



COMPREHENSIVE ANNUAL FINANCIAL REPORT

For The Fiscal Year Ended December 31, 2013

CITY OF GREENWOOD, INDIANA



FILED
09/12/2014

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF GREENWOOD, INDIANA

For the Fiscal Year Ended
December 31, 2013

Prepared by the Finance Department



CITY OF GREENWOOD, INDIANA
COMPREHENSIVE ANNUAL FINANCIAL REPORT
YEAR ENDED DECEMBER 31, 2013
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FINANCE
DEPARTMENT

Date: June 30, 2014

To: The Honorable Mark W. Myers, Mayor of the City of Greenwood
Members of the City of Greenwood Common Council
Residents of the City of Greenwood:

The comprehensive annual financial report (CAFR) of the **City of Greenwood, Indiana** (the "City") for the year ended **December 31, 2013** is hereby submitted. Responsibility for both the accuracy of the data and the completeness and fairness of the presentation, including all disclosures, rest with the management. To the best of our knowledge and belief, the enclosed data is accurate in all material respects and is reported in a manner designed to present fairly the financial position and results of operations of the various funds and enterprises of the City. All disclosures necessary to enable the reader to gain an understanding of the government's financial activities are included.

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

The CAFR is presented in three sections: introductory information, financial information and statistical information. The introductory section includes this letter of transmittal, the City's organizational chart, and a list of principal City officials. The financial section begins with the independent auditors' report on the City's financial statements and schedules, the City managements' discussion and analysis report, followed by the City's basic financial statements and accompanying notes. The remaining portion of this section includes the combined and individual fund statements and schedules. The statistical section includes selected financial and demographic information generally presented on a multi-year basis.

The following page of this transmittal letter begins with a general overview of Greenwood and its environs. Also summarized are the key financial, budgetary and property tax controls with which the City is required to comply. The remainder includes a discussion of the prior year's activities, the City's objectives for the next two years, and other key issues the City is facing and the impact those issues may have on future budgets.

Profile of the Government and the City

Greenwood is located in Johnson County, the fastest-growing county in the state of Indiana between 2010 and 2012. Greenwood has approximately 53,000 residents and roughly 35,000 individuals reside just west of the Greenwood city limits in unincorporated Center Grove. In all, 236,000 people live within seven miles of Greenwood's City Center. Greenwood is just eleven miles south of downtown Indianapolis and is a contiguous suburb of the state's capital. Five interchanges connect the Greenwood area with Interstate 65, a major United States commerce corridor that connects seaports in the Gulf of Mexico (Mobile, Ala.) with Nashville, Louisville, Indianapolis and Chicago. Additionally, US Highway 31 and Indiana State Roads 135

and 37 are major north-south highways connecting Greenwood to Indianapolis to the north, and Bloomington (Ind.), Columbus (Ind.), Louisville (Ky.) and points in between to the south. These highways serve as major retail, service, office, and residential corridors that move thousands of drivers daily. Since 2012, Greenwood has been classified as a “City of Second Class” under Indiana statutes, defined as cities with a population between 35,000 and 250,000 residents. A mayor is chief executive of the City and a nine member Common Council serves as the legislative branch of the City.

The City provides a diverse range of services to its citizens and neighbors. These services include: police protection, firefighting, the construction and maintenance of roads and sidewalks, stewardship of public parks and trails, and the general administration of over twenty-five square miles of incorporated land. The City also has oversight over the Greenwood Wastewater Utility, the Greenwood Waste Management Utility, the Greenwood Stormwater Utility, the Greenwood Municipal Airport, and the City of Greenwood Redevelopment Commission. Additionally, the Greenwood City Court and Probation Department also serve as subdivisions of the municipality.

Economic Environment

Greenwood benefits from its advantageous geographic location both in terms of commerce and quality of life. Interstate and highway access, allow residents to easily commute to downtown Indianapolis for businesses or employment. For entertainment and recreation, Greenwood residents can attend athletic events at Lucas Oil Stadium or Bankers Life Fieldhouse quicker than many residents of Indianapolis proper. The City also benefits from the cultural and natural attractions located to its south. Indiana University Bloomington, one of the leading public research campuses in the country, is a mere 45 minute drive for Greenwood residents. Also within 45 minutes of driving time is Brown County State Park- one of Indiana’s most popular natural attractions receiving over 1.29 million visitors in 2013.

Greenwood is proud to be home to the U.S. headquarters of Endress+Hauser, a privately held Swiss Corporation with over 8,500 employees and locations in 42 countries. Greenwood is also home to Indiana American Water, a publicly-traded utility that serves about 1.2 million Hoosiers in 126 communities. These firms combined with businesses such as Nachi America, One Click Ventures, Nestle Waters North America, and Ortho Indy have created a diverse employment base within the City limits. While the City is still largely tethered to the Indianapolis job market, strong and growing business like Endress+Hauser and Indiana American Water have helped Greenwood to create a dynamic local business community.

In 2013, the City continued to slowly emerge from the economic malaise brought on by the Great Recession. The Planning Department issued 627 building permits in 2013, a 17% increase from the decade low number of permits issued in 2010. In September, Endress + Hauser completed a \$57 million dollar expansion to their Flowtec division located on the City’s far southern boundary. In April, Heartland Community Bank completed the construction of a new 4,000 full-service branch located just west of State Road 135. In November, Bickford of Greenwood completed construction of a \$5.3 million assisted living and memory care center also located west of State Road 135.

Greenwood is also a highly desired community for families and professionals looking for homes in the Central Indiana Region. In 2013, Greenwood was ranked 5th in a list of the top 10 most affordable suburbs in the U.S. by real estate blog Movoto.com. In early 2014, Johnson County was one of eight counties across the country profiled by CNN Money in their “Where the Middle Class Thrives” series.

In 2013, the average household income for Greenwood residents was \$68,000. The unemployment rate for the city stood at 6.2% in 2013 compared to 7.5% in the State of Indiana (U.S. Bureau of Labor Statistics). Greenwood’s stable employment base and steadily growing population continues to attract retail and commercial development within the City.

The City is home to the Greenwood Park Mall owned by Simon Property Group. The mall is the largest tax payer in the City and is home to over 150 stores and restaurants. Beyond the Greenwood Park Mall the City is home to several “anchor” stores including: Super Target, Sam’s Club, Gander Mountain, Menards, Home Depot, and Meijer which combined make the City a regional shopping destination.

Many thriving local businesses have also emerged within the City limits. Two microbreweries, three event centers, and one three-story fine wine and gourmet food bar are just some of the local business driving new growth within the City.

Relevant Financial Information

Management of the municipality is responsible for establishing and maintaining an internal financial control structure. The structure is designed to ensure that adequate accounting data is compiled to allow for the preparation of financial statements in conformity with GAAP. The internal control structure is also designed to provide reasonable assurances that these following two objectives are met. The concept of reasonable assurance recognizes that: (1) the cost of a control should not exceed the benefits likely to be derived; and (2) the valuation of costs and benefits requires estimates and judgments by management. We believe that the City's internal controls reasonably safeguard assets, assure that financial transactions are properly recorded and reported, and ensure compliance with applicable federal and state laws and regulations. The statement of net position for the City of Greenwood clearly demonstrates the strength of its financial condition, with the operating statements displaying annual positive improvement since becoming a City of Second Class.

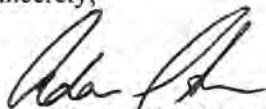
Budgetary Controls

The City of Greenwood complies with the appropriation process for expenditure control as required by Indiana statute. The City has also approved a policy of informally adopting an annual budget for the activities of its wastewater, waste management, and storm-water operations. While this self-imposed budget is not legally binding, it further demonstrates the signature of the City with respect to fiscal restraint, diligence, and review.

Acknowledgements

The preparation of this report would not have been possible without the dedication and cooperation of all city officials, council members and department heads. Additionally, I would specifically like to thank Kathie Fritz, Peggy Sappenfield and Kevin Steinmetz for their contributions to this annual report. We also appreciate the assistance of Crowe Horwath LLP in the preparation of this report. We believe this report to provide value to the entire city, its visitors, and prospective investors in present and future expansion.

