Total Economic development	<u>4,293,500</u>	<u>4,260,912</u>	<u>4,078,380</u>	<u>182,532</u>
Total General Fund	<u>\$ 81,828,058</u>	<u>\$ 82,591,407</u>	<u>\$ 81,232,289</u>	<u>\$ 1,359,118</u>

CITY OF FORT WAYNE  
 BUDGETARY COMPARISON SCHEDULES -  
 OTHER BUDGETED MAJOR GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2013

	Redevelopment				CEDIT			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 10,630,219	\$ 10,630,219	\$ 10,626,522	\$ (3,697)	\$ 21,586,815	\$ 21,586,815	\$ 21,586,815	\$ -
Intergovernmental	-	-	-	-	800	800	800	-
Charges for services	541,880	541,880	541,880	-	729	729	729	-
Other	1,564,561	1,564,561	1,554,158	(10,403)	514,901	514,901	514,293	(608)
Total revenues	12,736,660	12,736,660	12,722,560	(14,100)	22,103,245	22,103,245	22,102,637	(608)
Expenditures:								
Urban redevelopment and housing:								
Personal services	552,028	552,028	551,636	392	-	-	-	-
Supplies	19,687	19,687	19,479	208	-	-	-	-
Other services and charges	5,872,306	5,872,306	5,868,215	4,091	-	-	-	-
Capital outlay	587,609	587,609	587,609	-	-	-	-	-
Debt service:								
Principal	2,160,000	2,160,000	2,160,000	-	7,295,000	7,295,000	7,295,000	-
Interest	2,403,118	2,403,118	2,403,118	-	2,132,101	2,132,101	2,133,218	(1,117)
Capital outlay	-	-	-	-	10,761,737	10,603,090	10,625,469	(22,379)
Total expenditures	11,594,748	11,594,748	11,590,057	4,691	20,188,838	20,030,191	20,053,687	(23,496)
Other financing sources (uses):								
Transfers in	7,701,372	7,701,372	7,701,372	-	3,610,000	3,610,000	3,610,000	-
Transfers out	(5,784,035)	(5,784,035)	(5,784,035)	-	(8,409,708)	(10,909,708)	(10,918,521)	(8,813)
Total other financing sources (uses)	1,917,337	1,917,337	1,917,337	-	(4,799,708)	(7,299,708)	(7,308,521)	(8,813)
Net change in fund balances	3,059,249	3,059,249	3,049,840	(9,409)	(2,885,301)	(5,226,654)	(5,259,571)	(32,917)
Fund balances - beginning	43,315,995	43,315,995	43,315,995	-	11,524,319	11,524,319	11,524,319	-
Prior period adjustment (Note 13)	(17,600)	(17,600)	(17,600)	-	-	-	-	-
Fund balances - beginning (restated)	43,298,395	43,298,395	43,298,395	-	11,524,319	11,524,319	11,524,319	-
Fund balances - ending	\$ 46,357,644	\$ 46,357,644	\$ 46,348,235	\$ (9,409)	\$ 8,639,018	\$ 6,297,665	\$ 6,264,748	\$ (32,917)



# Non-major Governmental Funds

**Special Revenue Funds** – used to account for and report the proceeds of specific revenue sources that are restricted or committed to expenditure for specified purposes other than debt service or capital projects. The title of the fund is descriptive of the activities involved. The City maintains the following non-major special revenue funds:

**Abandoned Vehicle** – to account for the expenses and revenues associated with the removal, storage, and disposal of abandoned vehicles from both public and private property throughout the city.

**Parking Meter** – to account for revenues and expenses in connection with operating City parking meters.

**Law Enforcement Training** – to account for fees used for the continuing education and training of law enforcement officers.

**Omnibus Crime** – to account for all State grants related to victims assistance or criminal justice.

**Cable Television** – to account for a portion of the cable television franchise fee revenue restricted to expenditures for local cable access programming grants.

**Community Development Block Grants** – to account for funds granted to the City by the U.S. Department of Housing and Urban Development under the Community Development Block Grant entitlement programs.

**Reimbursable State Grants** – to account for funds granted to the City from various State community development and social service programs.

**Unsafe Building** – to account for funds used to remove unsafe and severely deteriorated buildings from residential neighborhoods throughout the City.

**DED International Trade** – to account for revenues and expenditures related to international trade.

**HOME** – to account for funds granted to the City under the U.S. Department of Housing and Urban Development HOME program which are to be used to rehabilitate single and multi-family housing units.

**Affordable Housing Trust** – to account for an allotment of funds from the State's newest legislative tool for housing.

**Federal Revolving** – to account for various federal funds received for specific purposes.

**Urban Development Action Grant** – to account for funds granted to the City by the U.S. Department of Housing and Urban Development for specific categorical grants promoting economic and housing development.

**Urban Enterprise Association** – to account for funds that provide one-third of the Urban Enterprise Association (UEA) administrator's wage and benefit package and all the UEA secretaries' wages and benefit packages, as well as staff support by the City and UEA through a contractual arrangement.

**Emergency Shelter Grant** – to account for funds granted to the City under the U.S. Department of Housing and Urban Development Emergency Shelter Program which are to be used to provide emergency shelter and other services for displaced families and individuals.

**Neighborhood Stabilization** – to account for funds granted to the City under the U.S. Department of Housing and Urban Development Neighborhood Stabilization program which are to be used to purchase and rehabilitate single family housing units.

**Neighborhood Stabilization 2013** – to account for funds granted to the City from the U.S. Department of Housing and Urban Development under the American Recovery and Reinvestment Act of 2009 (ARRA) which are to be used to purchase and redevelop foreclosed upon homes and residential properties.

**Public Safety Academy Operating** – to account for and appropriate financial resources/pledges for the operations and maintenance of the Public Safety Academy.

**Public Safety LOIT** – to account for the additional local option income tax funds to pay for public safety.

## Non-major Governmental Funds (continued)

**Consolidated Communications Partnership (CCP)** – to account for the funds of the operation of the City 911 Emergency Call Center.

**General Donation** – to account for donations, restricted by donors, for purposes normally related to General Fund expenditures.

**Domestic Violence** – to account for taxes received and appropriated by the City Council for the prevention and education of domestic violence, rape, and sexual harassment.

**Rainy Day Fund** – to account for transfers of unused and unencumbered CREDIT Funds.

**Animal Care Donation** – to account for donations, restricted by donors, for animal care and other humane expenditures.

**Animal Control Special Project** – to account for all revenues, generated by fund raising activities, and expenditures for specific animal care needs.

**Parking Fund** – to account for receipts and expenses related to the monthly parking activities for employees and City owned vehicles.

**Barrett Law Surplus** – to account for excess revenues and expenditures related to the City's Barrett Law process.

**Debt Service Funds** – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for principal and interest. The City maintains the following non-major debt service fund:

**Public Safety Academy** – to account for the debt service payment related to the construction of the building, purchase of contents, as well as the dedicated resources pledged for debt service.

\*\*This is the only debt service fund that the city maintains that is not part of another major fund; therefore, combining statements are not necessary.

**Capital Projects Funds** – used to account for and report financial resources that are restricted, committed, or assigned to expenditure for capital outlays, including the acquisition or construction of capital facilities and other capital assets. The City maintains the following non-major capital projects funds:

**Renaissance Pointe** – to account for financial resources/pledges for the development, improvement and revitalization of the area designated as "Renaissance Pointe".

**Equipment Purchase** – to account for proceeds of leases to be used for the acquisition of equipment.

**Cumulative Capital Improvement** – to account for cigarette tax distributions.

**Building Project** – to account for the proceeds of bonds secured by a lease for the construction of seven fire stations, an animal care building, a transportation sub-station, the public safety academy and improvements to the City's Board of Works complex.

**Barrett Law Commercial** – to account for funds from a lending institution to expand the Barrett Law Program to extend loans to fund qualifying commercial projects.

**Barrett Law Revolving Improvement** – to account for all financial resources related to projects constructed wholly or in part from Redevelopment District proceeds (except tax increment bonds), General Obligation Bonds, and any participating federal and state grants, including any required City local matching funds.

CITY OF FORT WAYNE  
 COMBINING BALANCE SHEET -  
 NON-MAJOR GOVERNMENTAL FUNDS  
 December 31, 2013

	Non-major Special Revenue Funds	Non-major Debt Service Fund	Non-major Capital Projects Funds	Totals
<u>Assets</u>				
Cash and cash equivalents	\$ 6,625,301	\$ -	\$ 7,091,519	\$ 13,716,820
Receivables (net of allowances for uncollectibles):				
Taxes	788,750	-	-	788,750
Assessments	-	-	441,631	441,631
Intergovernmental	1,593,097	-	73,644	1,666,741
Loans	6,198,134	-	-	6,198,134
Miscellaneous	2,948,059	500,000	31,365	3,479,424
Interfund receivable - pooled cash	-	-	2,393,865	2,393,865
Interfund receivable	-	-	654,061	654,061
Due from other funds	2,603	-	-	2,603
Assets held for resale	3,998,249	-	1,370,102	5,368,351
	<u>\$ 22,154,193</u>	<u>\$ 500,000</u>	<u>\$ 12,056,187</u>	<u>\$ 34,710,380</u>
Total assets				
	<u>\$ 22,154,193</u>	<u>\$ 500,000</u>	<u>\$ 12,056,187</u>	<u>\$ 34,710,380</u>
<u>Liabilities, deferred inflows of resources and fund balances</u>				
Liabilities:				
Accounts payable	\$ 281,339	\$ -	\$ 222,516	\$ 503,855
Wages and withholdings payable	306,433	-	-	306,433
Contracts payable	5,606	-	111,532	117,138
Interfund payable - pooled cash	593,307	1,800,558	-	2,393,865
Due to other funds	-	-	42,524	42,524
Unearned revenue	177,961	-	-	177,961
	<u>1,364,646</u>	<u>1,800,558</u>	<u>376,572</u>	<u>3,541,776</u>
Total liabilities				
	<u>1,364,646</u>	<u>1,800,558</u>	<u>376,572</u>	<u>3,541,776</u>
Deferred inflows of resources	<u>1,114,306</u>	<u>-</u>	<u>565,457</u>	<u>1,679,763</u>
Fund balances:				
Nonspendable fund balance	9,811,682	-	1,370,102	11,181,784
Restricted fund balance	3,005,081	-	-	3,005,081
Committed fund balance	-	-	160,198	160,198
Assigned fund balance	6,876,629	-	9,583,858	16,460,487
Unassigned fund balance	(18,151)	(1,300,558)	-	(1,318,709)
	<u>19,675,241</u>	<u>(1,300,558)</u>	<u>11,114,158</u>	<u>29,488,841</u>
Total fund balances				
	<u>19,675,241</u>	<u>(1,300,558)</u>	<u>11,114,158</u>	<u>29,488,841</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 22,154,193</u>	<u>\$ 500,000</u>	<u>\$ 12,056,187</u>	<u>\$ 34,710,380</u>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NON-MAJOR GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2013

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Non-major Capital Projects Funds	Totals
<b>Revenues:</b>				
Taxes	\$ 7,411	\$ 1,000,000	\$ -	\$ 1,007,411
Special assessments	-	-	151,990	151,990
Licenses and permits	1,204,499	-	-	1,204,499
Intergovernmental	9,702,936	-	681,028	10,383,964
Charges for services	1,976,359	-	-	1,976,359
Fines and forfeits	1,671,820	-	-	1,671,820
Other	3,548,534	1,000,000	230,022	4,778,556
	<u>18,111,559</u>	<u>2,000,000</u>	<u>1,063,040</u>	<u>21,174,599</u>
<b>Total revenues</b>				
<b>Expenditures:</b>				
<b>Current:</b>				
General government	2,236,705	-	-	2,236,705
Public safety	9,754,621	10,900	-	9,765,521
Highways and streets	1,379,010	-	-	1,379,010
Health and welfare	285,635	-	-	285,635
Economic opportunity	475,980	-	-	475,980
Economic development	433,606	-	-	433,606
Urban redevelopment and housing	4,568,857	-	-	4,568,857
<b>Debt service:</b>				
Principal	-	-	2,210,000	2,210,000
Interest	-	-	1,656,681	1,656,681
Capital outlay	-	-	6,400,704	6,400,704
	<u>19,134,414</u>	<u>10,900</u>	<u>10,267,385</u>	<u>29,412,699</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over (under) expenditures	<u>(1,022,855)</u>	<u>1,989,100</u>	<u>(9,204,345)</u>	<u>(8,238,100)</u>
<b>Other financing sources (uses):</b>				
Transfers in	3,582,103	855,000	3,648,117	8,085,220
Transfers out	(2,288,747)	(2,409,081)	(29,255)	(4,727,083)
Loans issued	-	-	1,750,000	1,750,000
Capital leases issued	-	-	6,100,000	6,100,000
	<u>1,293,356</u>	<u>(1,554,081)</u>	<u>11,468,862</u>	<u>11,208,137</u>
<b>Total other financing sources (uses)</b>				
Net change in fund balances	270,501	435,019	2,264,517	2,970,037
Fund balances - beginning	19,632,257	(1,735,577)	8,849,641	26,746,321
Prior period adjustment (Note 13)	(227,517)	-	-	(227,517)
	<u>19,404,740</u>	<u>(1,735,577)</u>	<u>8,849,641</u>	<u>26,518,804</u>
<b>Fund balances - beginning (restated)</b>				
Fund balances - ending	<u>\$ 19,675,241</u>	<u>\$ (1,300,558)</u>	<u>\$ 11,114,158</u>	<u>\$ 29,488,841</u>

CITY OF FORT WAYNE  
 COMBINING BALANCE SHEET -  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 December 31, 2013

	Abandoned Vehicle	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	Community Development Block Grants	Reimbursable State Grants	Unsafe Building	DED International Trade	HOME
<b>Assets</b>										
Cash and cash equivalents	\$ 287,064	\$ -	\$ 1,393,395	\$ -	\$ 347,551	\$ -	\$ -	\$ 869,337	\$ 4,366	\$ -
Receivables (net of allowances for uncollectibles):										
Taxes	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	7,933	-	356,634	89,576	-	-	288,937
Loans	-	-	-	-	-	772,385	-	-	-	3,767,464
Miscellaneous	-	114,228	25,657	-	266,402	-	-	2,401,376	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Assets held for resale	-	-	-	-	-	2,542,717	-	-	-	30,296
<b>Total assets</b>	<b>\$ 287,064</b>	<b>\$ 114,228</b>	<b>\$ 1,419,052</b>	<b>\$ 7,933</b>	<b>\$ 613,953</b>	<b>\$ 3,671,736</b>	<b>\$ 89,576</b>	<b>\$ 3,270,713</b>	<b>\$ 4,366</b>	<b>\$ 4,086,697</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>										
<b>Liabilities:</b>										
Accounts payable	\$ 15	\$ 8,069	\$ 2,307	\$ 112	\$ 1,938	\$ 61,034	\$ 682	\$ 7,315	\$ 360	\$ 4,331
Wages and withholdings payable	-	14,266	219	-	-	1,139	2,180	-	-	-
Contracts payable	-	-	-	-	-	5,606	-	-	-	-
Interfund payable - pooled cash	-	55,846	-	7,821	-	153,846	52,607	-	-	171,475
Unearned revenue	-	-	-	-	-	-	2,231	-	-	-
<b>Total liabilities</b>	<b>15</b>	<b>78,181</b>	<b>2,526</b>	<b>7,933</b>	<b>1,938</b>	<b>221,625</b>	<b>57,700</b>	<b>7,315</b>	<b>360</b>	<b>175,806</b>
Deferred inflows of resources	-	-	-	1,479	-	-	15,299	-	-	-
<b>Fund balances:</b>										
Nonspendable fund balance	-	-	-	-	-	3,320,867	-	-	-	3,427,812
Restricted fund balance	-	-	-	-	-	129,244	16,577	-	-	483,079
Assigned fund balance	287,049	36,047	1,416,526	-	612,015	-	-	3,263,398	4,006	-
Unassigned fund balance	-	-	-	(1,479)	-	-	-	-	-	-
<b>Total fund balances</b>	<b>287,049</b>	<b>36,047</b>	<b>1,416,526</b>	<b>(1,479)</b>	<b>612,015</b>	<b>3,450,111</b>	<b>16,577</b>	<b>3,263,398</b>	<b>4,006</b>	<b>3,910,891</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 287,064</b>	<b>\$ 114,228</b>	<b>\$ 1,419,052</b>	<b>\$ 7,933</b>	<b>\$ 613,953</b>	<b>\$ 3,671,736</b>	<b>\$ 89,576</b>	<b>\$ 3,270,713</b>	<b>\$ 4,366</b>	<b>\$ 4,086,697</b>