Sincerely,

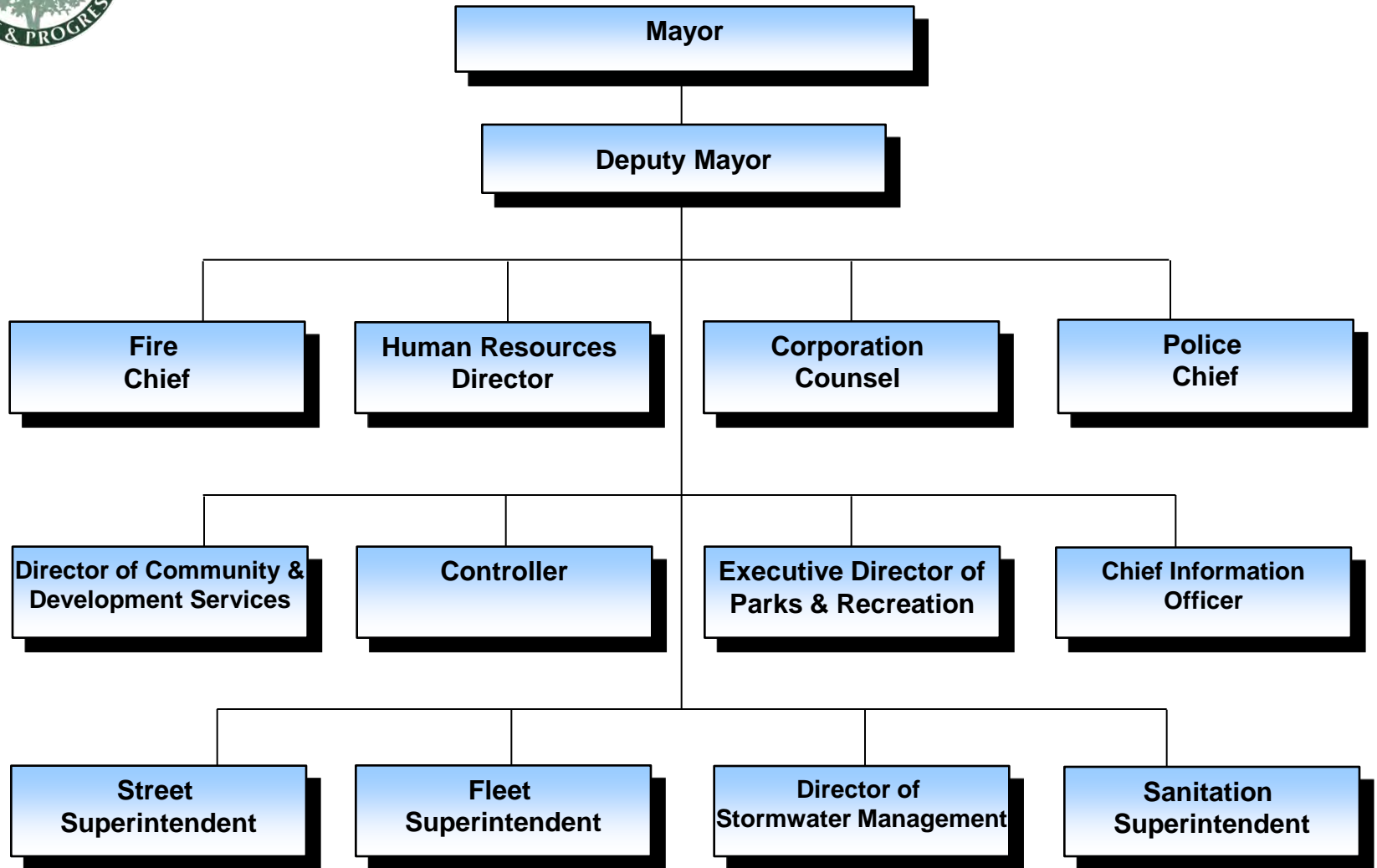


Adam Stone, City Controller
City of Greenwood





Citizens of Greenwood



CITY OF GREENWOOD, INDIANA
LISTING OF ELECTED OFFICIALS
DECEMBER 31, 2013

NAME	OFFICE	DISTRICT	YEARS OF SERVICE	CURRENT TERM
Mark W. Myers	Mayor	At Large	2	1/1/2012 - 12/31/2015
Lewis Gregory	City Judge	At Large	9	1/1/2012 - 12/31/2015
Jeannine Myers	City Clerk	At Large	10	1/1/2012 - 12/31/2015

CITY OF GREENWOOD, INDIANA
LISTING OF CITY COUNCILORS
DECEMBER 31, 2013

COUNCILOR	POSITION	DISTRICT	YEARS OF SERVICE	CURRENT TERM	OCCUPATION
David Hopper	President	District Five	2	1/1/2012 - 12/31/2015	Homemaker
Brent Corey	Vice President	At Large	6	1/1/2012 - 12/31/2015	Insurance
Linda Gibson	City Councilor	District One	6	1/1/2012 - 12/31/2015	Homemaker
Ezra Hill	City Councilor	District Two	2	1/1/2012 - 12/31/2015	Construction
Bruce Armstrong	City Councilor	District Three	10	1/1/2012 - 12/31/2015	Engineer
Ron Bates	City Councilor	District Four	10	1/1/2012 - 12/31/2015	Teacher
Thom Hord	City Councilor	District Six	2	1/1/2012 - 12/31/2015	Not-For-Profit
Tim McLaughlin	City Councilor	At Large	6	1/1/2012 - 12/31/2015	Police Officer
Mike Campbell	City Councilor	At Large	2	1/1/2012 - 12/31/2015	Entrepreneur

CITY OF GREENWOOD, INDIANA
LISTING OF APPOINTED POSITIONS
DECEMBER 31, 2013

NAME	POSITION	DEPARTMENT	YEARS OF SERVICE
Terry McLaughlin	Deputy Mayor	City Wide	2
John Laut	Police Chief	Police	2
James Sipes	Fire Chief	Fire	5
Krista Taggart	Corporation Counsel	Legal	2
Adam Stone	Controller	Finance	2
Marilyn Allen	Director of Human Resources	Human Resources	2
Rick Jones	Director of Information Technology	Information Technology	9
Mark Richards	Director of CDS / City Engineer	Community Development Services	5
Robert Taggart	Director of Parks and Recreation	Parks and Recreation	< 1
Todd Petty	Fleet Superintendent	Fleet Maintenance	9
Greg Owens	Street Superintendent	Street	9
Keith Meier	Sewage Works Superintendent	Sanitation Field	9
Christopher Jones	Stormwater Superintendent	Stormwater	< 1
John Nichols	Airport Manager	Aviation	< 1

CITY OF GREENWOOD, INDIANA
BOARDS, COMMISSIONS & COMMITTEES
DECEMBER 31, 2013

Board of Public Works & Safety

Michael Newbold Shan Rutherford
Kevin Hover

Stormwater Utility Board

David Pagne Greg Hill
Wes Hines

Board of Aviation Commissioners

Dr. David Kovach James Dunn
Scott Hines Harry DePledge

Board of Zoning Appeals (BZA)

Phil Tinkle Vickie Peters
Kenneth Knartzer Ron Deer

Planning Commission

Carmen Madsen Duane O'Neal
Phil Tinkle Ezra Hill
Bettina Settles John Shell
Mark Richards Trent Pohlar
Tom Bridges

Economic Development Commission

John Stelljes Charles Landon
Loren Puck Beth McHugh
Gerald Sargent

Park Board

Mike Sawa Gail Richards
Dick Dietrick Tom Bridges

Fire Merit Board

Mike Tapp Todd Townsend
Forrest Stutton

Police Merit Board

Al Stilley John Bogen
Helen Joy Walker Wendy Trietsch
Martha McQueen

Redevelopment Commission

Mike Tapp Thom Hord
Mike Campbell Brent Tilson
Bryan Harris

Overlay Committee

Duane O'Neal Phil Tinkle
Trent Pohlar Carmen Madsen
John Shell





STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT

TO: THE OFFICIALS OF THE CITY OF GREENWOOD, JOHNSON COUNTY, INDIANA

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major governmental fund, each major enterprise fund, and the aggregate remaining fund information of the City of Greenwood (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's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We conducted our audit in accordance with auditing standards generally accepted in the United States of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major governmental fund, each major enterprise fund, and the aggregate remaining fund information of the City, as

INDEPENDENT AUDITOR'S REPORT
(Continued)

of December 31, 2013, and the respective changes in financial position and cash flows, where applicable, 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

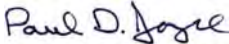
Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedule – General Fund, Employees' Retirement Fund - Schedule of Funding Progress, and Employees' Retirement Fund - Schedule of Employer Contributions,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

Other Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City basic financial statements. The accompanying introductory section, combining and individual 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 fund financial statements and other budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain additional procedures, including comparing and reconciling such information directly to the underlying accounting and other records used to prepare the basic financial statements or to the basic financial statements themselves, and other additional procedures in accordance with auditing standards generally accepted in the United States of America. In our opinion, the combining and individual fund 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.


Paul D. Joyce, CPA
State Examiner

June 30, 2014

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

The Management of the City of Greenwood, Indiana ("City") provides herewith this Management Discussion & Analysis ("MD&A") of the financial activities and the general condition of the City for the fiscal year ("FY") ended December 31, 2013.

Readers of the information contained within this MD&A, and any opinions and statements derived therein, should be considered as part of the greater whole of the financial statements, notes to the financial statements, supplemental information and letter of transmittal, as contained within this Comprehensive Annual Financial Report ("CAFR").

The City implemented Governmental Accounting Standards Board (GASB) Statement No. 34 - Basic Financial Statements and Management Discussion and Analysis for State and Local Governments in fiscal year 2013. Since this is the first year of implementation, information is not available to include comparative information for in the City's government wide analysis. In future years, when prior-year information is available, a comparative analysis of government-wide data will be presented.

The City provides a full range of governmental services to its citizens and neighbors. Services include: general government administration, public safety, street and sidewalk construction and maintenance, and stewardship of parks and recreation properties. The City also provides Stormwater and Waste Management services to residents within the City's boundaries. Additionally, as owner of Greenwood Sewage Works, the City provides wastewater services to residents and large portions of unincorporated Johnson County. City operations also include the Greenwood Municipal Airport, the Greenwood City Court, the Greenwood Probation Department, and the Greenwood Redevelopment Commission.

Financial Highlights

- Governmental Activity net position was \$178,026,966 as of December 31st, 2013
- Governmental Activity net position increased \$10,184,691, or 6% in FY 2013.
- Business-type activity net position increased \$3,752,328, or 2% in FY 2013.
- City Assets totaled \$421,187,341 as of December 31, 2013.
- City Liabilities totaled \$81,522,006 as of December 31, 2013.
- City Revenue totaled \$59,663,818 in FY 2013
- City Expenses totaled \$45,726,799 in FY 2013.

Explanatory commentary concerning the changes in assets, liabilities, revenue and expenditures can be found in later sections of this MD&A.

Overview of the Financial Statements

This discussion and analysis is an introduction to the City's basic financial statements. The City of Greenwood's financial statements are comprised of three components: 1) government wide statements 2) fund financial statements and 3) notes to the financial statements. This report also includes other information in addition to the basic financial statements themselves.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

Government wide financial statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances using accrual based accounting, a method of accounting used by private sector companies.

- **Statement of net position**

This statement reports all assets, deferred outflows of resources, liabilities, and deferred inflows of resources of the City of Greenwood as of December 31, 2013. The net difference between total assets and deferred outflows less total liabilities and deferred inflows is reported as "net position," and can generally be thought of as the net worth of the City and its various subdivisions. Increases in net position generally indicate an improvement in financial position whereas decreases in net position may indicate a deterioration of financial position.

- **Statement of activities**

This statement serves in place of the traditional income statement. It provides aggregated reporting of the results of all activities of the City for the year ended December 31, 2013. Changes in net position are recorded in the period in which the underlying event takes place, which may differ significantly from the period in which cash is received or disbursed. The statement of activities displays the expenses of the City's various programs net of the related revenues, as well as a separate presentation of revenue available for general purposes including property taxes, fees for services, and other miscellaneous revenue sources.

The government wide financial statements distinguish between functions of the City that are primarily supported by taxes and intergovernmental revenue (hereinafter referred to as "governmental activities") and other functions and services of the government that are intended to recover all or the majority of their costs through user fees and charges (hereinafter referred to as "business type activities"). The major governmental activities of the City include: general administration, public safety, road construction and maintenance, parks and recreation, and community development services consisting of planning, zoning, and other engineering functions. The business type activities of the City include Sanitary Sewer Utility, Waste Management Utility, Stormwater Utility and the Greenwood Municipal Airport.

Fund Financial Statements

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

Governmental Funds

Governmental funds are used to account for the functions reported as governmental activities in the government wide financial statements. However, unlike government wide financial statements, governmental fund statements focus on discrete inflows and outflows of liquid resources, as well as balances of liquid resources available at the end of each reporting period. This information is useful in evaluation of the government's immediate financing requirements. Governmental funds use a modified accrual accounting methodology. Major Governmental funds are comprised of the General, Eastside TIF, Capital Projects and Debt Service funds.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

Proprietary Funds

Enterprise Funds are utilized to report the same functions as business type activities in the government wide financial statements. The City maintains four (4) enterprise funds. Information is presented separately in the proprietary statement of net position and the proprietary revenues, expenses and changes in fund net position for the Wastewater Utility, Stormwater Utility, Solid Waste, and the Aviation Fund. The Wastewater Utility and the Stormwater Utility funds are considered major enterprise funds of the City.

Fiduciary Funds

Fiduciary Funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The accounting used for fiduciary funds is much like that used for proprietary funds. The City reports one Agency Fund which accounts for the payroll and insurance withholdings held by the City as an agent for the federal and state governments, and various employee insurance deductions.

Notes to the financial statements

The notes to the financial statements provide additional information that is essential in order to have full comprehension of the data and financial statements included in this report. The notes to the basic financial statements can be found immediately following the Fund Financial Statements and prior to the Required Supplementary Information in this report.

Other information

In addition to the basic financial statements and accompanying notes and disclosures, this CAFR report presents supplementary information. The combining statements referred to earlier in connection with non-major governmental, enterprise funds are presented immediately after the basic financial statements within the financial statement section of the CAFR report.

Government-wide financial statements

The following analysis focuses on the statement of net position and the statement of activities for both the City's governmental and business type activities.

Government-wide Financial Analysis

As noted earlier, net position may serve over time as a useful indicator of government's overall financial health. At the close of 2013, assets exceeded liabilities by \$339,665,335 for the City as a whole. The largest portion of the City's net position, 83%, reflects long term investment in capital assets (e.g., land, buildings, machinery and equipment, and infrastructure) less any related outstanding debt utilized to acquire or build said assets. The City places these capital assets into service in order to provide benefits and governmental services to its citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, as the capital assets themselves cannot be liquidated to fund these liabilities.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

The following table reflects the condensed statement of net position:

**City of Greenwood, Indiana
Condensed Schedule of Net Position**

	Governmental Activities	Business-type Activities	Total
	2013	2013	2013
Current and Other Assets	\$ 90,247,406	\$ 11,201,740	\$ 101,449,146
Capital Assets	149,576,545	170,161,650	319,738,195
Total Assets	239,823,951	181,363,390	421,187,341
Short-term Liabilities	3,551,109	2,023,112	5,574,221
Long-term Liabilities	58,245,876	17,701,909	75,947,785
Total Liabilities	61,796,985	19,725,021	81,522,006
Net Position			
Net Investment in Capital Assets	128,548,717	152,019,480	280,568,197
Restricted	28,179,020	1,249,396	29,428,416
Unrestricted	21,299,229	8,369,493	29,668,722
Total Net Position	\$ 178,026,966	\$ 161,638,369	\$ 339,665,335

A portion of the City's net position, 9% in FY 2013, represents resources that are subject to external restrictions and are therefore not available for general activities. The remaining portion of the City's net position, 8% in FY 2013, is unrestricted and may be used to meet ongoing obligations to citizens and creditors as management determines appropriate.