CITY OF FORT WAYNE  
 COMBINING BALANCE SHEET -  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 December 31, 2013

	Affordable Housing Trust	Federal Revolving	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Neighborhood Stabilization 2013	Public Safety Academy Operating	Public Safety LOIT
<b>Assets</b>									
Cash and cash equivalents	\$ 7,065	\$ 403,427	\$ 20,061	\$ -	\$ -	\$ -	\$ -	\$ 38,347	\$ -
Receivables (net of allowances for uncollectibles):									
Taxes	-	-	-	-	-	-	-	-	788,443
Intergovernmental	-	723,083	-	-	21,951	26,954	77,971	-	-
Loans	224,031	-	-	-	-	978,074	450,000	-	-
Miscellaneous	-	-	-	31,807	-	-	-	922	-
Due from other funds	-	-	-	-	-	-	-	-	-
Assets held for resale	-	-	-	-	-	1,136,672	288,564	-	-
<b>Total assets</b>	<b>\$ 231,096</b>	<b>\$ 1,126,510</b>	<b>\$ 20,061</b>	<b>\$ 31,807</b>	<b>\$ 21,951</b>	<b>\$ 2,141,700</b>	<b>\$ 816,535</b>	<b>\$ 39,269</b>	<b>\$ 788,443</b>
<b>Liabilities, deferred inflows of resources and fund balances</b>									
<b>Liabilities:</b>									
Accounts payable	\$ -	\$ 123,071	\$ -	\$ 864	\$ -	\$ -	\$ -	\$ -	\$ -
Wages and withholdings payable	-	633	-	16,753	-	-	-	-	-
Contracts payable	-	-	-	-	-	-	-	-	-
Interfund payable - pooled cash	-	-	-	29,796	20,798	17,674	79,036	-	-
Unearned revenue	-	175,730	-	-	-	-	-	-	-
<b>Total liabilities</b>	<b>-</b>	<b>299,434</b>	<b>-</b>	<b>47,413</b>	<b>20,798</b>	<b>17,674</b>	<b>79,036</b>	<b>-</b>	<b>-</b>
Deferred inflows of resources	-	308,778	-	-	-	-	-	-	788,443
<b>Fund balances:</b>									
Nonspendable fund balance	224,031	-	-	-	-	2,094,730	738,565	-	-
Restricted fund balance	-	518,298	-	-	1,153	29,296	-	-	-
Assigned fund balance	7,065	-	20,061	-	-	-	-	39,269	-
Unassigned fund balance	-	-	-	(15,606)	-	-	(1,066)	-	-
<b>Total fund balances</b>	<b>231,096</b>	<b>518,298</b>	<b>20,061</b>	<b>(15,606)</b>	<b>1,153</b>	<b>2,124,026</b>	<b>737,499</b>	<b>39,269</b>	<b>-</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 231,096</b>	<b>\$ 1,126,510</b>	<b>\$ 20,061</b>	<b>\$ 31,807</b>	<b>\$ 21,951</b>	<b>\$ 2,141,700</b>	<b>\$ 816,535</b>	<b>\$ 39,269</b>	<b>\$ 788,443</b>

CITY OF FORT WAYNE  
 COMBINING BALANCE SHEET -  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 December 31, 2013

	Consolidated Communication Partnership	General Donation	Domestic Violence	Rainy Day Fund	Animal Care Donation	Animal Control Special Project	Parking Fund	Barrett Law Surplus	Totals
<u>Assets</u>									
Cash and cash equivalents	\$ 1,423,913	\$ 894,852	\$ 11,562	\$ -	\$ 717,368	\$ 163,981	\$ -	\$ 43,012	\$ 6,625,301
Receivables (net of allowances for uncollectibles):									
Taxes	-	-	307	-	-	-	-	-	788,750
Intergovernmental	-	-	-	-	-	-	58	-	1,593,097
Loans	-	6,180	-	-	-	-	-	-	6,198,134
Miscellaneous	30,133	75,787	-	-	-	-	1,747	-	2,948,059
Due from other funds	-	-	-	-	-	-	2,603	-	2,603
Assets held for resale	-	-	-	-	-	-	-	-	3,998,249
<b>Total assets</b>	<b>\$ 1,454,046</b>	<b>\$ 976,819</b>	<b>\$ 11,869</b>	<b>\$ -</b>	<b>\$ 717,368</b>	<b>\$ 163,981</b>	<b>\$ 4,408</b>	<b>\$ 43,012</b>	<b>\$ 22,154,193</b>
<u>Liabilities, deferred inflows of resources and fund balances</u>									
<u>Liabilities:</u>									
Accounts payable	\$ 49,528	\$ 13,066	\$ 2,149	\$ -	\$ 1,939	\$ 4,559	\$ -	\$ -	\$ 281,339
Wages and withholdings payable	265,750	1,001	-	-	2,836	1,656	-	-	306,433
Contracts payable	-	-	-	-	-	-	-	-	5,606
Interfund payable - pooled cash	-	-	-	-	-	-	4,408	-	593,307
Unearned revenue	-	-	-	-	-	-	-	-	177,961
<b>Total liabilities</b>	<b>315,278</b>	<b>14,067</b>	<b>2,149</b>	<b>-</b>	<b>4,775</b>	<b>6,215</b>	<b>4,408</b>	<b>-</b>	<b>1,364,646</b>
Deferred inflows of resources	-	-	307	-	-	-	-	-	1,114,306
<u>Fund balances:</u>									
Nonspendable fund balance	-	5,677	-	-	-	-	-	-	9,811,682
Restricted fund balance	-	957,075	-	-	712,593	157,766	-	-	3,005,081
Assigned fund balance	1,138,768	-	9,413	-	-	-	-	43,012	6,876,629
Unassigned fund balance	-	-	-	-	-	-	-	-	(18,151)
<b>Total fund balances</b>	<b>1,138,768</b>	<b>962,752</b>	<b>9,413</b>	<b>-</b>	<b>712,593</b>	<b>157,766</b>	<b>-</b>	<b>43,012</b>	<b>19,675,241</b>
<b>Total liabilities, deferred inflows of resources and fund balances</b>	<b>\$ 1,454,046</b>	<b>\$ 976,819</b>	<b>\$ 11,869</b>	<b>\$ -</b>	<b>\$ 717,368</b>	<b>\$ 163,981</b>	<b>\$ 4,408</b>	<b>\$ 43,012</b>	<b>\$ 22,154,193</b>

CITY OF FORT WAYNE  
 COMBINING BALANCE SHEET -  
 NON-MAJOR CAPITAL PROJECTS FUNDS  
 December 31, 2013

	<u>Renaissance Pointe</u>	<u>Equipment Purchase</u>	<u>Cumulative Capital Improvement</u>	<u>Building Project</u>	<u>Barrett Law Commercial</u>	<u>Barrett Law Revolving Improvement</u>	<u>Totals</u>
<u>Assets</u>							
Cash and cash equivalents	\$ 1,772,355	\$ 1,362,486	\$ 792,215	\$ 1,168,735	\$ 103,209	\$ 1,892,519	\$ 7,091,519
Receivables (net of allowances for uncollectibles):							
Assessments	-	-	-	-	2,379	439,252	441,631
Intergovernmental	-	-	73,644	-	-	-	73,644
Miscellaneous	-	1	-	-	128	31,236	31,365
Interfund receivable - pooled cash	-	-	-	2,393,865	-	-	2,393,865
Interfund receivable	-	654,061	-	-	-	-	654,061
Assets held for resale	<u>1,370,102</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,370,102</u>
 Total assets	 <u>\$ 3,142,457</u>	 <u>\$ 2,016,548</u>	 <u>\$ 865,859</u>	 <u>\$ 3,562,600</u>	 <u>\$ 105,716</u>	 <u>\$ 2,363,007</u>	 <u>\$ 12,056,187</u>
 <u>Liabilities, deferred inflows of resources and fund balances</u>							
<u>Liabilities:</u>							
Accounts payable	\$ -	\$ 62,417	\$ 160,099	\$ -	\$ -	\$ -	\$ 222,516
Contracts payable	-	-	-	-	-	111,532	111,532
Due to other funds	<u>-</u>	<u>18,967</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>23,557</u>	<u>42,524</u>
 Total liabilities	 <u>-</u>	 <u>81,384</u>	 <u>160,099</u>	 <u>-</u>	 <u>-</u>	 <u>135,089</u>	 <u>376,572</u>
 Deferred inflows of resources	 <u>-</u>	 <u>-</u>	 <u>59,520</u>	 <u>-</u>	 <u>2,676</u>	 <u>503,261</u>	 <u>565,457</u>
 <u>Fund balances:</u>							
Nonspendable fund balance	1,370,102	-	-	-	-	-	1,370,102
Committed fund balance	-	-	-	-	-	160,198	160,198
Assigned fund balance	<u>1,772,355</u>	<u>1,935,164</u>	<u>646,240</u>	<u>3,562,600</u>	<u>103,040</u>	<u>1,564,459</u>	<u>9,583,858</u>
 Total fund balances	 <u>3,142,457</u>	 <u>1,935,164</u>	 <u>646,240</u>	 <u>3,562,600</u>	 <u>103,040</u>	 <u>1,724,657</u>	 <u>11,114,158</u>
 Total liabilities, deferred inflows of resources and fund balances	 <u>\$ 3,142,457</u>	 <u>\$ 2,016,548</u>	 <u>\$ 865,859</u>	 <u>\$ 3,562,600</u>	 <u>\$ 105,716</u>	 <u>\$ 2,363,007</u>	 <u>\$ 12,056,187</u>



CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2013

	Abandoned Vehicle	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	Community Development Block Grants	Reimbursable State Grants	Unsafe Building	DED International Trade	HOME
Revenues:										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	128,122	-	1,076,377	-	-	-	-	-
Intergovernmental	-	-	-	53,655	-	2,104,442	466,607	-	-	999,143
Charges for services	9,050	251,030	162,033	-	-	94,821	98,976	-	5,000	19,910
Fines and forfeits	-	261,326	28,992	-	-	-	-	1,187,563	-	-
Other	32,263	17,604	1,347	-	390	983	23,005	16,485	5	392
<b>Total revenues</b>	<b>41,313</b>	<b>529,960</b>	<b>320,494</b>	<b>53,655</b>	<b>1,076,767</b>	<b>2,200,246</b>	<b>588,588</b>	<b>1,204,048</b>	<b>5,005</b>	<b>1,019,445</b>
Expenditures:										
Current:										
General government	-	554,294	-	-	986,743	-	-	-	-	-
Public safety	2,359	-	140,076	55,134	-	-	491,364	329,974	-	-
Highways and streets	-	-	-	-	-	-	98,976	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Economic opportunity	-	-	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-	6,285	-
Urban redevelopment and housing	-	-	-	-	-	2,115,411	-	-	-	1,195,799
<b>Total expenditures</b>	<b>2,359</b>	<b>554,294</b>	<b>140,076</b>	<b>55,134</b>	<b>986,743</b>	<b>2,115,411</b>	<b>590,340</b>	<b>329,974</b>	<b>6,285</b>	<b>1,195,799</b>
Excess (deficiency) of revenues over (under) expenditures	38,954	(24,334)	180,418	(1,479)	90,024	84,835	(1,752)	874,074	(1,280)	(176,354)
Other financing sources (uses):										
Transfers in	-	-	-	1,456	-	2,308	2,583	-	-	33,972
Transfers out	-	-	-	-	(67,000)	(9,877)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>1,456</b>	<b>(67,000)</b>	<b>(7,569)</b>	<b>2,583</b>	<b>-</b>	<b>-</b>	<b>33,972</b>
Net change in fund balances	38,954	(24,334)	180,418	(23)	23,024	77,266	831	874,074	(1,280)	(142,382)
Fund balances - beginning	248,095	75,433	1,236,108	(1,456)	588,991	3,372,845	15,746	2,389,324	5,286	4,053,273
Prior period adjustment (Note 13)	-	(15,052)	-	-	-	-	-	-	-	-
Fund balances - beginning (restated)	248,095	60,381	1,236,108	(1,456)	588,991	3,372,845	15,746	2,389,324	5,286	4,053,273
<b>Fund balances - ending</b>	<b>\$ 287,049</b>	<b>\$ 36,047</b>	<b>\$ 1,416,526</b>	<b>\$ (1,479)</b>	<b>\$ 612,015</b>	<b>\$ 3,450,111</b>	<b>\$ 16,577</b>	<b>\$ 3,263,398</b>	<b>\$ 4,006</b>	<b>\$ 3,910,891</b>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2013

	Affordable Housing Trust	Federal Revolving	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Neighborhood Stabilization 2013	Public Safety Academy Operating	Public Safety LOIT
<b>Revenues:</b>									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental	-	1,879,001	-	-	126,976	437,508	778,330	-	-
Charges for services	-	715,269	-	-	-	317,664	-	-	-
Fines and forfeits	-	186,367	-	-	-	-	-	-	-
Other	7	8,000	20	401,189	-	100	-	875	-
<b>Total revenues</b>	<b>7</b>	<b>2,788,637</b>	<b>20</b>	<b>401,189</b>	<b>126,976</b>	<b>755,272</b>	<b>778,330</b>	<b>875</b>	<b>-</b>
<b>Expenditures:</b>									
<b>Current:</b>									
General government	-	211,679	-	-	-	-	-	-	-
Public safety	-	589,483	-	-	-	-	-	27,500	-
Highways and streets	-	1,032,341	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Economic opportunity	-	475,980	-	-	-	-	-	-	-
Economic development	-	14,370	-	402,552	-	-	-	-	-
Urban redevelopment and housing	-	247,924	-	-	125,823	393,069	490,831	-	-
<b>Total expenditures</b>	<b>-</b>	<b>2,571,777</b>	<b>-</b>	<b>402,552</b>	<b>125,823</b>	<b>393,069</b>	<b>490,831</b>	<b>27,500</b>	<b>-</b>
Excess (deficiency) of revenues over (under) expenditures	7	216,860	20	(1,363)	1,153	362,203	287,499	(26,625)	-
<b>Other financing sources (uses):</b>									
Transfers in	-	10,891	-	-	-	-	-	-	-
Transfers out	-	(14,178)	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>(3,287)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>7</b>	<b>213,573</b>	<b>20</b>	<b>(1,363)</b>	<b>1,153</b>	<b>362,203</b>	<b>287,499</b>	<b>(26,625)</b>	<b>-</b>
Fund balances - beginning	231,089	304,725	20,041	(2,019)	-	1,761,823	450,000	65,894	-
Prior period adjustment (Note 13)	-	-	-	(12,224)	-	-	-	-	-
<b>Fund balances - beginning (restated)</b>	<b>231,089</b>	<b>304,725</b>	<b>20,041</b>	<b>(14,243)</b>	<b>-</b>	<b>1,761,823</b>	<b>450,000</b>	<b>65,894</b>	<b>-</b>
<b>Fund balances - ending</b>	<b>\$ 231,096</b>	<b>\$ 518,298</b>	<b>\$ 20,061</b>	<b>\$ (15,606)</b>	<b>\$ 1,153</b>	<b>\$ 2,124,026</b>	<b>\$ 737,499</b>	<b>\$ 39,269</b>	<b>\$ -</b>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -  
 NON-MAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2013

	Consolidated Communication Partnership	General Donation	Domestic Violence	Rainy Day Fund	Animal Care Donation	Animal Control Special Project	Parking Fund	Barrett Law Surplus	Totals
<b>Revenues:</b>									
Taxes	\$ -	\$ -	\$ 7,411	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,411
Licenses and permits	-	-	-	-	-	-	-	-	1,204,499
Intergovernmental	2,666,549	-	-	-	190,725	-	-	-	9,702,936
Charges for services	103,924	198,682	-	-	-	-	-	-	1,976,359
Fines and forfeits	-	7,572	-	-	-	-	-	-	1,671,820
Other	2,164,166	465,178	-	-	3,118	151,653	261,071	683	3,548,534
<b>Total revenues</b>	<b>4,934,639</b>	<b>671,432</b>	<b>7,411</b>	<b>-</b>	<b>193,843</b>	<b>151,653</b>	<b>261,071</b>	<b>683</b>	<b>18,111,559</b>
<b>Expenditures:</b>									
<b>Current:</b>									
General government	-	195,872	-	-	-	-	285,999	2,118	2,236,705
Public safety	7,934,736	177,690	6,305	-	-	-	-	-	9,754,621
Highways and streets	-	247,693	-	-	-	-	-	-	1,379,010
Health and welfare	-	-	-	-	137,179	148,456	-	-	285,635
Economic opportunity	-	-	-	-	-	-	-	-	475,980
Economic development	-	10,399	-	-	-	-	-	-	433,606
Urban redevelopment and housing	-	-	-	-	-	-	-	-	4,568,857
<b>Total expenditures</b>	<b>7,934,736</b>	<b>631,654</b>	<b>6,305</b>	<b>-</b>	<b>137,179</b>	<b>148,456</b>	<b>285,999</b>	<b>2,118</b>	<b>19,134,414</b>
Excess (deficiency) of revenues over (under) expenditures	(3,000,097)	39,778	1,106	-	56,664	3,197	(24,928)	(1,435)	(1,022,855)
<b>Other financing sources (uses):</b>									
Transfers in	3,481,944	7,216	-	-	-	11,475	30,258	-	3,582,103
Transfers out	-	(4,039)	-	(2,091,273)	(11,080)	(14,085)	(77,215)	-	(2,288,747)
<b>Total other financing sources (uses)</b>	<b>3,481,944</b>	<b>3,177</b>	<b>-</b>	<b>(2,091,273)</b>	<b>(11,080)</b>	<b>(2,610)</b>	<b>(46,957)</b>	<b>-</b>	<b>1,293,356</b>
<b>Net change in fund balances</b>	<b>481,847</b>	<b>42,955</b>	<b>1,106</b>	<b>(2,091,273)</b>	<b>45,584</b>	<b>587</b>	<b>(71,885)</b>	<b>(1,435)</b>	<b>270,501</b>
Fund balances - beginning	854,155	919,797	8,307	2,091,273	669,138	158,057	71,885	44,447	19,632,257
Prior period adjustment (Note 13)	(197,234)	-	-	-	(2,129)	(878)	-	-	(227,517)
<b>Fund balances - beginning (restated)</b>	<b>656,921</b>	<b>919,797</b>	<b>8,307</b>	<b>2,091,273</b>	<b>667,009</b>	<b>157,179</b>	<b>71,885</b>	<b>44,447</b>	<b>19,404,740</b>
<b>Fund balances - ending</b>	<b>\$ 1,138,768</b>	<b>\$ 962,752</b>	<b>\$ 9,413</b>	<b>\$ -</b>	<b>\$ 712,593</b>	<b>\$ 157,766</b>	<b>\$ -</b>	<b>\$ 43,012</b>	<b>\$ 19,675,241</b>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND OTHER CHANGES IN FUND BALANCES -  
 NON-MAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2013

	<u>Renaissance Pointe</u>	<u>Equipment Purchase</u>	<u>Cumulative Capital Improvement</u>	<u>Building Project</u>	<u>Barrett Law Commercial</u>	<u>Barrett Law Revolving Improvement</u>	<u>Totals</u>
Revenues:							
Special assessments	\$ -	\$ -	\$ -	\$ -	\$ 598	\$ 151,392	\$ 151,990
Intergovernmental	-	-	681,028	-	-	-	681,028
Other	522	349	614	225,511	7	3,019	230,022
Total revenues	<u>522</u>	<u>349</u>	<u>681,642</u>	<u>225,511</u>	<u>605</u>	<u>154,411</u>	<u>1,063,040</u>
Expenditures:							
Debt service:							
Principal	-	-	-	2,210,000	-	-	2,210,000
Interest	-	-	-	1,656,681	-	-	1,656,681
Capital outlay	1,003	5,224,775	624,750	-	-	550,176	6,400,704
Total expenditures	<u>1,003</u>	<u>5,224,775</u>	<u>624,750</u>	<u>3,866,681</u>	<u>-</u>	<u>550,176</u>	<u>10,267,385</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(481)</u>	<u>(5,224,426)</u>	<u>56,892</u>	<u>(3,641,170)</u>	<u>605</u>	<u>(395,765)</u>	<u>(9,204,345)</u>
Other financing sources (uses):							
Transfers in	5,160	-	-	3,642,957	-	-	3,648,117
Transfers out	(29,255)	-	-	-	-	-	(29,255)
Loans issued	1,750,000	-	-	-	-	-	1,750,000
Capital leases issued	-	6,100,000	-	-	-	-	6,100,000
Total other financing sources (uses)	<u>1,725,905</u>	<u>6,100,000</u>	<u>-</u>	<u>3,642,957</u>	<u>-</u>	<u>-</u>	<u>11,468,862</u>
Net change in fund balances	1,725,424	875,574	56,892	1,787	605	(395,765)	2,264,517
Fund balances - beginning	<u>1,417,033</u>	<u>1,059,590</u>	<u>589,348</u>	<u>3,560,813</u>	<u>102,435</u>	<u>2,120,422</u>	<u>8,849,641</u>
Fund balances - ending	<u>\$ 3,142,457</u>	<u>\$ 1,935,164</u>	<u>\$ 646,240</u>	<u>\$ 3,562,600</u>	<u>\$ 103,040</u>	<u>\$ 1,724,657</u>	<u>\$ 11,114,158</u>

CITY OF FORT WAYNE  
 BUDGETARY COMPARISON SCHEDULES -  
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2013

	Parking Meter				Law Enforcement Training				Cable Television			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final			Original	Final		
Revenues:												
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ 48,000	\$ 48,000	128,122	\$ 80,122	\$ 1,067,200	\$ 1,067,200	\$ 1,076,377	\$ 9,177
Charges for services	368,400	368,400	251,030	(117,370)	133,740	133,740	162,033	28,293	-	-	-	-
Fines and forfeits	486,000	486,000	261,326	(224,674)	36,000	36,000	28,992	(7,008)	-	-	-	-
Other	-	-	17,604	17,604	-	-	1,347	1,347	-	-	390	390
Total revenues	854,400	854,400	529,960	(324,440)	217,740	217,740	320,494	102,754	1,067,200	1,067,200	1,076,767	9,567
Expenditures:												
General government:												
Personal services	509,762	509,762	476,634	33,128	-	-	-	-	-	-	-	-
Supplies	17,738	17,738	12,236	5,502	-	-	-	-	-	-	-	-
Other services and charges	80,201	80,201	65,424	14,777	-	-	-	-	1,027,000	1,027,000	975,191	51,809
Capital outlay	-	-	-	-	-	-	-	-	21,687	21,687	11,552	10,135
Public safety:												
Other services and charges	-	-	-	-	184,800	174,600	140,076	34,524	-	-	-	-
Total expenditures	607,701	607,701	554,294	53,407	184,800	174,600	140,076	34,524	1,048,687	1,048,687	986,743	61,944
Other financing sources (uses):												
Transfers out	-	-	-	-	-	-	-	-	(67,000)	(67,000)	(67,000)	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(67,000)	(67,000)	(67,000)	-
Net change in fund balances	246,699	246,699	(24,334)	(271,033)	32,940	43,140	180,418	137,278	(48,487)	(48,487)	23,024	71,511
Fund balances - beginning	75,433	75,433	75,433	-	1,236,108	1,236,108	1,236,108	-	588,991	588,991	588,991	-
Prior Period Adjustment (Note 13)	(15,052)	(15,052)	(15,052)	-	-	-	-	-	-	-	-	-
Total beginning fund balance - restated	60,381	60,381	60,381	-	1,236,108	1,236,108	1,236,108	-	588,991	588,991	588,991	-
Fund balances - ending	<u>\$ 307,080</u>	<u>\$ 307,080</u>	<u>\$ 36,047</u>	<u>\$ (271,033)</u>	<u>\$ 1,269,048</u>	<u>\$ 1,279,248</u>	<u>\$ 1,416,526</u>	<u>\$ 137,278</u>	<u>\$ 540,504</u>	<u>\$ 540,504</u>	<u>\$ 612,015</u>	<u>\$ 71,511</u>

CITY OF FORT WAYNE  
 BUDGETARY COMPARISON SCHEDULES -  
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2013

	Unsafe Building				Public Safety LOIT				Domestic Violence			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final			Original	Final		
Revenues:												
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,479	\$ 7,479	\$ 7,411	\$ (68)
Fines and forfeits	1,187,563	1,187,563	1,187,563	-	-	-	-	-	-	-	-	-
Other	16,485	16,485	16,485	-	-	-	-	-	-	-	-	-
Total revenues	<u>1,204,048</u>	<u>1,204,048</u>	<u>1,204,048</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,479</u>	<u>7,479</u>	<u>7,411</u>	<u>(68)</u>
Expenditures:												
Public safety:												
Supplies	-	-	-	-	-	-	-	-	150	150	-	150
Other services and charges	329,974	329,974	329,974	-	-	-	-	-	7,150	7,150	6,305	845
Total expenditures	<u>329,974</u>	<u>329,974</u>	<u>329,974</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>7,300</u>	<u>7,300</u>	<u>6,305</u>	<u>995</u>
Net change in fund balances	874,074	874,074	874,074	-	-	-	-	-	179	179	1,106	927
Fund balances - beginning	<u>2,389,324</u>	<u>2,389,324</u>	<u>2,389,324</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>8,307</u>	<u>8,307</u>	<u>8,307</u>	<u>-</u>
Fund balances - ending	<u>\$ 3,263,398</u>	<u>\$ 3,263,398</u>	<u>\$ 3,263,398</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 8,486</u>	<u>\$ 8,486</u>	<u>\$ 9,413</u>	<u>\$ 927</u>

CITY OF FORT WAYNE  
 BUDGETARY COMPARISON SCHEDULES -  
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2013

	Rainy Day Fund				Cumulative Capital Improvement			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Intergovernmental	\$ -	\$ -	\$ -	\$ -	\$ 649,449	\$ 649,449	\$ 681,028	\$ 31,579
Other	-	-	-	-	-	-	614	614
Total revenues	-	-	-	-	649,449	649,449	681,642	32,193
Expenditures:								
Services	-	-	-	-	107,375	7,375	-	7,375
Capital outlay	-	-	-	-	603,779	648,302	624,750	23,552
Total expenditures	-	-	-	-	711,154	655,677	624,750	30,927
Other financing sources (uses):								
Transfers out	-	(2,091,273)	(2,091,273)	-	-	-	-	-
Net change in fund balances	-	(2,091,273)	(2,091,273)	-	(61,705)	(6,228)	56,892	63,120
Fund balances - beginning	2,091,273	2,091,273	2,091,273	-	589,348	589,348	589,348	-
Fund balances - ending	<u>\$ 2,091,273</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 527,643</u>	<u>\$ 583,120</u>	<u>\$ 646,240</u>	<u>\$ 63,120</u>

## Non-major Proprietary Funds

**Enterprise Funds** – used to account for the financing of services to the general public where all or most of the costs involved are financed by user charges for such services. The City maintains the following non-major enterprise funds:

**Solid Waste Management** – to account for the cost of collecting, disposing, and recycling of solid waste.

**Civic Center Parking Garage** – to account for revenues and expenses in connection with operating the Civic Center Parking Garage.

**Midtowne Parking Garage** – to account for operating revenues and expenses for the operation of the Midtowne Crossing Garage.

**2001 Parking Garage Addition** – to account for revenues and expenses in connection with the joint City and County parking facility addition.

**Electric Utility** – to account for the fixed assets retained by the utility after the sale to a private electric utility.

**Yardwaste Facility** – to account for the activities of the yardwaste facility.

**Internal Service Funds** – used to account for the financing of goods or services provided by one department or agency to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis. The City maintains the following non-major internal service funds:

**Self Insurance** – to account for the financial requirements to self-insure for the employee medical insurance plan, general liability and automobile liability, and worker's compensation liability.

**Garage** – to account for services rendered to maintain the City fleet of vehicles and equipment.



CITY OF FORT WAYNE  
 COMBINING STATEMENT OF NET POSITION -  
 NON-MAJOR ENTERPRISE FUNDS  
 December 31, 2013

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
<b>Assets</b>							
Current assets:							
Cash and cash equivalents	\$ 1,256,913	\$ 286,331	\$ 16,149	\$ -	\$ -	\$ 379,192	\$ 1,938,585
Receivables:							
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	30,568	30,568
Miscellaneous receivable	64,513	-	6,931	94	-	-	71,538
Due from other funds	1,447,105	-	-	-	-	5	1,447,110
Prepaid expenses	73	3,749	-	-	-	16	3,838
<b>Total current assets</b>	<b>2,768,604</b>	<b>290,080</b>	<b>23,080</b>	<b>94</b>	<b>-</b>	<b>409,781</b>	<b>3,491,639</b>
Noncurrent assets:							
Capital Assets:							
Land, improvements to land and construction in progress	-	997,802	-	-	75,732	4,789	1,078,323
Other capital assets (net of accumulated depreciation)	2,203,377	1,929,757	212,500	1,138,055	18,229	22,308	5,524,226
<b>Total noncurrent assets</b>	<b>2,203,377</b>	<b>2,927,559</b>	<b>212,500</b>	<b>1,138,055</b>	<b>93,961</b>	<b>27,097</b>	<b>6,602,549</b>
<b>Total assets</b>	<b>4,971,981</b>	<b>3,217,639</b>	<b>235,580</b>	<b>1,138,149</b>	<b>93,961</b>	<b>436,878</b>	<b>10,094,188</b>
<b>Liabilities</b>							
Current liabilities:							
Accounts payable	233,620	-	-	5,765	-	17,585	256,970
Wages and withholdings payable	8,401	-	-	-	-	-	8,401
Due to other funds	1,579	-	-	-	-	4,407	5,986
Interfund payable	-	-	-	-	-	64	64
Compensated absences payable - current portion	6,970	-	-	-	-	1,061	8,031
Capital lease payable - current portion	379,336	-	-	-	-	-	379,336
Contracts payable	683,192	-	-	-	-	-	683,192
Revenue bonds payable - current portion	-	-	-	95,000	-	-	95,000
Accrued interest payable	23,539	-	-	23,811	-	-	47,350
Other current liabilities	-	-	-	-	-	1,147	1,147
<b>Total current liabilities</b>	<b>1,336,637</b>	<b>-</b>	<b>-</b>	<b>124,576</b>	<b>-</b>	<b>24,264</b>	<b>1,485,477</b>
Noncurrent liabilities:							
Compensated absences payable	-	-	-	-	-	996	996
Capital lease payable	1,415,658	-	-	-	-	-	1,415,658
Revenue bonds payable, net	-	-	-	845,000	-	-	845,000
Interfund payable	-	-	-	-	-	85	85
<b>Total noncurrent liabilities</b>	<b>1,415,658</b>	<b>-</b>	<b>-</b>	<b>845,000</b>	<b>-</b>	<b>1,081</b>	<b>2,261,739</b>
<b>Total liabilities</b>	<b>2,752,295</b>	<b>-</b>	<b>-</b>	<b>969,576</b>	<b>-</b>	<b>25,345</b>	<b>3,747,216</b>
<b>Net position</b>							
Net investment in capital assets	408,383	2,927,559	212,500	198,055	93,961	27,097	3,867,555
Unrestricted	1,811,303	290,080	23,080	(29,482)	-	384,436	2,479,417
<b>Total net position</b>	<b>\$ 2,219,686</b>	<b>\$ 3,217,639</b>	<b>\$ 235,580</b>	<b>\$ 168,573</b>	<b>\$ 93,961</b>	<b>\$ 411,533</b>	<b>\$ 6,346,972</b>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF NET POSITION -  
 INTERNAL SERVICE FUNDS  
 December 31, 2013