At the close of fiscal year 2013, the City is able to report a positive net position for governmental activities, business-type activities, and government wide. In 2013, the government-wide net position improved by \$13,937,019 or 4%.

The following table reflects the condensed statement of changes in net position for FY 2013.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

**City of Greenwood, Indiana
Condensed Schedule of Activities**

	Governmental Activities	Business-type Activities	Total
	2013	2013	2013
Revenues:			
Program Revenues			
Charges for Services	\$ 1,243,722	\$ 15,771,115	\$ 17,014,837
Operating Grants & Contributions	387,249	-	387,249
Capital Grants & Contributions	227,015	1,966,757	2,193,772
General Revenues			
General Property and Other Taxes	32,031,738	-	32,031,738
Other	5,917,205	2,119,017	8,036,222
Total Revenues	39,806,929	19,856,889	59,663,818
Expenses:			
General Administration	8,427,502	-	8,427,502
Public Safety	11,378,564	-	11,378,564
Transportation and Public Works	6,248,192	-	6,248,192
Parks and Community Services	2,176,513	-	2,176,513
Economic Development	1,570,046	-	1,570,046
Interest and Service Charge	821,421	-	821,421
Wastewater Utility	-	8,852,782	8,852,782
Municipal Airport	-	1,536,132	1,536,132
Solid Waste	-	2,222,103	2,222,103
Storm water Utility	-	2,493,544	2,493,544
Total Expenses	30,622,238	15,104,561	45,726,799
Excess (Deficiency) of Revenues over Expenses	9,184,691	4,752,328	13,937,019
Transfers	1,000,000	(1,000,000)	-
Increase/(Decrease) in Net Position	10,184,691	3,752,328	13,937,019
Net Position at January 1	167,842,275	157,886,041	325,728,316
Net Position at December 31	\$ 178,026,966	\$ 161,638,369	\$ 339,665,335

Governmental Activities

Governmental Activities increased the City's net position by \$10,184,691 in 2013. General Property and Other Tax revenue received represented 80% of total Governmental revenues. Total charges for services totaled \$1,243,722 in 2013, representing 3% of total Governmental revenues. Expenses totaled \$30,622,238 for Governmental activities.

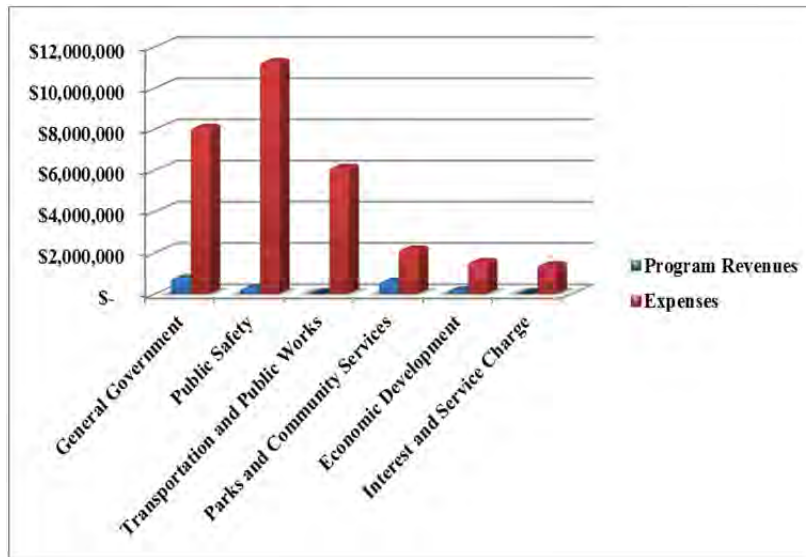
Key factors leading to the increase are listed below:

- **CAGIT Certified Shares:** In 2013, the City received \$5,460,613 in CAGIT Certified Shares. This represented an increase of \$189,137 or 3.59% over FY 2012.
- **CAGIT Property Tax Replacement Credit "PTRC":** In 2013, the City received \$1,063,512 in CAGIT PTRC. This represented an increase of \$60,213 or 6% over FY 2012.

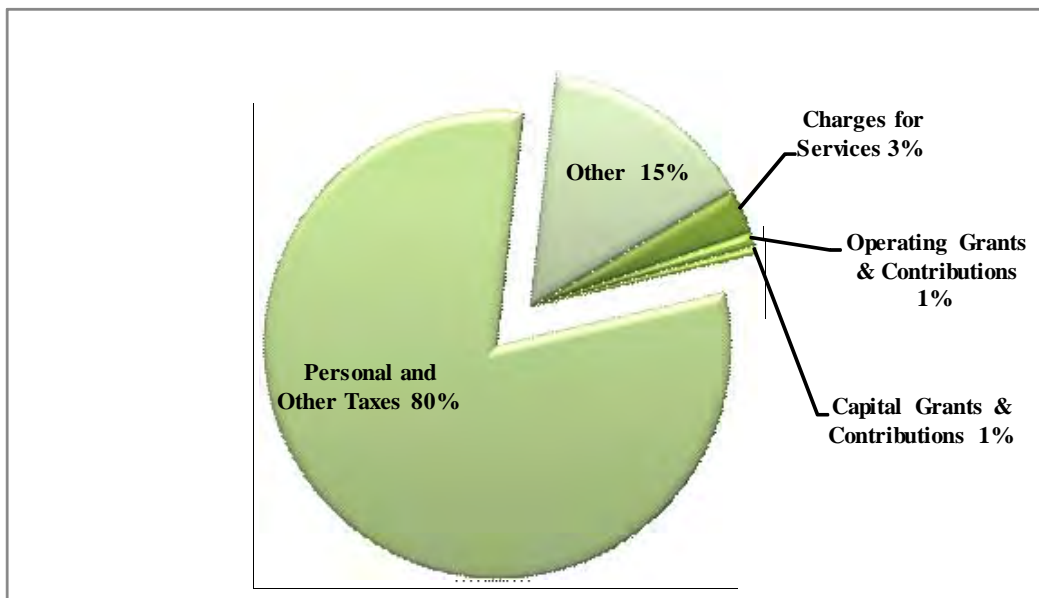
CITY OF GREENWOOD, INDIANA
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 DECEMBER 31, 2013

- **Tax Increment Finance:** In 2013, the Greenwood Redevelopment Commission received a total of \$7,205,502 in Property Taxes resulting from Captured Assessed Value within four separate Allocation Areas within the City.
- **Operating Grants, Capital Grants and Contributions:** In 2013, the City received \$387,249 in Operating Grants and Contributions and \$227,015 in Capital Grants and Contributions.

The following chart displays the Program Revenues and the Expenses by function for the Governmental Activities of the City.



The following chart displays the revenue composition for the City's Governmental Activities.



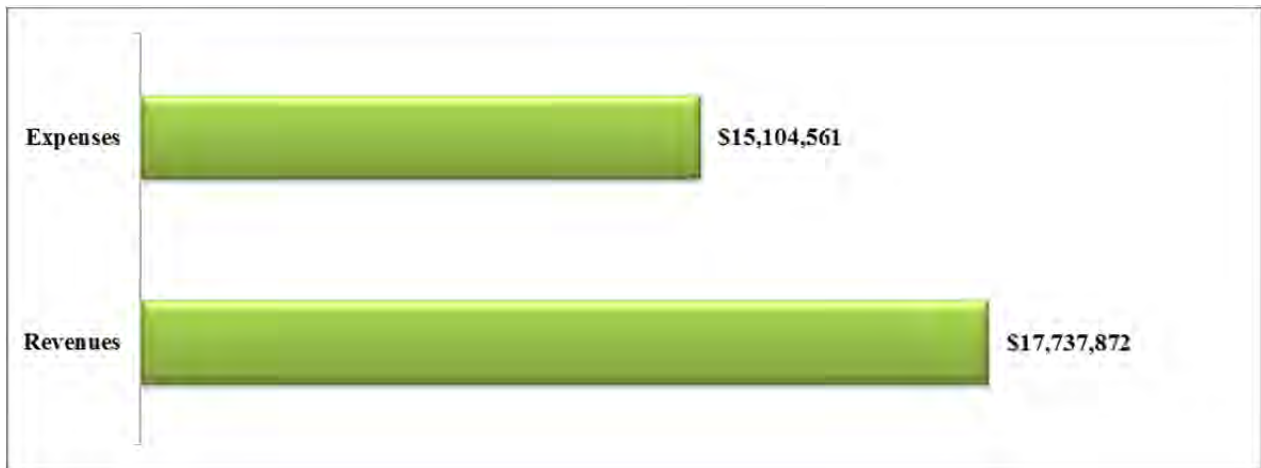
CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