	<u>Self Insurance</u>	<u>Garage</u>	<u>Totals</u>
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 5,698,913	\$ 424,836	\$ 6,123,749
Miscellaneous receivable	69,006	6,042	75,048
Due from other funds	37,038	137,823	174,861
Inventories	-	58,557	58,557
Prepaid expenses	285	176	461
	<u>5,805,242</u>	<u>627,434</u>	<u>6,432,676</u>
Total current assets			
Noncurrent assets:			
Capital assets:			
Land, improvements to land and construction in progress	-	27,277	27,277
Other capital assets (net of accumulated depreciation)	-	370,087	370,087
	<u>-</u>	<u>370,087</u>	<u>370,087</u>
Total noncurrent assets	<u>-</u>	<u>397,364</u>	<u>397,364</u>
Total assets	<u>5,805,242</u>	<u>1,024,798</u>	<u>6,830,040</u>
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	2,014,827	24,623	2,039,450
Wages and withholdings payable	21,689	9,455	31,144
Contract payable	-	418,274	418,274
Due to other funds	1,089	2,013	3,102
Compensated absences payable - current portion	9,349	34,728	44,077
Accrued group insurance benefits payable	1,337,634	-	1,337,634
Other current liabilities	539,662	-	539,662
	<u>3,924,250</u>	<u>489,093</u>	<u>4,413,343</u>
Total liabilities	<u>3,924,250</u>	<u>489,093</u>	<u>4,413,343</u>
<u>Net position</u>			
Net investment in capital assets	-	397,364	397,364
Unrestricted	1,880,992	138,341	2,019,333
	<u>1,880,992</u>	<u>138,341</u>	<u>2,019,333</u>
Total net position	<u>\$ 1,880,992</u>	<u>\$ 535,705</u>	<u>\$ 2,416,697</u>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -  
 NON-MAJOR ENTERPRISE FUNDS  
 For The Year Ended December 31, 2013

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Operating revenues:							
Charges for goods and services	\$ 10,441,182	\$ 679,253	\$ 83,824	\$ 170,306	\$ -	\$ 159,194	\$ 11,533,759
Operating expenses:							
Personnel services	241,865	-	-	-	-	11	241,876
Contractual services	8,497,146	306,700	-	-	-	90,514	8,894,360
Utilities	117	53,733	-	-	-	-	53,850
Administrative services	-	-	-	-	-	34,634	34,634
Other supplies and services	869,361	25,344	81,035	107,953	-	5,112	1,088,805
Insurance claims and premiums	667	8,099	-	-	-	-	8,766
Depreciation	923,971	307,448	12,500	42,150	786	3,953	1,290,808
Total operating expenses	10,533,127	701,324	93,535	150,103	786	134,224	11,613,099
Operating income (loss)	(91,945)	(22,071)	(9,711)	20,203	(786)	24,970	(79,340)
Nonoperating revenues (expenses):							
Interest and investment revenue	1,754	-	9	28	-	-	1,791
Interest expense	(54,015)	-	-	(84,074)	-	(4)	(138,093)
Total nonoperating revenue (expenses)	(52,261)	-	9	(84,046)	-	(4)	(136,302)
Income (loss) before transfers	(144,206)	(22,071)	(9,702)	(63,843)	(786)	24,966	(215,642)
Transfers in	-	-	-	77,215	-	-	77,215
Transfers out	(966,040)	(30,258)	-	-	-	-	(996,298)
Change in net position	(1,110,246)	(52,329)	(9,702)	13,372	(786)	24,966	(1,134,725)
Total net position - beginning	3,335,136	3,269,968	245,282	155,201	94,747	386,567	7,486,901
Prior period adjustment (Note 13)	(5,204)	-	-	-	-	-	(5,204)
Total net position - beginning (restated)	3,329,932	3,269,968	245,282	155,201	94,747	386,567	7,481,697
Total net position - ending	\$ 2,219,686	\$ 3,217,639	\$ 235,580	\$ 168,573	\$ 93,961	\$ 411,533	\$ 6,346,972

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -  
 INTERNAL SERVICE FUNDS  
 For The Year Ended December 31, 2013

	Self Insurance	Garage	Totals
Operating revenues:			
Charges for goods and services	\$ -	\$ 7,482,151	\$ 7,482,151
City contributions	28,211,640	-	28,211,640
Employee contributions	2,305,930	-	2,305,930
Insurance recoveries	520,166	-	520,166
	<u>31,037,736</u>	<u>7,482,151</u>	<u>38,519,887</u>
Total operating revenues			
Operating expenses:			
Personnel services	523,660	246,982	770,642
Contractual services	1,967,889	3,740,762	5,708,651
Utilities	532	32,969	33,501
Other supplies and services	63,806	3,284,644	3,348,450
Insurance claims and premiums	27,429,078	2,038	27,431,116
Depreciation	-	40,712	40,712
	<u>29,984,965</u>	<u>7,348,107</u>	<u>37,333,072</u>
Total operating expenses			
Operating income	<u>1,052,771</u>	<u>134,044</u>	<u>1,186,815</u>
Nonoperating revenues:			
Interest and investment revenue	3,575	166	3,741
Miscellaneous revenue	14,500	6,152	20,652
	<u>18,075</u>	<u>6,318</u>	<u>24,393</u>
Total nonoperating revenues			
Change in net position	1,070,846	140,362	1,211,208
Total net position - beginning	826,170	402,736	1,228,906
Prior period adjustment (Note 13)	<u>(16,024)</u>	<u>(7,393)</u>	<u>(23,417)</u>
Total net position - beginning (restated)	<u>810,146</u>	<u>395,343</u>	<u>1,205,489</u>
Total net position - ending	<u>\$ 1,880,992</u>	<u>\$ 535,705</u>	<u>\$ 2,416,697</u>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF CASH FLOWS -  
 NON-MAJOR ENTERPRISE FUNDS  
 For The Year Ended December 31, 2013

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
<b>Cash flows from operating activities:</b>							
Receipts from customers and users	\$ 10,447,048	\$ 682,507	\$ 89,044	\$ 170,212	\$ -	\$ 196,740	\$ 11,585,551
Payments to suppliers	(9,203,658)	(394,079)	(81,034)	(102,188)	-	(130,309)	(9,911,268)
Payments to employees	(237,438)	-	-	-	-	(11)	(237,449)
Other receipts	-	-	-	-	-	8	8
Net cash provided by operating activities	<u>1,005,952</u>	<u>288,428</u>	<u>8,010</u>	<u>68,024</u>	<u>-</u>	<u>66,428</u>	<u>1,436,842</u>
<b>Cash flows from noncapital financing activities:</b>							
Transfer from other funds	-	-	-	77,215	-	-	77,215
Transfer to other funds	(966,040)	(30,258)	-	-	-	-	(996,298)
Net cash provided (used) by noncapital financing activities	<u>(966,040)</u>	<u>(30,258)</u>	<u>-</u>	<u>77,215</u>	<u>-</u>	<u>-</u>	<u>(919,083)</u>
<b>Cash flows from capital and related financing activities:</b>							
Acquisition and construction of capital assets	-	-	-	-	-	(2,942)	(2,942)
Principal paid on capital debt	-	(273,569)	-	(95,000)	-	-	(368,569)
Capital lease payments	(368,788)	-	-	-	-	-	(368,788)
Interest paid on capital debt	(58,851)	-	-	(54,285)	-	(4)	(113,140)
Net cash used by capital and related financing activities	<u>(427,639)</u>	<u>(273,569)</u>	<u>-</u>	<u>(149,285)</u>	<u>-</u>	<u>(2,946)</u>	<u>(853,439)</u>
<b>Cash flows from investing activities:</b>							
Investment income received	<u>1,754</u>	<u>-</u>	<u>9</u>	<u>28</u>	<u>-</u>	<u>-</u>	<u>1,791</u>
Net increase (decrease) in cash and cash equivalents	(385,973)	(15,399)	8,019	(4,018)	-	63,482	(333,889)
Cash and cash equivalents, January 1	<u>1,642,886</u>	<u>301,730</u>	<u>8,130</u>	<u>4,018</u>	<u>-</u>	<u>315,710</u>	<u>2,272,474</u>
Cash and cash equivalents, December 31	<u>\$ 1,256,913</u>	<u>\$ 286,331</u>	<u>\$ 16,149</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 379,192</u>	<u>\$ 1,938,585</u>
<b>Reconciliation of operating income (loss) to net cash provided (used) by operating activities:</b>							
Operating income (loss)	\$ (91,945)	\$ (22,071)	\$ (9,711)	\$ 20,203	\$ (786)	\$ 24,970	\$ (79,340)
<b>Adjustments to reconcile operating income (loss) to net cash provided by operating activities:</b>							
Depreciation expense	923,971	307,448	12,500	42,150	786	3,953	1,290,808
<b>(Increase) decrease in assets:</b>							
Miscellaneous receivable	159,060	3,253	5,221	(94)	-	37,546	204,986
Due from other funds	(153,194)	-	-	-	-	-	(153,194)
Other assets	-	-	-	-	-	8	8
Prepaid expenses	53	(202)	-	-	-	-	(149)
<b>Increase (decrease) in liabilities:</b>							
Due to other funds	26	-	-	-	-	-	26
Accounts payable and other liabilities	120,039	-	-	5,765	-	(49)	125,755
Wages and withholdings payable	1,559	-	-	-	-	-	1,559
Contracts payable	43,514	-	-	-	-	-	43,514
Compensated absences payable	2,869	-	-	-	-	-	2,869
Total adjustments	<u>1,097,897</u>	<u>310,499</u>	<u>17,721</u>	<u>47,821</u>	<u>786</u>	<u>41,458</u>	<u>1,516,182</u>
Net cash provided by operating activities	<u>\$ 1,005,952</u>	<u>\$ 288,428</u>	<u>\$ 8,010</u>	<u>\$ 68,024</u>	<u>\$ -</u>	<u>\$ 66,428</u>	<u>\$ 1,436,842</u>

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF CASH FLOWS -  
 INTERNAL SERVICE FUNDS  
 For The Year Ended December 31, 2013

	Self Insurance	Garage	Totals
Cash flows from operating activities:			
Receipts from customers and users	\$ 31,374,302	\$ 7,475,732	\$ 38,850,034
Payments to suppliers	(28,716,519)	(7,050,749)	(35,767,268)
Payments to employees	(535,895)	(232,220)	(768,115)
Net cash provided by operating activities	<u>2,121,888</u>	<u>192,763</u>	<u>2,314,651</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	-	(38,580)	(38,580)
Cash flows from investing activities:			
Investment income received	<u>3,575</u>	<u>166</u>	<u>3,741</u>
Net increase in cash and cash equivalents	2,125,463	154,349	2,279,812
Cash and cash equivalents, January 1	<u>3,573,450</u>	<u>270,487</u>	<u>3,843,937</u>
Cash and cash equivalents, December 31	<u>\$ 5,698,913</u>	<u>\$ 424,836</u>	<u>\$ 6,123,749</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 1,052,771	\$ 134,044	\$ 1,186,815
Adjustments to reconcile operating income to net cash provided by operating activities:			
Nonoperating revenue	14,500	6,152	20,652
Depreciation expense	-	40,712	40,712
(Increase) decrease in assets:			
Miscellaneous receivable	341,758	563	342,321
Due from other funds	(19,693)	(13,134)	(32,827)
Inventories	-	11,601	11,601
Prepaid expenses	397	103	500
Increase (decrease) in liabilities:			
Accounts payable and other liabilities	847,968	(95,563)	752,405
Due to other funds	-	1,023	1,023
Wages and withholdings payable	(248)	7,836	7,588
Contracts payable	-	85,107	85,107
Accrued group insurance benefits	(115,813)	-	(115,813)
Compensated absences payable	<u>248</u>	<u>14,319</u>	<u>14,567</u>
Total adjustments	<u>1,069,117</u>	<u>58,719</u>	<u>1,127,836</u>
Net cash provided by operating activities	<u>\$ 2,121,888</u>	<u>\$ 192,763</u>	<u>\$ 2,314,651</u>

## Non-major Fiduciary Funds

**Pension Trust Funds** – used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans. The City maintains the following non-major pension trust funds:

**Fire Pension** – to account for the provision of retirement and disability benefits to firefighters hired prior to May 1, 1977.

**Police Pension** – to account for the provision of retirement and disability benefits to police officers hired prior to May 1, 1977.

**Sanitary Officers' Pension** – to account for the provision of retirement and disability benefits to employees of the County Health departments.

**Agency Funds** – used to account for resources that are custodial in nature. They generally are amounts held by the City on behalf of third parties. The City maintains the following non-major agency funds.

**FWNP Program** – to account for housing rehab loans turned over to the City by Fort Wayne Neighborhood Housing Partnership.

CITY OF FORT WAYNE  
 COMBINING STATEMENT OF NET POSITION -  
 PENSION TRUST FUNDS  
 December 31, 2013

	Pension Trust Funds			
	Fire Pension	Police Pension	Sanitary Officers' Pension	Totals
<u>Assets</u>				
Cash and cash equivalents	\$ 435,674	\$ 1,630,810	\$ 20,723	\$ 2,087,207
Receivables:				
Taxes	-	-	13,209	13,209
Total assets	<u>435,674</u>	<u>1,630,810</u>	<u>33,932</u>	<u>2,100,416</u>
<u>Liabilities</u>				
Accounts payable	<u>14,395</u>	<u>18,282</u>	<u>1,275</u>	<u>33,952</u>
<u>Net position</u>				
Net position held in trust for:				
Employees' pension benefits	<u>\$ 421,279</u>	<u>\$ 1,612,528</u>	<u>\$ 32,657</u>	<u>\$ 2,066,464</u>



CITY OF FORT WAYNE  
 COMBINING STATEMENT OF CHANGES IN NET POSITION -  
 PENSION TRUST FUNDS  
 For The Year Ended December 31, 2013

	Fire Pension	Police Pension	Sanitary Officers' Pension	Totals
<u>Additions</u>				
Contributions:				
Employer	\$ 6,771,704	\$ 8,420,573	\$ 343,610	\$ 15,535,887
Plan members	-	72	-	72
Other	183	17,871	-	18,054
Investment income:				
Interest	501	1,169	43	1,713
Total additions	<u>6,772,388</u>	<u>8,439,685</u>	<u>343,653</u>	<u>15,555,726</u>
<u>Deductions</u>				
Benefits and refunds paid to plan members and beneficiaries	6,965,285	7,846,037	457,746	15,269,068
Administrative expenses	21,633	15,142	4,313	41,088
Total deductions	<u>6,986,918</u>	<u>7,861,179</u>	<u>462,059</u>	<u>15,310,156</u>
Changes in net position	(214,530)	578,506	(118,406)	245,570
Net position - beginning	<u>635,809</u>	<u>1,034,022</u>	<u>151,063</u>	<u>1,820,894</u>
Net position - ending	<u>\$ 421,279</u>	<u>\$ 1,612,528</u>	<u>\$ 32,657</u>	<u>\$ 2,066,464</u>

CITY OF FORT WAYNE  
 SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES -  
 AGENCY FUND  
 For The Year Ended December 31, 2013

	<u>FWNP Program</u>
Assets:	
Other assets - January 1, 2013	\$ 31,156
Additions	9,614
Deductions	<u>(9,614)</u>
Other assets - December 31, 2013	<u>31,156</u>
Total assets - December 31, 2013	<u>\$ 31,156</u>
Liabilities:	
Payables - January 1, 2013	\$ 31,156
Additions	-
Deductions	<u>-</u>
Payables - December 31, 2013	<u>31,156</u>
Total liabilities - December 31, 2013	<u>\$ 31,156</u>

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# STATISTICAL SECTION



## Statistical Section

This part of the City of Fort Wayne'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 overall financial health of Fort Wayne.

### Contents

### Schedule

#### **Financial Trends**

These schedules contain trend information to help the reader understand how Fort Wayne's financial performance and well-being has changed over time.

1, 2, 3, 4

#### **Revenue Capacity**

These schedules contain information to help the reader assess the factors affecting Fort Wayne's ability to generate its property taxes.

5, 6, 7, 8,  
9, 10

#### **Debt Capacity**

These schedules present information to help the reader assess the affordability of Fort Wayne's current levels of outstanding debt and the city's ability to issue additional debt in the future.

11, 12, 13, 14  
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#### **Demographic and Economic Information**

These schedules offer demographic and economic indicators to help the reader understand the environment within which Fort Wayne's financial activities take place and to help make comparisons over time and with other governments.

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#### **Operating Information**

These schedules contain information about Fort Wayne's operations and resources to help the reader understand how the city's financial information relates to the services Fort Wayne provides and the activities it performs.

18, 19, 20

**Schedule 1**  
**City of Fort Wayne**  
**Net Position by Component,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	<b>FISCAL YEAR</b>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
Governmental activities										
Invested in capital position, net of related debt	\$ 508,789,081	\$ 458,516,651	\$ 533,702,894	\$ 589,350,242	\$ 607,547,297	\$ 618,276,569	\$ 620,124,839	\$ 621,722,108	\$ 599,663,536	\$ 611,772,124
Unrestricted	(23,697,714)	19,367,230	26,886,506	(2,400,493)	360,631	88,388,510	(17,889,370)	(9,568,045)	46,361,334	42,976,564
Total governmental activities net position	<u>\$ 485,091,367</u>	<u>\$ 477,883,881</u>	<u>\$ 560,589,400</u>	<u>\$ 586,949,749</u>	<u>\$ 607,907,928</u>	<u>\$ 706,665,079</u>	<u>\$ 602,235,469</u>	<u>\$ 612,154,063</u>	<u>\$ 646,024,870</u>	<u>\$ 654,748,688</u>
Business-type activities										
Invested in capital position, net of related debt	\$ 328,189,954	\$ 349,671,981	\$ 320,404,006	\$ 386,420,190	\$ 402,815,943	\$ 414,351,923	\$ 411,514,334	\$ 417,438,607	\$ 428,453,754	\$ 434,943,499
Restricted	46,047,504	46,839,484	96,920,622	110,423,778	43,201,025	51,704,050	56,344,015	68,706,901	35,726,314	42,755,225
Unrestricted	14,607,656	14,560,385	9,776,256	(48,810,671)	8,706,741	5,788,191	21,000,124	28,229,967	24,454,318	36,589,844
Total business-type activities net position	<u>\$ 388,845,114</u>	<u>\$ 411,071,850</u>	<u>\$ 427,100,884</u>	<u>\$ 448,033,297</u>	<u>\$ 454,723,709</u>	<u>\$ 471,844,164</u>	<u>\$ 488,858,473</u>	<u>\$ 514,375,475</u>	<u>\$ 488,634,386</u>	<u>\$ 514,288,568</u>
Primary government										
Invested in capital position, net of related debt	\$ 836,979,035	\$ 808,188,632	\$ 854,106,900	\$ 975,770,432	\$ 1,010,363,240	\$ 1,032,628,492	\$ 1,031,639,173	\$ 1,039,160,715	\$ 1,028,117,290	\$ 1,046,715,623
Restricted	46,047,504	46,839,484	96,920,622	110,423,778	43,201,025	51,704,050	56,344,015	68,706,901	35,726,314	42,755,225
Unrestricted	(9,090,058)	33,927,615	36,662,762	(51,211,164)	9,067,372	94,176,701	3,110,754	18,661,922	70,815,652	79,566,408
Total primary government net position	<u>\$ 873,936,481</u>	<u>\$ 888,955,731</u>	<u>\$ 987,690,284</u>	<u>\$ 1,034,983,046</u>	<u>\$ 1,062,631,637</u>	<u>\$ 1,178,509,243</u>	<u>\$ 1,091,093,942</u>	<u>\$ 1,126,529,538</u>	<u>\$ 1,134,659,256</u>	<u>\$ 1,169,037,256</u>

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 2**  
**City of Fort Wayne**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	FISCAL YEAR									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>Expenses</b>										
Governmental activities:										
General government	\$ 33,415,208	\$ 36,908,051	\$ 34,267,228	\$ 43,293,115	\$ 46,912,125	\$ 42,499,929	\$ 54,270,711	\$ 37,750,405	\$ 56,624,948	\$ 50,614,038
Public safety (A)	80,775,673	80,640,428	85,874,761	73,322,973	89,437,205	91,472,609	88,538,736	99,719,439	117,073,744	95,038,152
Highways and streets	16,275,839	15,420,566	16,622,514	18,421,359	16,182,347	15,232,445	15,067,481	20,364,096	25,361,212	18,309,159
Sanitation	11,650	3,200	-	-	-	-	-	-	-	-
Health and welfare	1,978,936	1,913,439	2,048,561	2,061,814	2,241,770	2,208,504	2,293,273	2,360,378	2,427,916	2,337,893
Economic opportunity	539,527	563,393	633,818	676,725	581,361	614,539	629,750	854,216	859,447	1,097,287
Economic development	12,807,160	17,909,374	14,280,814	16,881,930	14,195,896	21,003,458	20,071,592	21,446,449	14,169,803	16,190,547
Culture and recreation	15,208,568	14,055,443	15,147,975	16,713,524	18,464,611	16,239,119	16,145,659	16,310,730	16,911,849	16,943,561
Urban redevelopment and housing	7,725,149	10,420,374	12,274,740	13,925,691	9,880,650	11,556,347	16,067,339	15,349,620	13,261,916	8,456,224
Interest on long-term debt	2,343,378	3,275,178	3,345,188	5,059,418	4,897,612	6,595,660	8,561,047	8,003,142	7,570,378	6,911,476
Total governmental activities expenses	<u>171,081,088</u>	<u>181,109,446</u>	<u>184,495,599</u>	<u>190,356,549</u>	<u>202,793,577</u>	<u>207,422,610</u>	<u>221,645,588</u>	<u>222,157,475</u>	<u>254,261,213</u>	<u>215,898,337</u>
Business-type activities:										
Water	20,118,692	20,937,933	22,097,610	23,967,328	25,534,359	27,115,430	28,536,908	30,172,661	30,861,585	31,646,349
Wastewater	21,581,577	22,897,615	25,818,890	25,070,120	27,108,486	30,155,146	32,286,367	35,442,210	36,861,668	39,188,536
Stormwater	5,129,101	5,455,470	6,790,476	8,524,119	9,297,028	8,814,871	6,726,323	6,644,746	6,340,243	6,988,721
Parking garages	1,066,214	872,193	856,677	870,496	1,103,152	927,160	962,090	1,031,575	840,032	1,029,036
Solid waste	6,620,643	6,433,915	9,198,279	9,685,013	9,173,713	9,421,139	9,176,636	9,537,722	10,302,317	10,587,142
Other	906,619	567,938	548,601	601,180	789,263	792,249	1,327,890	342,878	135,017	135,014
Total business-type activities expenses	<u>55,422,846</u>	<u>57,165,334</u>	<u>65,310,533</u>	<u>68,718,256</u>	<u>73,006,001</u>	<u>77,225,995</u>	<u>79,016,214</u>	<u>83,171,792</u>	<u>85,340,862</u>	<u>89,574,798</u>
Total primary government expenses	<u>\$ 226,503,934</u>	<u>\$ 238,274,780</u>	<u>\$ 249,806,132</u>	<u>\$ 259,074,805</u>	<u>\$ 275,799,578</u>	<u>\$ 284,648,605</u>	<u>\$ 300,661,802</u>	<u>\$ 305,329,267</u>	<u>\$ 339,602,075</u>	<u>\$ 305,473,135</u>
<b>Program Revenues</b>										
Governmental activities:										
Charges for services:										
General government	\$ 26,065,716	\$ 14,782,844	\$ 16,928,556	\$ 15,541,243	\$ 19,576,653	\$ 16,211,704	\$ 17,921,175	\$ 18,866,514	\$ 20,022,851	\$ 20,645,091
Public safety	1,084,587	1,794,739	1,998,386	3,669,870	3,466,134	2,784,920	3,187,197	2,131,190	4,556,089	2,009,087
Highways and streets	2,749,257	4,731,776	1,927,137	2,796,825	2,527,736	3,534,887	3,143,593	2,913,768	4,989,382	1,702,095
Health and welfare	369,635	415,067	410,062	402,630	415,483	-	389,397	392,683	351,282	352,843
Economic opportunity	750	9,500	-	-	-	-	-	-	-	239,652
Economic development	412,003	291,359	272,422	294,763	238,750	358,399	22,014	2,540	4,556	800
Culture and recreation	4,919,555	5,039,482	4,095,331	3,629,892	3,912,244	3,420,932	3,181,970	3,325,834	3,390,634	3,493,500
Urban redevelopment and housing	67,143	83,523	84,484	191,034	35,873	585,395	976,603	1,968,975	1,938,820	4,597,628
Operating grants and contributions	20,073,260	19,726,510	24,136,110	29,823,769	26,297,770	26,007,077	28,849,624	24,575,372	28,574,586	27,397,898
Capital grants and contributions	-	-	83,827,988	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>55,741,906</u>	<u>46,874,800</u>	<u>133,680,476</u>	<u>56,350,026</u>	<u>56,470,643</u>	<u>52,903,314</u>	<u>57,671,573</u>	<u>54,176,876</u>	<u>63,828,200</u>	<u>60,438,594</u>
Business-type activities:										
Charges for services:										
Water	24,006,361	24,840,923	25,849,920	30,122,226	31,592,716	31,275,117	33,511,691	33,299,143	33,483,078	39,757,464
Wastewater	29,123,296	30,797,618	28,495,423	34,681,439	34,108,946	36,112,762	42,532,710	51,105,546	52,708,121	56,837,593
Stormwater	5,242,971	5,842,887	9,440,089	9,386,794	9,639,442	9,838,056	9,656,494	10,866,155	9,765,631	10,135,025
Parking garages	890,030	814,664	824,206	941,558	846,423	936,653	886,718	853,578	750,755	933,383
Solid waste	6,763,694	8,090,087	9,179,821	9,191,668	10,756,633	10,769,150	10,868,182	10,888,565	10,533,360	10,441,182
Other	1,831,641	1,835,883	1,928,780	1,847,590	1,880,703	1,903,148	1,901,300	153,582	208,686	159,194
Capital grants and contributions	4,237,355	7,657,241	4,812,222	2,261,521	4,042,688	2,051,375	1,145,028	8,807,876	2,553,796	3,814,014
Total business-type activities program revenues	<u>72,095,348</u>	<u>79,879,303</u>	<u>80,530,461</u>	<u>88,432,796</u>	<u>92,867,551</u>	<u>92,886,261</u>	<u>100,502,123</u>	<u>115,974,445</u>	<u>110,003,427</u>	<u>122,077,855</u>
Total primary government program revenues	<u>\$ 127,837,254</u>	<u>\$ 126,754,103</u>	<u>\$ 214,210,937</u>	<u>\$ 144,782,822</u>	<u>\$ 149,338,194</u>	<u>\$ 145,789,575</u>	<u>\$ 158,173,696</u>	<u>\$ 170,151,321</u>	<u>\$ 173,831,627</u>	<u>\$ 182,516,449</u>
<b>Net (Expense)/Revenue</b>										
Governmental activities	\$ (115,339,182)	\$ (134,234,646)	\$ (50,815,123)	\$ (134,006,523)	\$ (146,322,934)	\$ (154,519,296)	\$ (163,974,015)	\$ (167,980,599)	\$ (190,433,013)	\$ (155,459,743)
Business-type activities	16,672,502	22,713,969	15,219,928	19,714,540	19,861,550	15,660,266	21,485,909	32,802,653	24,662,565	32,503,057
Total primary government net expense	<u>\$ (98,666,680)</u>	<u>\$ (111,520,677)</u>	<u>\$ (35,595,195)</u>	<u>\$ (114,291,983)</u>	<u>\$ (126,461,384)</u>	<u>\$ (138,859,030)</u>	<u>\$ (142,488,106)</u>	<u>\$ (135,177,946)</u>	<u>\$ (165,770,448)</u>	<u>\$ (122,956,686)</u>

Continued on next page

**Schedule 2**  
**City of Fort Wayne**  
**Changes in Net Position,**  
**Last Ten Fiscal Years**  
*(accrual basis of accounting)*

	FISCAL YEAR									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>General Revenues and Other Changes in Net Position</b>										
Governmental activities:										
Taxes										
Property Taxes	\$ 80,344,000 (B)	\$ 76,008,208	\$ 81,710,470	\$ 101,530,616	\$ 101,143,807	\$ 106,258,189	\$ 101,740,994	\$ 102,373,455	\$ 101,741,414	\$ 98,889,877
CEDIT	15,830,142	16,206,853	18,559,384	22,639,824	26,043,765	21,597,717	13,152,138	30,609,528	21,325,013	23,402,767
Shared revenues	-	-	-	-	-	10,598,990	12,343,443	12,815,920	12,371,147	12,549,771
Other tax	18,222,124	23,368,053	19,465,162	22,721,936	25,611,516	14,657,823	8,176,180	18,747,296	13,602,411	16,747,446
Grants and contributions not restricted to a specific program	20,608,081	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	538,372	2,057,818	3,501,707	2,648,235	1,203,254	133,281	192,071	134,828	2,087,098	1,814,996
Refunds and reimbursements	239,812	551,582	676,499	554,435	447,443	-	-	-	-	-
Other	3,678,570	4,564,806	4,538,422	5,329,916	7,420,643	5,001,387	4,265,209	5,643,312	4,964,340	6,217,961
Transfers	3,978,115	4,269,840	5,068,998	4,941,910	5,410,685	5,913,483	7,971,274	7,574,854	69,181,442	8,282,519
<b>Total governmental activities</b>	<b>143,439,216</b>	<b>127,027,160</b>	<b>133,520,642</b>	<b>160,366,872</b>	<b>167,281,113</b>	<b>164,160,870</b>	<b>147,841,309</b>	<b>177,899,193</b>	<b>225,272,865</b>	<b>167,905,337</b>
Business-type activities:										
Unrealized gain	1,505,331	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	1,584,415	3,745,919	5,871,663	6,925,750	(7,760,453)	7,369,457	4,335,200	289,203	185,718	162,353
Other	153,891	36,688	6,441	-	-	4,215	(835,526)	-	-	1,276,495
Transfers	(3,978,115)	(4,269,840)	(5,068,998)	(4,941,910)	(5,410,685)	(5,913,483)	(7,971,274)	(7,574,854)	(69,181,442)	(8,282,519)
Special items:										
Loss on abandonment	-	-	-	-	-	-	-	-	-	-
Change in accounting estimate	-	-	-	(765,967)	-	-	-	-	-	-
<b>Total business-type activities</b>	<b>(734,478)</b>	<b>(487,233)</b>	<b>809,106</b>	<b>1,217,873</b>	<b>(13,171,138)</b>	<b>1,460,189</b>	<b>(4,471,600)</b>	<b>(7,285,651)</b>	<b>(68,995,724)</b>	<b>(6,843,671)</b>
<b>Total primary government</b>	<b>\$ 142,704,738</b>	<b>\$ 126,539,927</b>	<b>\$ 134,329,748</b>	<b>\$ 161,584,745</b>	<b>\$ 154,109,975</b>	<b>\$ 165,621,059</b>	<b>\$ 143,369,709</b>	<b>\$ 170,613,542</b>	<b>\$ 156,277,141</b>	<b>\$ 161,061,666</b>
<b>Change in Net Position</b>										
Governmental activities	\$ 28,100,034	\$ (7,207,486)	\$ 82,705,519 (C)	\$ 26,360,349	\$ 20,958,179	\$ 9,641,574	\$ (16,132,706)	\$ 9,918,594	\$ 34,839,852	\$ 12,445,594
Business-type activities	15,938,024	22,226,736	16,029,034	20,932,413	6,690,412	17,120,455	17,014,309	25,517,002	(44,333,159)	25,659,386
<b>Total primary government</b>	<b>\$ 44,038,058</b>	<b>\$ 15,019,250</b>	<b>\$ 98,734,553</b>	<b>\$ 47,292,762</b>	<b>\$ 27,648,591</b>	<b>\$ 26,762,029</b>	<b>\$ 881,603</b>	<b>\$ 35,435,596</b>	<b>\$ (9,493,307)</b>	<b>\$ 38,104,980</b>

(A) Increase in 2003 is mainly due to the staffing of two new fire stations in preparation for 2004 annexations.  
(B) Increase from 2003 to 2004 is due to the reassessment in 2003 and the annexations that became effective in 2004.  
(C) Increase from 2005 to 2006 is mainly due to the annexation of Aboite township which resulted in additional road infrastructure.

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002.