Business-type Activities

Business-type activities increased the City's net position \$3,752,328 in 2013. Key factors leading to the increase are listed below:

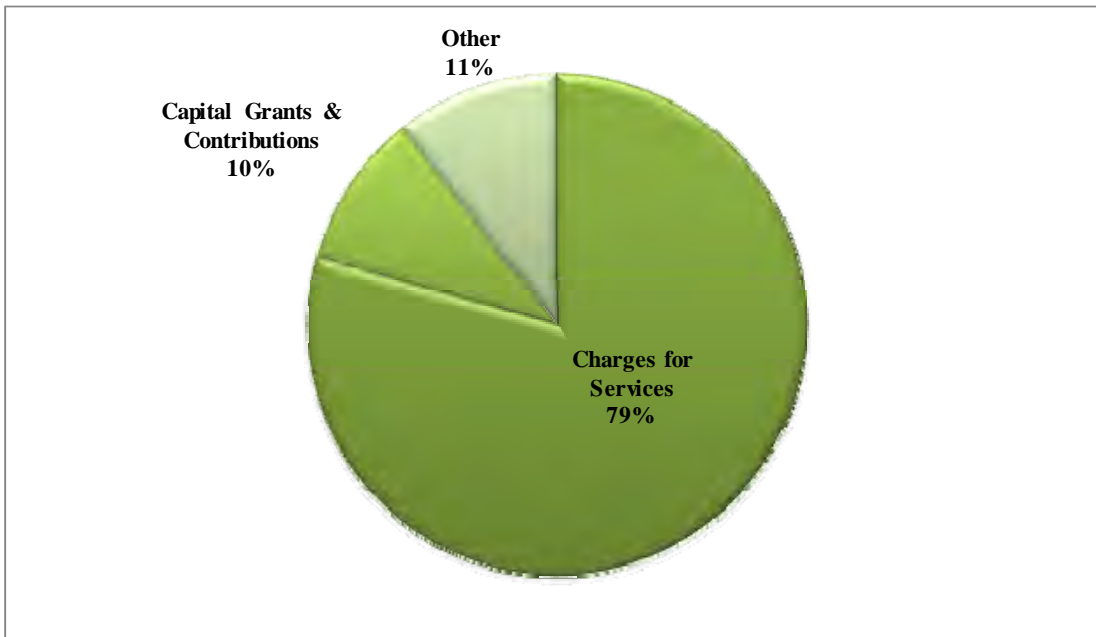
- **Sanitary Sewer user rate increase:** In 2012, The Common Council passed an Ordinance approving a 10% increase in sanitary sewer rates for all customers in 2013. The rate increase was accretive to operating revenues and funded operations, maintenance and capital cost associated with the utility.
- **Stormwater final rate structure:** The Stormwater Utility replaced its interim rate structure with an impervious service area based rate in 2013. The new rate structure led to increased assessments for commercial payers leading to substantial revenue gains.
- **Waste Management user rate increase:** Due to Common Council legislation passed in 2012, residential users of the Waste Management Utility realized a monthly rate increase in 2013. By increasing the rate by \$1.25 a month, incremental revenue gains were able to offset increased costs associated with yard debris collection services provided by the utility.

The following chart illustrates the expenses and program revenues of the City's Business-type Activities for FY 2013.



The following chart displays the revenue composition for the City's Business-type Activities for FY 2013.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013



Financial Analysis of Governmental Funds

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

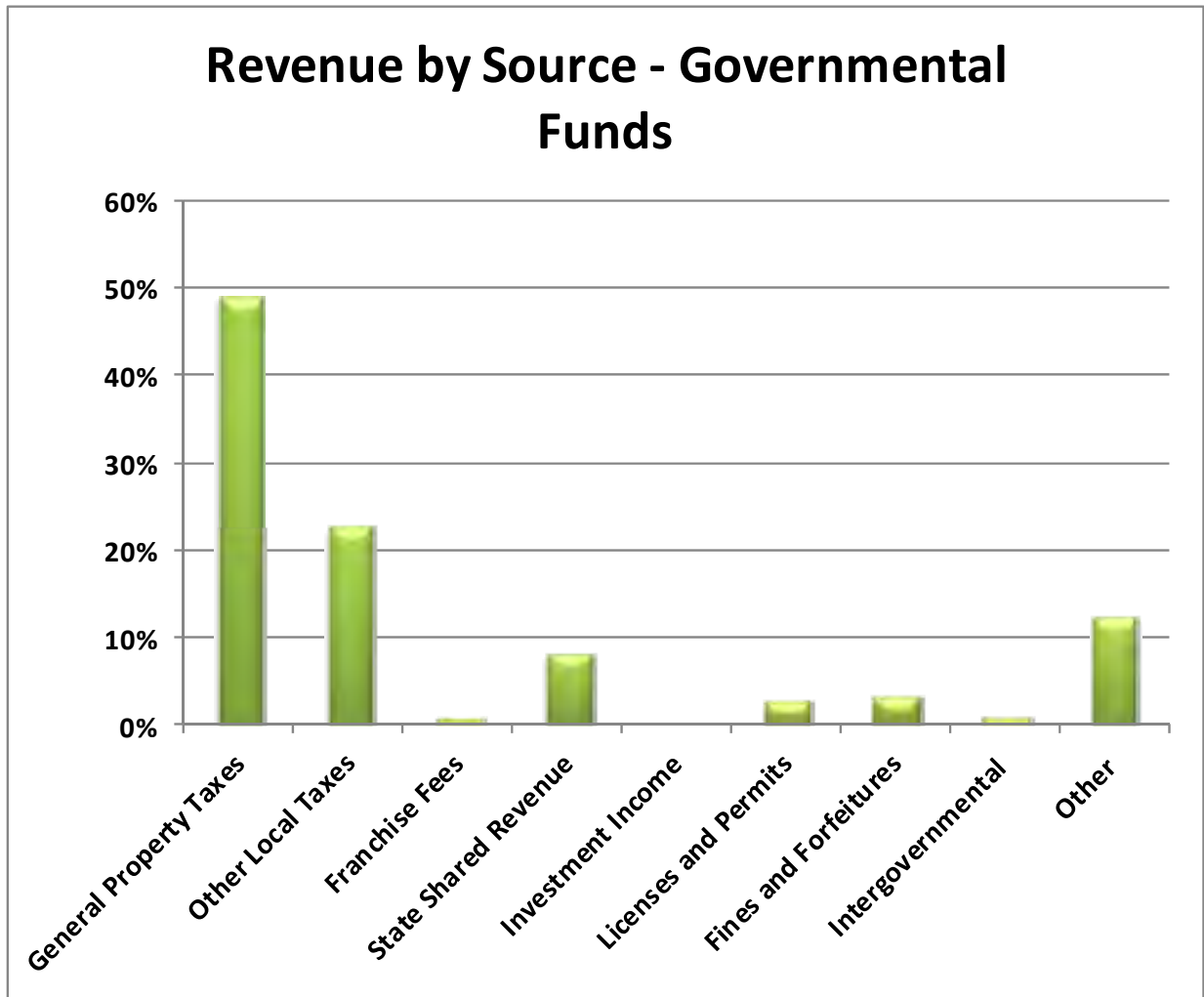
At the end of the current fiscal year, the City’s governmental funds reported total fund balances of \$80,962,342. Approximately 15% or \$12,011,760 constitutes the General Fund balance. As of December 31, 2013, the General Fund’s non-spendable fund balance includes \$80,430 for inventories and \$92,420 in prepaid liabilities, deposits and other transactions. The restricted fund balance of \$199,531 includes \$22,679 in insurance proceeds, \$57,377 in police seizure and forfeiture funds and \$119,475 in taxes collected for a legal drain named Tracy Ditch. The committed fund balance of \$388,234 includes amounts approved by City Council for budget carryovers between fiscal periods. As of December 31, 2013, the General Fund had an unassigned fund balance of \$11,251,145.

The non-major governmental fund balance of \$9,145,943 is 11% of total governmental fund balance and includes a non-spendable fund balance of \$66,951, a restricted balance of \$7,800,019 and a committed fund balance of \$1,278,973. The Debt Service Fund balance of \$1,776,029 is 2% of total governmental fund balance and includes a restricted fund balance of \$1,318,453 and a committed fund balance of \$457,576. The Capital Projects Fund balance of \$40,690,908 or 50% of total governmental fund balance and includes a non-spendable fund balance of \$24,299, a restricted balance of \$38,635,631, a committed fund balance of \$590,718 and assigned fund balance of \$1,440,260. The entire balance of the Eastside TIF fund balance of \$17,337,702 or 21% of total governmental fund balance is restricted for TIF District improvements.

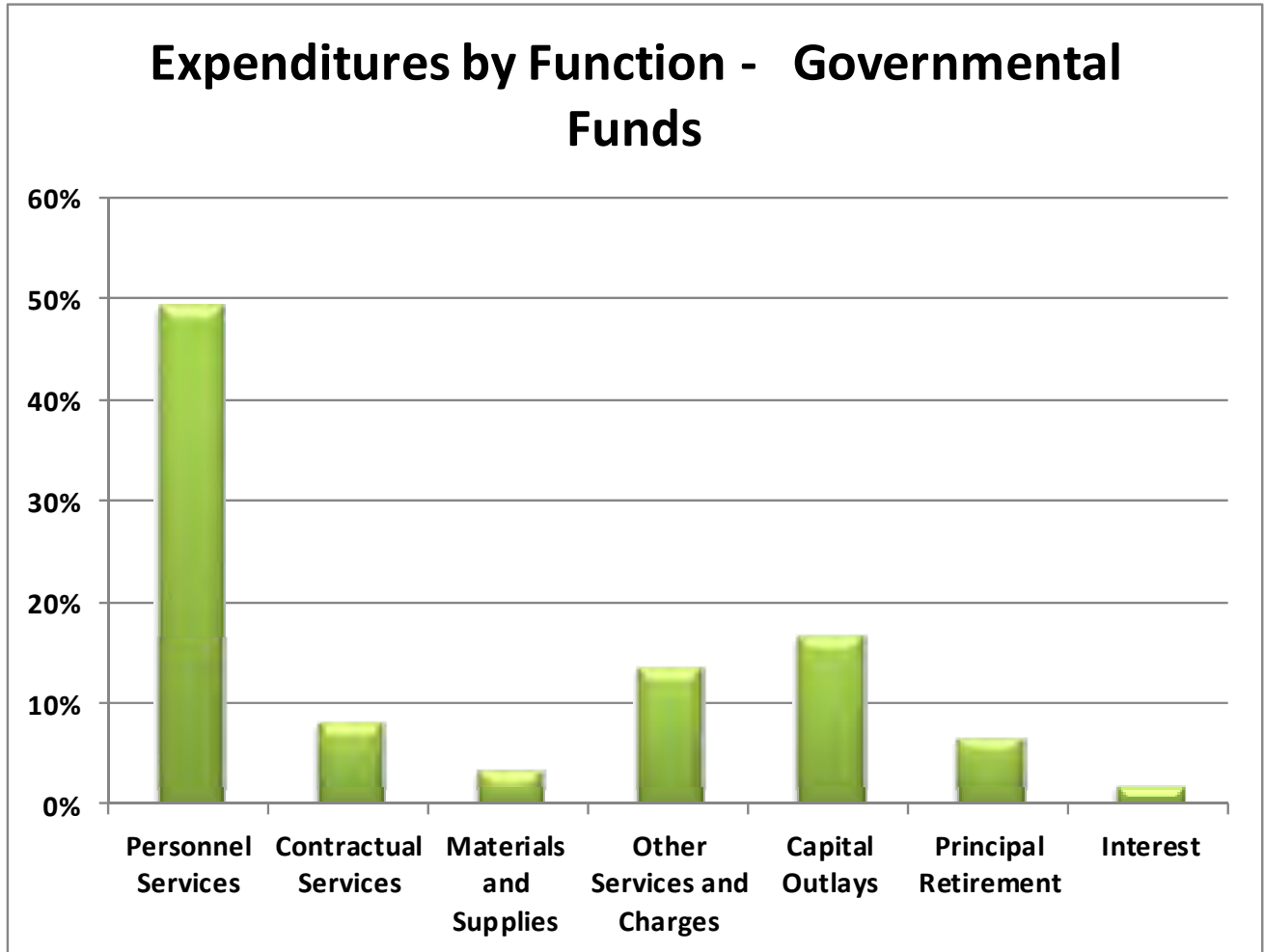
As shown in the below charts for governmental funds fiscal year 2013, property taxes and other local taxes accounted for 72% of total revenues and served as the primary sources of revenue while personal services and capital outlays were the largest expenditures by object classification.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

The General Fund is the primary operating fund of the City. At the end of the current fiscal year, the fund balance of the General Fund stood at \$12,011,760. To measure the General Fund's liquidity, it may be useful to compare the unassigned fund balance to the total fund expenditures. The total unassigned fund balance of \$11,251,145 represents 94% of the total General Fund expenditures in FY 2013. Fund balance in the General Fund increased by \$2,044,712. Significant factors influencing this change in the General Fund were the increase in the charges for administrative services for the Wastewater Utility fund and that the City exceeded its revenue budget by \$381,054 during the year.



CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013



Financial Analysis of the Proprietary Funds

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

Unrestricted net position for the City's major Proprietary Funds, the Wastewater Utility and Stormwater Utility Fund, were \$5,166,942 and \$2,141,839 respectfully, at the end of the fiscal year. Total net position in the Wastewater Utility Fund increased \$2,089,925. The increase was primarily due to sewer charges for service of \$9,885,410, which exceeded operating expense by \$1,567,478. Total net position in the Stormwater Utility Fund increased \$1,700,179. The increase in net position was primarily due to capital contributions resulting from annexations of \$1,627,545. Other business-type activities decreased the City's net position by \$37,776.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

General Fund Budgetary Highlights

Differences between the original expenditure budget and the final amended budget resulting in a \$662,340 increase in appropriation and is briefly summarized as follows:

- Budget carryovers of encumbrances resulting in a \$121,204 increase. Significant carryovers include \$35,835 for Fire Equipment and \$16,657 in various Fire Department repairs and parts.
- Other appropriation increases to the original budget were made in the amount of \$449,163 during the fiscal year. Significant activities which necessitated this increase was \$424,363 of Fire additional appropriations that were a result of awarded Federal grants.

The final budget revenues and actual amount (budgetary basis) differed by \$381,054 during the year. This was primarily due to fees from Licenses and Permits and Other Revenue which exceeded budget by a combined \$680,057. General Property Taxes and Fines and Forfeitures failed to meet their revenue budget by \$350,832 and \$3,532 respectfully.

There were no significant variances between the final amended budget and actual expenditures. Actual budgetary basis expenditures were \$19,322,680 or 9% less than the final amended budget primarily due to Fire, Police, Parks and Recreation and Rainy Day all coming in under budget.

Capital Asset and Debt Administration

Capital assets: The City invested \$11,831,156 in capital assets for its governmental and business type activities for the year ended December 31, 2013. Accumulated depreciation on City assets increased by \$9,607,050 for the fiscal year resulting in an increase of \$2,224,106 in net book value of City assets. The investment in capital assets included land, buildings and improvements, machinery and equipment, infrastructure such as roads and highways, and construction in progress.