**Schedule 3**  
**City of Fort Wayne**  
**Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	<b>FISCAL YEAR</b>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
General Fund										
Reserved	\$ 833,316	\$ 370,046	\$ 567,547	\$ 773,156	\$ 441,349	\$ 237,956	\$ 771,329	\$ 1,770,101	\$ 729,060	\$ 902,219
Unreserved	9,730,849	12,332,693	10,430,841	13,748,285	17,523,205	22,120,466	19,700,924	17,114,010	7,513,607	2,344,562
Total general fund	<u>\$ 10,564,165</u>	<u>\$ 12,702,739</u>	<u>\$ 10,998,388</u>	<u>\$ 14,521,441</u>	<u>\$ 17,964,554</u>	<u>\$ 22,358,422</u>	<u>\$ 20,472,253</u>	<u>\$ 18,884,111</u>	<u>\$ 8,242,667</u>	<u>\$ 3,246,781</u>
All Other Governmental Funds										
Reserved	\$ 18,881,377	\$ 18,039,151	\$ 17,005,413	\$ 35,711,349	\$ 23,859,569	\$ 40,286,861	\$ 38,984,950	\$ 29,682,641	\$ 161,865,878	\$ 161,129,994
Unreserved, reported in:										
Special revenue funds	9,288,118	20,971,859	16,538,405	15,149,846	21,134,098	20,360,573	10,605,142	12,980,544	(3,475)	(18,151)
Debt service funds								(1,157,860)	(1,735,577)	(1,300,558)
Capital projects funds	19,499,885	59,135,314	75,742,600	35,469,432	41,320,714	54,296,240	44,775,635	51,603,195	-	-
Total all other governmental funds	<u>\$ 47,669,380</u>	<u>\$ 98,146,324</u>	<u>\$ 109,286,418</u>	<u>\$ 86,330,627</u>	<u>\$ 86,314,381</u>	<u>\$ 114,943,674</u>	<u>\$ 94,365,727</u>	<u>\$ 93,108,520</u>	<u>\$ 160,126,826</u>	<u>\$ 159,811,285</u>
Total all funds	<u>\$ 58,233,545</u>	<u>\$ 110,849,063</u>	<u>\$ 120,284,806</u>	<u>\$ 100,852,068</u>	<u>\$ 104,278,935</u>	<u>\$ 137,302,096</u>	<u>\$ 114,837,980</u>	<u>\$ 111,992,631</u>	<u>\$ 168,369,493</u>	<u>\$ 163,058,066</u>

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 4**  
**City of Fort Wayne**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	FISCAL YEAR									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>Revenues</b>										
Taxes	\$ 124,763,838	\$ 115,506,409	\$ 121,346,167	\$ 143,367,188	\$ 150,144,132	\$ 159,225,133	\$ 137,255,522	\$ 161,905,901	\$ 154,014,688	\$ 149,280,367
Special assessments	1,467,452	884,628	624,104	1,100,821	2,624,496	518,243	370,683	220,531	616,344	151,990
Licenses and permits	2,518,200	2,551,928	2,770,726	2,918,642	3,104,693	3,297,008	3,436,698	3,340,956	3,373,964	3,428,466
Intergovernmental	16,030,237	21,293,218	20,655,668	21,024,827	21,153,423	20,762,071	24,789,823	22,895,276	22,569,745	23,081,665
Charges for services	8,934,918	11,588,833	11,391,877	11,829,982	13,552,905	12,504,176	11,534,926	9,451,477	12,896,865	8,968,647
Fines and forfeits	1,835,584	1,782,439	2,086,280	2,235,376	2,739,687	1,628,997	1,259,583	1,923,258	2,154,282	2,040,081
Other revenues	5,478,327	7,922,217	9,810,233	11,808,418	7,956,694	6,316,881	6,811,929	7,944,386	12,876,247	13,902,101
<b>Total revenues</b>	<b>\$ 161,028,556</b>	<b>\$ 161,529,672</b>	<b>\$ 168,685,055</b>	<b>\$ 194,285,254</b>	<b>\$ 201,276,030</b>	<b>\$ 204,252,509</b>	<b>\$ 185,459,164</b>	<b>\$ 207,681,785</b>	<b>\$ 208,502,135</b>	<b>\$ 200,853,317</b>
<b>Expenditures</b>										
General government	12,428,283	12,783,421	14,304,380	16,778,706	16,705,755	18,018,850	20,565,280	16,862,976	18,541,886	18,413,510
Public safety	71,167,443	75,850,684	81,888,043	88,331,161	96,522,275	92,779,336	94,456,145	96,714,372	100,799,538	104,407,777
Highways and streets	20,435,369	19,297,784	19,156,312	21,605,191	21,614,732	23,233,485	21,498,417	24,199,424	28,789,645	23,303,830
Sanitation	11,650	3,200	-	-	-	-	-	-	-	-
Health and welfare	1,948,213	2,091,874	2,277,770	2,455,757	2,640,100	2,673,814	2,719,563	2,813,251	2,914,915	2,882,056
Economic opportunity	539,527	563,393	633,818	676,725	581,361	614,539	629,750	853,216	859,447	1,097,287
Economic development	2,989,073	3,011,176	2,374,777	2,613,308	2,974,721	4,768,443	4,485,927	6,287,472	4,545,413	4,511,986
Culture and recreation	17,818,095	15,699,132	17,411,791	20,682,816	20,278,971	17,043,814	16,816,035	17,454,015	16,616,587	17,502,472
Urban redevelopment and housing	8,176,225	11,543,846	13,245,625	23,873,279	27,706,283	12,265,364	15,584,714	12,455,659	13,512,729	11,595,796
Capital outlay	15,721,064	24,634,068	29,176,837	43,204,117	25,525,070	63,656,899	24,255,712	30,793,392	19,108,837	17,026,173
Debt service										
Principal	7,929,184	7,207,598	8,250,899	9,105,532	12,958,615	10,170,000	11,450,000	10,716,170	12,110,000	11,665,000
Interest	1,440,734	2,825,005	3,944,739	4,221,037	4,119,238	5,432,408	7,633,011	7,152,041	6,709,179	6,193,017
Bond issuance costs	-	1,275,140	493,419	-	-	68,471	-	-	-	-
<b>Total expenditures</b>	<b>160,604,860</b>	<b>176,786,321</b>	<b>193,158,410</b>	<b>233,547,629</b>	<b>231,627,121</b>	<b>250,725,423</b>	<b>220,094,554</b>	<b>226,301,988</b>	<b>224,508,176</b>	<b>218,598,904</b>
Excess of revenues over (under) expenditures	423,696	(15,256,649)	(24,473,355)	(39,262,375)	(30,351,091)	(46,472,914)	(34,635,390)	(18,620,203)	(16,006,041)	(17,745,587)

Continued on next page

**Schedule 4**  
**City of Fort Wayne**  
**Changes in Fund Balances, Governmental Funds,**  
**Last Ten Fiscal Years**  
*(modified accrual basis of accounting)*

	<b>FISCAL YEAR</b>									
	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>	<u>2011</u>	<u>2012</u>	<u>2013</u>
<b>Other Financing Sources (Uses)</b>										
Transfers in	16,297,753	17,811,315	29,753,688	24,523,935	29,538,091	31,104,814	37,150,609	35,527,229	90,080,123	33,348,031
Transfers out	(12,341,200)	(13,550,782)	(24,699,590)	(19,582,025)	(24,167,406)	(26,391,331)	(29,179,335)	(27,952,375)	(22,298,681)	(25,065,512)
Bonds issued	-	59,215,000	20,825,000	-	-	49,595,000	-	-	-	-
Premium on bond issuance	-	453,094	-	-	-	237,467	-	-	-	-
Discount on bonds sold	-	-	-	-	-	(528,731)	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	-	(3,056,144)	-	-	-	-
Loans issued	-	-	-	1,500,000	9,850,000	-	-	-	-	1,750,000
Capital leases	5,675,000	3,943,540	8,030,000	13,387,727	18,557,273	28,535,000	4,200,000	8,200,000	5,570,506	6,100,000
Total other financing sources (uses)	<u>9,631,553</u>	<u>67,872,167</u>	<u>33,909,098</u>	<u>19,829,637</u>	<u>33,777,958</u>	<u>79,496,075</u>	<u>12,171,274</u>	<u>15,774,854</u>	<u>73,351,948</u>	<u>16,132,519</u>
Net change in fund balances	<u>\$ 10,055,249</u>	<u>\$ 52,615,518</u> (A)	<u>\$ 9,435,743</u>	<u>\$ (19,432,738)</u>	<u>\$ 3,426,867</u>	<u>\$ 33,023,161</u> (B)	<u>\$ (22,464,116)</u>	<u>\$ (2,845,349)</u>	<u>\$ 57,345,907</u>	<u>\$ (1,613,068)</u>
Debt service as a percentage of noncapital expenditures	6.8%	6.8%	7.8%	7.6%	8.6%	10.3%	10.1%	9.4%	9.6%	8.9%

(A) The increase in fund balances from governmental funds in 2005 was the result of three major bond issues.

(B) The increase in fund balances from governmental funds in 2009 was the result of two major bond issues.

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 5  
City of Fort Wayne  
Tax Revenues by Source, Governmental Funds,  
Last Ten Fiscal Years**

<b>Fiscal Year</b>	<b>(A) General Property</b>	<b>Excise</b>	<b>Wheel</b>	<b>Financial Institution</b>	<b>COIT</b>	<b>(B) CEDIT</b>	<b>(C) CRED</b>	<b>Total</b>
<b>2004</b>	90,767,526	5,087,183	1,853,777	746,630	10,478,580	15,830,142	-	124,763,838
<b>2005</b>	77,055,981	6,072,381	1,837,641	721,706	13,611,847	16,206,853	-	115,506,409
<b>2006</b>	82,206,070	6,040,667	1,889,604	697,578	11,929,264	18,582,984	-	121,346,167
<b>2007</b>	100,296,860	7,226,724	1,993,311	701,520	11,971,510	21,177,263	-	143,367,188
<b>2008</b>	103,507,348	7,430,416	2,294,080	749,778	13,270,484	22,892,026	-	150,144,132
<b>2009</b>	105,390,737	7,367,276	2,197,107	719,430	17,338,565	26,212,018	-	159,225,133
<b>2010</b>	102,628,121	7,323,046	4,276,697	699,339	8,176,180	14,152,138	-	137,255,522
<b>2011</b>	102,997,748	7,541,737	4,360,311	707,531	16,936,027	28,362,547	1,000,000	161,905,901
<b>2012</b>	101,752,044	7,587,261	4,566,893	687,052	14,725,753	22,945,684	1,750,000	154,014,688
<b>2013</b>	99,525,426	7,241,730	4,353,025	687,548	14,135,824	21,586,815	1,750,000	149,280,367

( A ) Includes taxes on both real and personal property.

( B ) The first revenue from the County Economic Development Income Tax was received in June of 1994. The tax was effective July 1, 1993.

( C ) The first revenue from the Community Revitalization Enhancement District Tax (CRED) was received in November 2007.

NOTE: For the years 2007-2010 the CRED Taxes were included in the CEDIT amount.

Source: City of Fort Wayne Statement of Revenues, Expenditures and Changes in Fund Balances. While the Statement of Revenues list total tax revenue, the sources were itemized for this schedule.

**Schedule 6  
City of Fort Wayne  
Property Tax Levies and Collections,  
Last Ten Fiscal Years for Allen County**

<b><u>Tax Collections Measurement:</u></b>	<b>2013</b>	<b>2012</b>	<b>2011</b>	<b>2010</b>	<b>2009</b>
Total Tax Levy	\$ 331,494,358	\$ 324,449,495	\$ 316,973,671	\$ 319,525,460	\$ 337,853,052
Current Tax Collections	\$ 321,700,333	\$ 313,264,561	\$ 306,407,599	\$ 307,284,280	\$ 322,439,869
Percent of Levy Collected	97.05%	96.55%	96.67%	96.17%	95.44%
Delinquent Tax Collections	\$ 9,896,607	\$ 9,423,276	\$ 7,492,374	\$ 5,437,834	\$ 12,026,170
Total Tax Collections	\$ 331,596,940	\$ 322,687,836	\$ 313,899,973	\$ 312,722,114	\$ 334,466,039
Percent of Total Tax Collections to Levy	100.03%	99.46%	99.03%	97.87%	99.00%
Outstanding Delinquent Taxes	\$ 12,265,024	\$ 14,007,744	\$ 13,781,018	\$ 15,892,667	\$ 19,209,633
Percent of Delinquent Taxes to Levy	3.70%	4.32%	4.35%	4.97%	5.69%

<b><u>Tax Collections Measurement:</u></b>	<b>2008</b>	<b>2007</b>	<b>2006</b>	<b>2005</b>	<b>2004</b>
Total Tax Levy	\$ 468,378,102	\$ 450,324,056	\$ 423,667,496	\$ 404,939,852	\$ 392,189,991
Current Tax Collections	\$ 454,185,187	\$ 433,282,315	\$ 411,472,985	\$ 392,526,880	\$ 377,612,575
Percent of Levy Collected	96.97%	96.22%	97.12%	96.93%	96.28%
Delinquent Tax Collections	\$ 10,843,230	\$ 16,618,199	\$ 9,072,693	\$ 6,754,184	\$ 4,320,258
Total Tax Collections	\$ 465,028,417	\$ 449,900,514	\$ 420,545,678	\$ 399,281,064	\$ 381,932,833
Percent of Total Tax Collections to Levy	99.28%	99.91%	99.26%	98.60%	97.38%
Outstanding Delinquent Taxes	\$ 18,780,143	\$ 23,314,369	\$ 15,360,588	\$ 16,878,058	\$ 22,056,911
Percent of Delinquent Taxes to Levy	4.01%	5.18%	3.63%	4.17%	5.62%

Source: Allen County Auditor's Office

Note: GASB Statement 44 requires that the information in this schedule be shown for each "period for which levied" as defined in Statement 33. The City of Fort Wayne does not maintain records of tax delinquencies; all taxes are collected and distributed by the Allen County Auditor. Since the county auditor's office does not keep records by levy year, they are unable to provide the city with tax information by levy year. Therefore, the city has presented this information in the prior year format. The city will discuss GASB 44 with the county auditor's office in order to obtain the appropriate information to meet this requirement.

**Schedule 7  
City of Fort Wayne  
Assessed Value and Actual Value of Taxable Property,  
Last Ten Fiscal Years**

<u>Year (A)</u>	<u>Assessed Valuation (B)</u>	<u>Estimated Actual Value (C)</u>	<u>Total Direct Tax Rate</u>	<u>Percent Increase (D)</u>
2013	7,984,553,514	7,984,553,514	1.3411	-0.96%
2012	8,062,225,389	8,062,225,389	1.3274	-0.81%
2011	8,128,378,487	8,128,378,487	1.3149	-4.55%
2010	8,515,625,766	8,515,625,766	1.2238	-2.26%
2009	8,712,264,335	8,712,264,335	1.1515	-13.52%
2008	10,074,509,442	10,074,509,442	0.9941	2.55%
2007	9,824,189,539 (E)	9,824,189,539	1.0195	27.35%
2006	7,714,274,681	7,714,274,681	1.0795	3.14%
2005	7,479,525,039	7,479,525,039	1.0460	-5.48%
2004	7,913,564,614	7,913,564,614	0.9421	6.49%

**Average Annual Rate of Increase** **0.10%**

- (A) A reassessment was completed in 2002 that is reflected in the values for 2003 - 2006.
- (B) Assessed values for personal property are updated annually.
- (C) Assessed value reflects actual value.
- (D) Change in assessed valuation.
- (E) A portion of Aboite Township and Wayne Township was annexed into the City of Fort Wayne on January 1, 2006.

Note: GASB Statement 44 has called for a new report on the assessed values that breaks the total value into major components such as residential, commercial and industrial property as well as any adjustments and credits. At the time of CAFR production, this information is not available from the County Auditor's office. Therefore, the City has presented this information in the prior year format.

**Schedule 8**  
**City of Fort Wayne**  
**Direct and Overlapping Property Tax Rates,**  
**Last Ten Fiscal Years**  
*(rate per \$100 of assessed value)*

Fiscal Year	City of Fort Wayne											Overlapping Rates (B)				
	General Fund Rate	Debt Service Rate	Fire Pension Rate	Police Pension Rate	Sanitary Officers' Pension Rate	Community Services Rate	Abandoned Vehicles Rate	Fire Rate	Park Rate	Redevelopment General Rate	Tax (D) Increment Replacement Rate	(A) Total City	(B, C) Municipal Corporations	(B, C) School Districts	Allen County	(B, C) Townships and Other
2004	0.4477	-	0.0264	0.0296	0.0053	0.0001	-	0.3313	0.0973	0.0044	-	0.9421	0.2007	1.4306	0.4746	0.0747
2005	0.5158	-	0.0272	0.0370	0.0059	0.0000	-	0.3613	0.0939	0.0049	-	1.0460	0.2206	1.4078	0.5452	0.1267
2006	0.5043	-	0.0367	0.0437	0.0059	0.0001	-	0.3765	0.1082	0.0041	-	1.0795	0.2243	1.4743	0.5675	0.0967
2007	0.5170	-	0.0443	0.0435	0.0042	0.0000	-	0.3128	0.0923	0.0054	-	1.0195	0.2078	1.3812	0.5331	0.0955
2008	0.5366	-	0.0229	0.0214	0.0040	0.0001	-	0.3130	0.0925	0.0036	0.0044	0.9985	0.2088	1.3540	0.5789	0.1020
2009	0.6539	-	0.0000	0.0000	0.0050	0.0001	-	0.3721	0.1150	0.0054	-	1.1515	0.2781	0.8294	0.4631	0.1344
2010	0.6905	-	0.0000	0.0000	0.0061	0.0001	-	0.3943	0.1264	0.0064	-	1.2238	0.2832	0.8271	0.5187	0.1175
2011	0.7400	-	0.0000	0.0000	0.0065	0.0001	-	0.4251	0.1361	0.0071	-	1.3149	0.2984	0.9000	0.5155	0.1302
2012	0.6666	-	0.0000	0.0000	0.0054	0.0001	-	0.4927	0.1557	0.0069	-	1.3274	0.3092	0.8527	0.5279	0.1365
2013	0.6438	-	0.0000	0.0000	0.0043	0.0001	-	0.5424	0.1451	0.0054	-	1.3411	0.8976	0.9766	0.5404	0.1402

(A) Obtained from the Budget Order (Fort Wayne Civil City).

(B) Overlapping rates are those of local and county governments that apply to property owners within the City of Fort Wayne. Not all overlapping rates apply to all Fort Wayne property owners.

(C) Obtained from the Allen County Auditor's Office and the various governmental units. The figures used for the municipal corporations, school districts, and townships represent citywide averages.

(D) Corrected the rate reported in the 2008 Schedule 8.

Source: From Published Rates for Wayne Township

Notes: The City's levy increases are limited to the 6-year average increase in Indiana personal income.

**Schedule 9  
City of Fort Wayne  
Principal Property Tax Payers,  
Current Year and Nine Years Ago**

<u>Taxpayer</u>	2013			2004		
	<u>(A) Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>(B) Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
GGP - Glenbrook LLC	\$ 177,681,300	1	2.23%	114,700,800	1	1.45%
IOM Health System LP (Lutheran Network)	143,186,140	2	1.79%	-		
Frontier North Inc (Formerly GTE North/Verizon)	83,495,780	3	1.05%	101,166,630	2	1.28%
Indiana Michigan Power Company (Formerly AEP)	80,675,600	4	1.01%	63,286,620	3	0.80%
Wal-Mart Stores East LP/Re Bus Tr	76,431,920	5	0.96%	-		
Frontier Communications Online & LD	73,817,380	6	0.92%	-		
St Joseph Health System LLC	61,593,490	7	0.77%	48,178,490	8	0.61%
Regency Canterbury LP	58,262,300	8	0.73%	54,224,130	5	0.69%
IMI Jefferson Pointe LLC	51,509,600	9	0.65%	-		
Edward Rose of Indiana	45,689,850	10	0.57%	45,113,890	10	0.57%
Verizon Data Services	--	--	--	56,070,360	4	0.71%
Dana Corporation	--	--	--	46,659,840	9	0.59%
Sommerfeld Nicholas	--	--	--	48,964,800	7	0.62%
ITT Corporation	--	--	--	48,964,800	6	0.62%
<b>Total</b>	<b><u>\$ 852,343,360</u></b>		<b><u>10.67%</u></b>	<b><u>\$ 627,330,360</u></b>		<b><u>7.93%</u></b>

(A) Represents the taxable assessed valuations for taxes due and payable in 2013 within the corporation limits.

(B) Represents the taxable assessed valuations for taxes due and payable in 2004 within the corporation limits.

Source: Allen County Auditor's Office



Schedule 10  
City of Fort Wayne Utilities  
Water and Sewer Rates,  
Last Ten Fiscal Years

Fiscal Year	Water				Sewer				
	(Meter Use) Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	
<b>Inside City</b>									
2004	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	1.94
2005	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	1.94
1/1/06-8/31/06	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	1.94
9/1/06-12/31/06	7.30	1.49	1.33	1.24	2.22	1.94	1.94	1.94	1.94
1/1/07-2/28/07	7.30	1.49	1.33	1.24	2.22	1.94	1.94	1.94	1.94
3/1/07-12/31/07	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43	2.43
2008	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43	2.43
2009	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43	2.43
2010	7.30	1.49	1.33	1.24	4.08	2.87	2.87	2.87	2.87
2011	7.30	1.49	1.33	1.24	4.69	3.30	3.30	3.30	3.30
1/1/12-6/30/12	7.30	1.49	1.33	1.24	5.21	3.66	3.66	3.66	3.66
7/1/12-12/31/12	7.30	1.49	1.33	1.24	5.68	3.99	3.99	3.99	3.99
1/1/13-6/30/13	8.73	1.78	1.59	1.48	5.68	3.99	3.99	3.99	3.99
7/1/2013-12/31/13	8.73	1.78	1.59	1.48	6.19	4.36	4.36	4.36	4.36
<b>Outside City</b>									
2004	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	2.43
2005	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	2.43
1/1/06-8/31/06	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	2.43
9/1/06-12/31/06	8.40	1.71	1.66	1.55	2.78	2.43	2.43	2.43	2.43
1/1/07-2/28/07	8.40	1.71	1.66	1.55	2.78	2.43	2.43	2.43	2.43
3/1/07-12/31/07	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03	3.03
2008	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03	3.03
2009	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03	3.03
2010	8.40	1.71	1.66	1.55	5.10	3.59	3.59	3.59	3.59
2011	8.40	1.71	1.66	1.55	5.87	4.13	4.13	4.13	4.13
1/1/12-6/30/12	8.40	1.71	1.66	1.55	6.51	4.58	4.58	4.58	4.58
7/1/12-12/31/12	8.40	1.71	1.66	1.55	7.10	4.99	4.99	4.99	4.99
1/1/13-6/30/13	10.05	2.05	1.99	1.85	7.10	4.99	4.99	4.99	4.99
7/1/2013-12/31/13	10.05	2.05	1.99	1.85	7.73	5.44	5.44	5.44	5.44

Source: City of Fort Wayne, City Utilities Accounting Department

Notes: Water rates are based on 5/8" meter, which is the standard household meter size. Sewer rates are based on non food handlers. Rates are billed per 100 cubic ft.. 100 cubic ft. is equivalent to 748 gallons.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 11**  
**City of Fort Wayne**  
**Legal Debt Margin Information,**  
**Last Ten Fiscal Years**  
*(dollars in thousands)*

	FISCAL YEAR									
	2004	2005	2006	2007	2008	2009	2010	2011	2012	2013
<b>City of Fort Wayne</b>										
Debt Limit	\$ 52,757	\$ 49,863	\$ 51,428	\$ 65,495	\$ 67,163	\$ 58,082	56,771	54,189		53,230
Total net debt applicable to limit	17,100	38,240 (B)	33,690	29,585	25,305	50,565 (C)	45,185	42,005		35,255
Legal debt margin	\$ 35,657	\$ 11,623	\$ 17,738	\$ 35,910	\$ 41,858	\$ 7,517	\$ 11,586	\$ 12,184		\$ 17,975
Total net debt applicable to the limit as a percentage of debt limit	32.41%	76.69%	65.51%	45.17%	37.68%	87.06%	79.59%	77.52%		66.23%
<b>Park District</b>										
Debt Limit	\$ 51,765	\$ 48,971	\$ 50,562	\$ 64,680	\$ 66,331	\$ 57,340	\$ 56,029	\$ 53,485		\$ 52,574
Total net debt applicable to limit	5,200	13,670 (B)	13,485	13,290	11,980	10,855	9,380	7,885		4,725
Legal debt margin	\$ 46,565	\$ 35,301	\$ 37,077	\$ 51,390	\$ 54,351	\$ 46,485	\$ 46,649	\$ 45,600		\$ 47,849
Total net debt applicable to the limit as a percentage of debt limit	10.05%	27.91%	26.67%	20.55%	18.06%	18.93%	16.74%	14.74%		8.99%
<b>Redevelopment District</b>										
Debt Limit	\$ 52,757	\$ 49,863	\$ 51,428	\$ 65,495	\$ 67,163	\$ 58,082	\$ 56,771	\$ 54,189		\$ 53,230
Total net debt applicable to limit	13,000	31,305 (B)	29,535	26,545	21,880	19,390	16,795	14,090		9,555
Legal debt margin	\$ 39,757	\$ 18,558	\$ 21,893	\$ 38,950	\$ 45,283	\$ 38,692	\$ 39,976	\$ 40,099		\$ 43,675
Total net debt applicable to the limit as a percentage of debt limit	24.64%	62.78%	57.43%	40.53%	32.58%	33.38%	29.58%	26.00%		17.95%

**Legal Debt Margin Calculation for Fiscal Year 2013**

	<u>City of Fort Wayne</u>	<u>Park District</u>	<u>Redev District</u>
Assessed adjusted value (Civil City)	\$ 2,661,518 (A)		
Assessed adjusted value (Park District)		\$ 2,628,683 (A)	
Assessed adjusted value (Redevelopment District)			\$ 2,661,518 (A)
<b>Total Assessed adjusted value</b>	<b>\$ 2,661,518</b>	<b>\$ 2,628,683</b>	<b>\$ 2,661,518</b>
Debt limit (2% of assessed adjusted value)	53,230	52,574	53,230
Debt applicable to limit:			
General obligation bonds		1,950	
Special obligation bonds	35,255	2,775	9,555
Less: Amount set aside for repayment of debt	-	-	-
Total net debt applicable to limit	<u>35,255</u>	<u>4,725</u>	<u>9,555</u>
Legal debt margin	<u>\$ 17,975</u>	<u>\$ 47,849</u>	<u>\$ 43,675</u>

(A) Assessed adjusted value is determined by dividing the net assessed valuation by 3. Each taxing district has a 2% debt limit.  
(B) Increase in debt is due to additional Special Obligation Bonds issued by Community Development and the Parks Department.  
(C) Increase in debt is due to additional Special Obligation Bonds issued by Community Development.

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002.  
In addition, the City of Fort Wayne is reporting the Legal Debt Margin, by Taxing District.

**Schedule 12**  
**City of Fort Wayne**  
**Direct and Overlapping Governmental Activities Debt,**  
**As of December 31, 2013**  
*(dollars in thousands)*

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>(A) Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Allen County Public Library	\$ 43,882	62.79%	\$ 27,554
Allen County	43,882	62.79%	27,554
Southwest Allen School District	49,005	51.92%	25,443
East Allen School District	51,565	13.60%	7,013
Fort Wayne Community Schools	133,040	92.19%	122,650
Northwest Allen School District	99,080	23.17%	22,957
Subtotal, overlapping debt			<u>\$ 233,170</u>
City direct debt			
General Obligation Bonds			1,950
Special Obligation Bonds			47,585
First Mortgage Bonds			31,805
Capital Leases			55,631
Notes and Loans Payable			7,490
Total City direct debt			<u>\$ 144,461</u>
Total direct and overlapping debt			<u>\$ 377,631</u>

(A) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

Sources: Assessed value data used to estimate applicable percentages and the debt outstanding provided by the Allen County Auditor's Office.

Notes: 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 Fort Wayne. 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.

**Schedule 13**  
**City of Fort Wayne**  
**Ratios of Outstanding Debt by Type,**  
**Last Ten Fiscal Years**

(dollars in thousands, except per capita)

Fiscal Year	Governmental Activities						Business-Type Activities			Total Primary Government	(B) Percentage of Personal Income	(B) Per Capita
	General Obligation Bonds	Special Obligation Bonds	First Mortgage Bonds	Capital Leases	Loans Payable	Mortgages Payable	Revenue Bonds	Capital Leases	Loans Payable			
2004	8,720	25,230	7,870	11,887	1,181	42	65,707	-	23,564	144,201	2.21% (C)	654
2005	7,725	75,490 (A)	10,490	12,368	993	42	75,045	3,700	24,066	209,919	3.09% (C)	948
2006	6,680	70,030	29,445	16,425	879	42	85,380	3,381	73,171	285,433	4.00% (C)	1,269
2007	5,555	63,865	27,495	23,910	2,259	-	102,435	3,051	83,031	311,601	3.82%	1,246
2008	3,085	56,080	24,765	35,511 (D)	11,870 (E)	-	94,325	2,710	84,052	312,398	3.58% (G)	1,242 (G)
2009	3,100	77,710 (F)	39,875 (F)	57,829 (F)	11,260	-	85,795	2,359	110,802 (F)	388,730	4.46%	1,545
2010	2,805	68,555	38,420	56,159	10,621	-	118,545	1,996	109,249	406,350	4.66%	1,588
2011	2,530	61,450	36,260	57,386	9,622	-	148,400	2,522	134,356	452,526	5.23%	1,784
2012	2,245	54,045	34,015	56,431	7,861	-	209,290	2,163	134,950	501,000	5.61%	1,975
2013	1,950	47,585	31,805	55,630	7,490	-	274,975	1,794	144,578	565,807	5.97%	2,230

(A) The City issued \$55 million of special obligation bonds in 2005 for use in property acquisition, street extensions, Southtown redevelopment project, park projects, infrastructure and lighting improvements.

(B) See schedule 16 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(C) Years 2003-2006 have been revised on the 2007 Schedule 13.

(D) The Harrison Square Parking Garage lease increased by \$13.4 million in 2008.

(E) The City borrowed \$6.25 million from the U.S. Dept. of Housing and Urban Development for use in developing the mixed-use Renaissance Project. \$2.5 million was borrowed by the City for use by the Barrett Law Dept. and \$1.1 million was borrowed by the City to use in purchasing land located at 2300 West Jefferson Blvd, Fort Wayne, IN.

(F) Refer to Note 5 (Long-term debt) of the 2009 financial statements for an explanation of increase.

(G) Revised in 2009 based on actual 2008 information.

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.  
The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 14**  
**City of Fort Wayne**  
**Ratios of Net General Bonded Debt Outstanding,**  
**Last Ten Fiscal Years**

*(dollars in thousands, except per capita)*

Fiscal Year	General Bonded Debt Outstanding			Less: Funds Restricted for Debt Service	Net General Bonded Debt	(A)	(B)
	General Obligation Bonds	Special Obligation Bonds	Total			Percentage of Actual Taxable Value of Property	Per Capita
2004	8,720	25,230	33,950	5,735	28,215	0.36%	127.39
2005	7,725	75,490	83,215	6,505	76,710	1.03%	341.07
2006	6,680	70,030	76,710	7,290	69,420	0.90%	277.58
2007	5,555	63,865	69,420	8,965	60,455	0.62%	240.62
2008	3,085	56,080	59,165	8,310	50,855	0.50%	202.13
2009	3,100	77,710	80,810	9,450	71,360	0.82%	278.87
2010	2,805	68,555	71,360	7,380	63,980	0.75%	252.20
2011	2,530	61,450	63,980	7,690	56,290	0.69%	221.88
2012	2,245	54,045	56,290	6,755	49,535	0.61%	195.26
2013	1,950	47,585	49,535	7,020	42,515	0.53%	167.59

(A) See Schedule 7 for property value data.

(B) Population data can be found in Schedule 16 and updated with the most current information .