Major events leading to changes in the capital asset balance during the current fiscal year included the following:

- Continued updating of vehicles, machinery, and equipment.
- Bolt-on Annexations resulting in the dedication of the new infrastructure to City's balance sheet.
- Land and Right-of-way acquisition related to the City's Worthsville Road project
- Construction in Progress of a new City building-City Center

The following table displays changes in the City's Capital Assets.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

**City of Greenwood, Indiana
Capital Assets**

	Governmental		Business-type		Total	
	Activities		Activities			
	2013	2012	2013	2012	2013	2012
Land	\$ 15,205,802	\$ 12,713,011	\$ 4,398,904	\$ 4,398,904	\$ 19,604,706	\$ 17,111,915
Construction in Progress	1,203,683	210,026	-	-	1,203,683	210,026
Buildings and Improvements	33,035,960	32,285,620	41,009,317	40,736,903	74,045,277	73,022,523
Machinery and Equipment	11,414,607	9,672,277	3,513,367	2,622,908	14,927,974	12,295,185
Infrastructure	167,517,669	164,456,048	187,042,052	185,414,508	354,559,721	349,870,556
Accumulated Depreciation	(78,801,176)	(74,004,227)	(65,801,990)	(60,991,889)	(144,603,166)	(134,996,116)
Net Capital Assets	\$ 149,576,545	\$ 145,332,755	\$ 170,161,650	\$ 172,181,334	\$ 319,738,195	\$ 317,514,089

Additional information of the City's capital assets can be found in Note 4 of this report.

Long-term debt: At the end of the current fiscal year, the City had total long-term debt outstanding of \$58,245,876 related to governmental activities and \$17,701,909 related to business-type activities. Of this amount, \$8,540,000 is comprised of General Obligation Debt.

The following table reflects the City's long-term liabilities.

**City of Greenwood, Indiana
Long-term Liabilities**

	Governmental		Business-type		Total	
	Activities		Activities			
	2013	2012	2013	2012	2013	2012
General Obligation debt	\$ 8,540,000	\$ 9,697,500	\$ -	\$ -	\$ 8,540,000	\$ 9,697,500
Revenue Bonds	47,305,000	7,535,000	12,795,000	13,715,000	60,100,000	21,250,000
Certificates of Participation	-	405,000	-	-	-	405,000
Capital Leases	1,622,804	849,753	479,267	-	2,102,071	849,753
Compensated Absences	362,798	344,669	25,144	9,480	387,942	354,149
Net Pension Obligation	415,274	308,140	-	-	415,274	308,140
Citizens Energy Group Construction						
Loans	-	-	4,291,936	4,430,453	4,291,936	4,430,453
Bond Premium	-	-	110,562	122,847	110,562	122,847
Total Long-term Debt	\$ 58,245,876	\$ 19,140,062	\$ 17,701,909	\$ 18,277,780	\$ 75,947,785	\$ 37,417,842

The City's long-term debt for governmental activities increased by \$39,105,814 during FY 2013. The increase is due to debt issued in connection with the expansion of Worthsville Road, I-65 Interchange and Regional Aquatics Center. Each of these projects are further described in the Current Infrastructure and Development Projects section below.

Additional information of the City's long-term debt can be found in Note 5 of this report.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

Political Factors, Economic Trends, and Budgets

Political Factors

Despite revenue diversification efforts since 2012, property tax revenue remains the principal source of revenue for funding governmental activities within the City of Greenwood.

The State of Indiana General Assembly enacted property tax reform legislation during the 2008 session. The reforms included limiting property tax bills to 1% of gross assessed value for residential homesteads, 2% for agricultural properties, and 3% for all other real and personal property.

Under the current system, taxable properties within the City are assessed based on market values. Each year properties are trended up or down by the County Assessor's Office. Property values are assessed by comparing properties to current sales trends in their respective neighborhoods.

The property tax reforms of 2008 combined with the national housing recession has produced large "circuit breaker credits" borne by all taxing units in a district. This combination of legislation and poor market performance has produced extensive reductions in property taxes available to the City since 2009.

In 2013, the City lost approximately \$1 million dollars in taxable property tax levy due to circuit breaker caps.

As a consequence of the state legislation, the City has enacted a variety of reforms since the start of fiscal year 2012. In 2012, the Stormwater Utility was created in order to prevent the General Fund from funding the ever increasing demands of aging Stormwater infrastructure and increasing water quality standards.

The City also addressed expenses in response to property tax legislation. No cost of living raise was included in the 2013 Budget and the employee share of the cost for health and disability insurance has steadily increased.

Economic Trends

Many of the City's most important alternative revenue streams are highly levered to economic growth. Sewer Availability Fees, Park Impact Fees, Building Permits, and many other user fees thrive as the macro-environment improves and consumers feel more confident. As such, the gradual economic recovery allowed for modest spending growth in the 2014 Budget.

However, due to the fragile and uneven nature of the national recovery, City management will continue to promote fiscal conservatism and promote only modest increases in fixed expenses.

Management subscribes to a conservative economic outlook driven by a slow and uneven recovery that produces little to no inflationary risk over the next fiscal period. The City's growth will remain contingent on job creation in the Central Indiana Region.

2014 Budget

The City will continue to provide essential services to taxpayers within the constraints of limited financial resources. The City will operate under its second consecutive balanced budget and hopes to bolster its rainy day reserves if a surplus is realized.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

2015 Budget

The City is committed to creating and living within its third consecutive balanced budget in 2015. The City will continue to offer a wide spectrum of governmental and utility services to citizens and customers without unduly stressing its limited revenue streams. Specific concerns for the 2015 Budget include increased circuit breaker losses and a growing need to replace slowly aging infrastructure throughout the City and its enterprises.

Current Infrastructure and Development Projects

The City of Greenwood and its various subdivisions are constantly pursuing infrastructure and economic development projects that will lead to an increased quality of life for citizens and visitors to the region. These projects include:

- **Worthsville Road Expansion-** A multi-year, \$21.5 million dollar expansion of an east-west corridor on the south side of the City. When completed the road will provide better travel between I-65 and U.S. 31.
- **New I-65 Exit (Worthsville Road) -** A multi-year, \$22 million dollar construction project that when finished will provide Greenwood with its third exit off I-65. The City is investing a total of \$11 million in the project, with the State of Indiana providing the difference.
- **Regional Aquatic Center at Freedom Park-** In 2015, the City will complete the construction of a \$10 million dollar aquatic facility at Freedom Park- the City's largest Park. The aquatic center is the central component of a multi-year effort to enhance the profile of City's park and trail system
- **Stormwater Infrastructure Development-** Two years after the establishment of the Greenwood Stormwater Utility, the enterprise has embarked upon its ten year capital replacement plan. Remediation and reconstruction of Pleasant Creek from City Center Park to Old City Park will serve as high profile example of the aesthetic and environmental benefits of Stormwater investment.
- **Sanitary Sewer Reinvestment (GWD Project) -** Beginning in 2012, the Sanitary Sewer has refocused its operations to limit infiltration and inflow and meet benchmarks contained in a 2012 agreed order with the Indiana Department of Environmental Management (IDEM). In order to create a more efficient system and better protect waterways, the City has outlined a decade long capital improvement plan that will invest over \$6 million in Old Town Greenwood and will repair or replace miles of pipe throughout the Sanitary District.
- **Airport Capital Improvements-** The Administration of the City has made investment in the Greenwood Municipal Airport a central part of the region's economic development plan. In 2012, the Airport received over \$1 million dollars in federal grants to extend the runway beyond the 5,000 feet threshold key to increasing jet traffic. In 2013, the City purchased and remodeled an existing corporate hangar/office building on the property. Upon completion of construction, Indiana based aeronautical engineering firm NGC relocated their headquarters to the building. In 2014, the City will complete construction of new \$500,000 corporate hangar to accommodate increasing traffic at the airport.

CITY OF GREENWOOD, INDIANA
MANAGEMENT'S DISCUSSION AND ANALYSIS
DECEMBER 31, 2013

- **Downtown (Old Town) Redevelopment-** The current City Administration is committed to the revitalization of the Old Town district of the City. In 2013, approximately \$1 million was invested in completely rebuilding the former Pool Park in to a handicap accessible all-season Park rebranded as City Center Park. City Center Park is home to City's first splash pad and received over \$130,000 in private donations. In 2014, the City expects the completion of the \$6.2 million City Center building. The complete rehabilitation of a former bank tower will create a consolidated city office located in the very core of the City.

Request for Information

This financial report is designed to provide a general overview of the City of Greenwood finances for those with an interest in the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to the Finance Department, City of Greenwood, 300 S. Madison Avenue, Greenwood, Indiana 46143.