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

Schedule 15  
City of Fort Wayne  
Pledged-Revenue Coverage,  
Last Ten Fiscal Years  
(dollars in thousands)

Fiscal Year	Water Revenue Bonds						Sewer Revenue Bonds					
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2004	24,006	20,048	3,958	2,130	515	1.50	29,123	20,203	8,920	4,178	4,109	1.08
2005	24,841	20,369	4,472	2,075	448	1.77	30,798	20,676	10,122	5,148	5,371	0.96
2006	25,850	21,562	4,288	2,000	1,018	1.42	28,495	23,086	5,410	4,515	1,997	0.83
2007	30,122	22,280	7,842	1,480	952	3.22	34,681	22,489	12,192	4,705	2,195	1.77
2008	31,593	24,173	7,420	1,530	898	3.06	34,109	23,786	10,323	4,920	1,616	1.58
2009	31,275	25,237	6,038	1,585	842	2.49	36,113	26,442	9,671	5,960	2,485	1.15
2010	33,511	26,673	6,838	1,645	784	2.82	42,532	28,653	13,879	5,625	2,240	1.76
2011	33,299	28,008	5,291	1,705	722	2.18	51,105	30,132	20,973	5,470	1,999	2.81
2012	33,483	28,844	4,639	1,775	652	1.91	52,708	33,269	19,439	11,430	4,610	1.21
2013	39,757	29,535	10,222	2,435	1,592	2.54	56,838	22,695	34,143	11,090	4,037	2.26

Fiscal Year	Civic Center Parking Garage-1979 (C)						Parking Garage Addition-2001					
	Parking Garage Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Parking Garage Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2004	644	845	(201) (A)	70	14	(2.39)	167	41	127	60	86	0.87
2005	596	636	(40) (A)	75	9	(0.48)	148	41	107	65	83	0.72
2006	752	647	105	85	3	1.19	-	41	(41) (B)	65	81	(0.28)
2007	715	653	62	-	-	-	150	41	109	70	77	0.74
2008	705	907 (E)	(202)	-	-	-	60	19	41	75	74	0.28
2009	773	715	58	-	-	-	80	42	38	75	71	0.26
2010	722	754	(32)	-	-	-	80	42	38	80	67	0.26
2011	674	827	(153)	-	-	-	89	42	47	85	63	0.32
2012	668	638	30	-	-	-	-	42	(42) (F)	90	59	(0.28)
2013	679	701	(22)	-	-	-	170	150	20	95	54	0.13

Fiscal Year	Stormwater Revenue Bond-2006 (D)					
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2004	5,243	5,129	114	-	-	-
2005	5,843	5,456	387	-	-	-
2006	9,440	6,192	3,248	-	292	11.12
2007	9,387	7,949	1,438	845	666	0.95
2008	9,639	9,145	494	875	634	0.33
2009	9,838	8,533	1,305	910	602	0.86
2010	9,656	6,385	3,271	945	567	2.16
2011	10,866	6,246	4,620	985	532	3.05
2012	9,766	6,061	3,705	1,020	495	2.45
2013	10,135	6,744	3,391	1,065	457	2.23

(A) The Civic Center Parking Garage was renovated during 2004-2005. The negative net available revenue is due to the fact that portions of the garage were closed during renovation. Even though the revenues dropped during this period, there was a sufficient cash balance to cover all expenses.  
(B) The Plaza Parking Garage took a hit in 2006 when the renovated Allen County Juvenile Center reopened. Most court cases moved to the Juvenile Center and the parkers also moved over to the Center. However, an increase in monthly users has increased the revenue in 2007.  
(C) The Plaza Parking Garage debt was paid off in 2006.  
(D) The Stormwater Revenue Bond of 2006 was not reported on the 2006 CAFR Schedule 15.  
(E) The increase in operating expenses is a combination of an increase in depreciation expense, maintenance expense of the garage, cost of salt, snow removal, and administrative expenses.  
(F) The revenue for this parking was deposited to a pooled parking fund - Refer to non-major special revenue income statement parking fund.

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or amortization expenses.  
The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 16  
City of Fort Wayne  
Demographic and Economic Statistics,  
Last Ten Calendar Years**

<b>Year</b>	<b>(A) Population</b>	<b>(B) Personal Income (thousands of dollars)</b>	<b>(C) Per Capita Personal Income</b>	<b>(D) Unemployment Rate</b>
2004	221,479	6,791,432	30,664	6.8%
2005	224,913	7,134,690	31,722	5.6%
2006	250,086	8,167,309	32,658	5.3%
2007	251,247 (E)	8,466,521	33,698	4.8%
2008	251,591 (F)	8,718,131	34,652	6.4%
2009	255,890 (G)	8,720,219	34,078	10.7%
2010	253,691 (H)	8,647,819	34,088	10.9%
2011	253,691 (I)	8,929,670	35,199	9.0%
2012	253,691 (J)	9,480,686	37,371	8.2%
2013	253,691 (J)	N/A	N/A	7.2%

(A) Population numbers for years 2002 through 2005 were derived from the 2000 census.

Population number for 2006 was certified by the Office of the Governor of Indiana.

(B) Personal income information is a total for the year calculated by multiplying per capita personal income by population.

(C) Source: U.S. Department of Commerce, Bureau of Economic Analysis for Allen Co..  
There is no available data by the "City of Fort Wayne" only.

(D) Unemployment rate information is a yearly average from the Indiana Dept. of Workforce Development for the City of Fort Wayne and updated with the most current information .

(E) From US Census 2007 estimate. This is a revision to the population estimate provided for the 2007 CAFR Schedule 16.

(F) From US Census 2008 estimate. This is a revision to the population estimate provided for the 2008 CAFR Schedule 16.

(G) From US Census 2009 estimate. This is a revision to the population estimate provided for the 2009 CAFR Schedule 16.

(H) From US Census 2010 estimate. This is a revision to the population estimate provided for the 2010 CAFR Schedule 16.

(I) From US Census 2010 estimate. This is a revision to the population estimate provided for the 2011 CAFR Schedule 16.

(J) From US Census 2010 estimate. Used the latest Bureau of Labor Statistics data available.

N/A - Not available at time of 2013 CAFR production

Notes : The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 17  
City of Fort Wayne  
Principal Employers,  
Current Year and Nine Years Ago**

<u>Employer</u>	<u>2013</u>			<u>2004</u>		
	<u>Employees</u>	<u>Rank</u>	<u>(A) % of Total</u>	<u>Employees</u>	<u>Rank</u>	<u>(A) % of Total</u>
Parkview Health Systems (Formerly Parkview Memorial Hospital)	4,710	1	2.43%	4,254	1	2.52%
Lutheran Health Network (Formerly Lutheran Hospital)	4,301	2	2.22%	2,889	3	1.71%
Fort Wayne Community Schools	4,230	3	2.18%	3,445	2	2.04%
General Motors Truck & Bus Group	3,909	4	2.02%	2,847	4	1.69%
Lincoln Financial Group (Formerly Lincoln National Corporation)	1,970	5	1.02%	1,671	5	1.19%
City of Fort Wayne	1,814	6	0.94%	2,000	7	0.99%
Allen County Government	1,605	7	0.83%	1,993	6	1.18%
BFGoodrich Tire Manufacturing	1,580	8	0.82%	---	---	---
IPFW	1,255	9	0.65%	---	---	---
ITT Exelis	1,165	10	0.60%	1634	8	0.97%
Sirva	---	---	---	1,500	9/10	0.89%
Shambaugh & Sons	---	---	---	1,500	9/10	0.89%
<b>Total</b>	<b>26,539</b>		<b>13.69%</b>	<b>22,099</b>		<b>14.07%</b>

(A) Represents the percent of total employees within Allen County.

Source: Fort Wayne-Allen County Economic Development Alliance and Indiana University Purdue University Fort Wayne as maintained by the Community Research Institute thru 4/20/2012.



**Schedule 18**  
**City of Fort Wayne**  
**Full-time Equivalent City Government Employees by Function/Program,**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>Full-time Equivalent Employees as of December 31</b>									
	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
General Government	110	111	118	119	119	129	104	108	116	112
Public Safety										
Police	406	434	429	453	446	450	421	451	468	462
Fire	357	364	356	369	356	367	359	349	342	339
Civilians	243	214	226	215	211	201	199	198	194	191
Highways and streets	161	176	165	183	178	156	148	153	143	145
Health and welfare	34	35	35	37	40	37	41	43	42	43
Culture and recreation	164	161	147	148	153	147	129	129	144	144
Urban redevelopment and housing	18	42	43	44	48	43	58	54	57	56
Internal Services	7	7	8	8	8	8	8	8	8	8
Solid Waste	2	2	2	2	2	2	2	2	3	4
City Utilities										
Water	123	123	119	119	122	115	119	118	118	115
Sewage	83	88	88	86	90	92	99	98	97	98
Storm Water	24	22	21	19	23	21	22	22	19	20
Planning and Design	21	24	29	32	34	37	40	42	43	50
Engineering	20	18	18	18	16	13	10	11	11	11
Customer Relations	32	34	27	27	30	27	34	29	29	30
Administrative	22	20	21	20	22	29	25	26	27	29
<b>Total</b>	<b>1,825</b>	<b>1,872</b>	<b>1,852</b>	<b>1,896</b>	<b>1,895</b>	<b>1,874</b>	<b>1,818</b>	<b>(A) 1,841</b>	<b>1,861</b>	<b>1,857</b>

Source: City of Fort Wayne Payroll Department  
(A) Retirees were significant in 2010

Notes: The functional breakout is from the "Statement of Activities".

The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 19  
City of Fort Wayne  
Operating Indicators by Function/Program,  
Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
General Government										
Finance and Administration										
Emerging business enterprise applicants	10	7	11	10	6	9	8	11	7	6
Worksite visits	20	40	40	35	30	15	25 (A)	21	9	11
Wage violations	25	53	22	39	14	18	18	57 (B)	26	32
Compliance workshops	2	3	3	3	0	0	4	4	2	1
Public Safety										
Police										
Calls for service	170,535	171,263	182,912	188,011	198,634	184,111	186,667	201,344	194,648	184,351
Fire Department										
Emergency medical runs	7,697	6,474	6,433	6,830	7,142	6,581	6,627	6,794	7,029	6,751
Fire rescue runs	7,800	10,574	10,566	11,291	14,127	12,113	12,574	11,771	13,281	10,922
Weight & Measures										
Scales inspected	1,254	1,257	1,257	1,278	1,447	1,362	1,949	1,384 (C)	1,723	1,747
Measuring devices inspected	5,589	6,318	5,851	4,910	6,840	5,046	6,043	6,004	6,088	6,449
Calibrations and tests conducted	491	2,039	2,506	14,281	20,512	22,026	22,240	21,503	18,890	5,996
Highways and streets										
Street Department										
Paving - miles of maintenance	15	15	16	16	14	12	15	13	14	14
Chip and seal - miles of maintenance	14	14	14	14	12	10	13	12	11	10
Crack sealing - miles of maintenance	75	75	96	79	55	81	80	68	78	65
Traffic Engineering										
Accident records and analysis	8,813	9,300	9,500	9,348	9,478	8,055	8,858	8,951	9,033	9,008
Fatal accident investigation	10	12	8	9	14	14	9	9	16	12
Development & Buildg. Plans Processed	N/A	234	208	218	161	145	111	112	124	162
Traffic counts conducted	45	30	50	40	46	32	49	44	43	47
Traffic studies conducted	180	180	190	200	200	200	250	250	250	250
Traffic investigations (complaints)	260	250	325	350	380	380	425	425	450	450
Traffic Signal Division										
New signals installed	3	5	6	5	7	6	3	5	2	1
Signals modernized	5	4	14	16	14	14	7	23	6	12
Signal accident repairs	23	50	36	31	34	34	29	20	34	61
Signal bulbs replaced (emergency/non-emergency)	9,820	1,004	10	54	29	7	26	7	43	63

Continued on next page

**Schedule 19**  
**City of Fort Wayne**  
**Operating Indicators by Function/Program,**  
**Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
Sign & Marking Division										
Signs manufactured	4,746	4,724	5,169	4,065	6,548	4,008	4,370	3,701	2,266	1,347
Street lanes marked - painted (miles)	633	657	719	759	755	881	690	529	655	727
Curb parking marked (feet)	29,566	23,663	21,037	12,271	14,029	9,555	14,963	20,976	7,381	7,225
Crosswalks marked	636	760	849	913	902	865	807	818	721	1,546
Lane arrows marked	795	883	822	950	1,076	1,006	988	1,210	1,065	1,374
Health and welfare										
Animals handled	13,871	14,023	15,919	15,719	16,608	15,805	15,791	15,863	14,994	13,709
Animals adopted	1,488	1,733	1,920	2,132	2,529	2,540	2,265	2,382	2,748	2,850
Animals euthanized	10,445	10,164	11,508	11,397	11,444	10,286	9,742	10,693	9,203	8,340
Animals returned to owners	1,571	1,574	1,692	1,712	1,810	1,620	1,854	2,056	2,019	1,811
Bite cases	817	673	915	829	901	980	665	850	837	828
Education programs contacts	343,579	335,016	282,442	626,390	735,450	867,079	832,735	768,581	244,526	259,334
Urban redevelopment and housing										
Neighborhood Code Enforcement										
Emergency orders to abate	606	874	1,286	1,133	976	612	1,519	1,530	1,288	1,263
Emergency orders to demolish	55	173	93	56	31	5	6	8	10	12
Boardings	366	455	729	629	600	369	926	744	734	854
Demolitions - hearing affirmed	31	107	19	136	43	26	124	125	52	139
Water										
New connects	737	776	649	128	142	121	74	71	78	95
Consumption (millions of gallons)	8,241	8,639	8,310	8,408	8,391	8,069	8,214	8,270	8,712	8,100
Wastewater										
New connects	1,153	1,145	843	611	642	534	340	651 (D)	225	498
Sewage treatment (millions of gallons)	7,843	8,085	7,724	7,780	7,488	7,177	8,620	8,616	8,768	8,470

- (A) Increased due to new contractors to monitor projects, requirement for federally funded projects, and follow-up to worker proper wage rate allegations.
- (B) Increased due to new reporting model based on wage violations per individual instead of counting projects.
- (C) Decreased - 2010 had a higher than normal amount of reinspections
- (D) Sewer increase largely due to Allen County Regional Water and Sewer District

Notes:

The City of Fort Wayne fully implemented GASB Statement 34 in 2002.

**Schedule 20  
City of Fort Wayne  
Capital Asset Statistics by Function/Program,  
Last Ten Fiscal Years**

<b>Function/Program</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<b>2011</b>	<b>2012</b>	<b>2013</b>
<b>Public Safety</b>										
Police										
Division outposts	-	3	4	4	4	4	4	4	4	4
Training academies	1	1	1	1	1	1	1	1	1	1
Fire										
Fire stations	16	18	18	18	18	18	18	18	18	18
Training academies	1	1	1	1	1	1	1	2	2	2
Safety Village								1	1	1
<b>Highways and streets</b>										
Number of street lights	30,825	31,382	32,594	33,174	33,354	33,592	33,725	33,896	33,923	33,877
Miles of streets	943	990	1,130	1,144	1,144	1,149	1,217	1,161	1,160	1,160
<b>Health and welfare</b>										
Animal Control										
Animal care centers	1	1	1	1	1	1	1	1	1	1
Patrol districts	3	3	3	3	3	3	3	3	3	3
<b>Culture and recreation</b>										
Acreage for parks and recreational areas	2,429	2,429	2,625	2,631	2,805	2,805	2,805	2,805	2,805	2,805
Parks and recreational areas	84	84	84	85	86	86	86	86	86	86
Golf courses	3	3	3	3	4	4	4	4	4	4
Swimming pools	4	4	4	4	4	3	3	3	3	3
<b>Water</b>										
Miles of water lines	992	998	1,010	1,024	1,153	1,157	1,159	1,160	1,164	1,176
Treatment capacity (million gallons/day)	72	72	72	72	72	72	72	72	72	72
<b>Wastewater</b>										
Miles of sewer/stormwater mains	1,657	1,683	1,715	1,727	1,802	1,830	1,861	1,856	1,880	1,893
Treatment capacity (million gallons/day)	60	60	60	60	60	60	60	60	70	70

Sources: Various city departments.

Notes: No capital asset indicators are available for the general government function.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002.