**CITY OF GREENWOOD, INDIANA
STATEMENT OF NET POSITION
DECEMBER 31, 2013**

Primary Government

	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and Cash Equivalents	\$ 81,817,741	\$ 6,613,029	\$ 88,430,770
Receivables	8,165,565	3,268,139	11,433,704
Inventories (at cost)	171,680	71,176	242,856
Prepays, Deposits, and Other	92,420	-	92,420
Restricted Cash and Cash Equivalents	-	1,249,396	1,249,396
Capital Assets:			
Non-depreciable	16,409,485	4,398,904	20,808,389
Depreciable, Net of Accumulated Depreciation	133,167,060	165,762,746	298,929,806
Total Assets	<u>239,823,951</u>	<u>181,363,390</u>	<u>421,187,341</u>
Liabilities			
Accounts Payable	2,221,163	1,232,802	3,453,965
Accrued Payroll	657,606	173,572	831,178
Unearned Revenue	-	29,284	29,284
Construction Payable	-	465,405	465,405
Accrued Interest Payable	672,340	122,049	794,389
Long-term Liabilities:			
Due Within One Year	4,644,919	1,274,751	5,919,670
Due in More Than One Year	53,600,957	16,427,158	70,028,115
Total Liabilities	<u>61,796,985</u>	<u>19,725,021</u>	<u>81,522,006</u>
Net Position			
Net Investment in Capital Assets	128,548,717	152,019,480	280,568,197
Restricted for:			
Debt Service	646,113	1,249,396	1,895,509
Capital Projects	27,333,376	-	27,333,376
Other	199,531	-	199,531
Unrestricted	21,299,229	8,369,493	29,668,722
Total Net Position	<u>\$ 178,026,966</u>	<u>\$ 161,638,369</u>	<u>\$ 339,665,335</u>

See accompanying notes to the basic financial statements.

**CITY OF GREENWOOD, INDIANA
STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013**

Function/Program Activities	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary Government:				
Governmental Activities:				
General Administration	\$ 8,427,502	\$ 486,738	\$ 295,279	\$ -
Public Safety	11,378,564	12,134	88,581	184,515
Transportation and Public Works	6,248,192	857	-	-
Parks and Community Services	2,176,513	566,229	3,389	42,500
Economic Development	1,570,046	177,764	-	-
Interest and Service Charges	821,421	-	-	-
Total Governmental Activities	30,622,238	1,243,722	387,249	227,015
Business-type Activities:				
Wastewater Utility	8,852,782	9,885,410	-	-
Municipal Airport	1,536,132	1,115,197	-	339,212
Solid Waste	2,222,103	2,261,359	-	-
Stormwater Utility	2,493,544	2,509,149	-	1,627,545
Total Business-type Activities	15,104,561	15,771,115	-	1,966,757
Total Primary Government	\$ 45,726,799	\$ 17,014,837	\$ 387,249	\$ 2,193,772

Changes in Net Position:

General Revenues:
Taxes:
General Property Taxes
State Shared Revenue
Other Taxes
Investment Income
Other
Transfers
Total General Revenues and Transfers
Change in Net Position
Net Position - Beginning of Year
Net Position - End of Year

See accompanying notes to the basic financial statements.

Net (Expense) Revenue and Changes in Net Position

Primary Government		
Governmental Activities	Business-Type Activities	Total
\$ (7,645,485)		\$ (7,645,485)
(11,093,334)		(11,093,334)
(6,247,335)		(6,247,335)
(1,564,395)		(1,564,395)
(1,392,282)		(1,392,282)
(821,421)		(821,421)
<u>(28,764,252)</u>		<u>(28,764,252)</u>
	\$ 1,032,628	1,032,628
	(81,723)	(81,723)
	39,256	39,256
	<u>1,643,150</u>	<u>1,643,150</u>
	<u>2,633,311</u>	<u>2,633,311</u>
<u>(28,764,252)</u>	<u>2,633,311</u>	<u>(26,130,941)</u>
19,438,885	-	19,438,885
3,325,391	-	3,325,391
9,234,648	-	9,234,648
32,814	-	32,814
5,917,205	2,119,017	8,036,222
1,000,000	(1,000,000)	-
<u>38,948,943</u>	<u>1,119,017</u>	<u>40,067,960</u>
10,184,691	3,752,328	13,937,019
167,842,275	157,886,041	325,728,316
<u>\$ 178,026,966</u>	<u>\$ 161,638,369</u>	<u>\$ 339,665,335</u>

**CITY OF GREENWOOD, INDIANA
BALANCE SHEET
GOVERNMENTAL FUNDS
DECEMBER 31, 2013**

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Eastside TIF</u>	<u>Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Assets						
Cash and Cash Equivalents	\$ 11,547,827	\$ 1,905,562	\$ 41,080,926	\$ 17,888,826	\$ 9,394,600	\$ 81,817,741
Receivables	7,409,936	96,933	268,214	-	390,482	8,165,565
Inventories (at cost)	80,430	-	24,299	-	66,951	171,680
Prepays, Deposits, and Other	92,420	-	-	-	-	92,420
Total Assets	<u>\$ 19,130,613</u>	<u>\$ 2,002,495</u>	<u>\$ 41,373,439</u>	<u>\$ 17,888,826</u>	<u>\$ 9,852,033</u>	<u>\$ 90,247,406</u>
Liabilities, Deferred Inflows and Fund Balances						
Liabilities:						
Accounts Payable	\$ 485,533	\$ 129,533	\$ 414,317	\$ 551,124	\$ 640,656	\$ 2,221,163
Accrued Payroll	592,172	-	-	-	65,434	657,606
Total Liabilities	<u>1,077,705</u>	<u>129,533</u>	<u>414,317</u>	<u>551,124</u>	<u>706,090</u>	<u>2,878,769</u>
Deferred Inflows:						
Unavailable Revenue	6,041,148	96,933	268,214	-	-	6,406,295
Fund Balances:						
Nonspendable	172,850	-	24,299	-	66,951	264,100
Restricted	199,531	1,318,453	38,635,631	17,337,702	7,800,019	65,291,336
Committed	388,234	457,576	590,718	-	1,278,973	2,715,501
Assigned	-	-	1,440,260	-	-	1,440,260
Unassigned (deficit)	11,251,145	-	-	-	-	11,251,145
Total Fund Balance	<u>12,011,760</u>	<u>1,776,029</u>	<u>40,690,908</u>	<u>17,337,702</u>	<u>9,145,943</u>	<u>80,962,342</u>
Total Liabilities, Deferred Inflows and Fund Balances	<u>\$ 19,130,613</u>	<u>\$ 2,002,495</u>	<u>\$ 41,373,439</u>	<u>\$ 17,888,826</u>	<u>\$ 9,852,033</u>	<u>\$ 90,247,406</u>

See accompanying notes to the basic financial statements.

**CITY OF GREENWOOD, INDIANA
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL
FUNDS TO THE STATEMENT OF NET POSITION
DECEMBER 31, 2013**

Total fund balances--governmental funds \$ 80,962,342

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

Capital assets used in governmental activities are not financial resources and therefore are not reported in the funds. These assets consist of:

Land	\$ 15,205,802	
Construction in progress	1,203,683	
Buildings and Improvements	33,035,960	
Machinery and equipment	11,414,607	
Infrastructure	167,517,669	
Accumulated depreciation	<u>(78,801,176)</u>	
Total capital assets	<u>149,576,545</u>	149,576,545

Some revenues in the governmental funds are deferred because they are not collected within the prescribed time period after year-end. On the accrual basis, however, those revenues would be recognized, regardless of when they are collected. 6,406,295

Some long-term liabilities and related assets are not due and payable in the current period and therefore are not reported in the funds. Those assets and liabilities consist of:

Long-term compensated absences	(362,798)	
Net pension obligation	(415,274)	
Accrued interest payable	(672,340)	
Long-term debt, including premium on refunding	<u>(57,467,804)</u>	
Total long-term liabilities	<u>(58,918,216)</u>	(58,918,216)

Net position of governmental activities \$ 178,026,966

See accompanying notes to the basic financial statements.

CITY OF GREENWOOD, INDIANA
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES
IN FUND BALANCES - GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013

	<u>General</u>	<u>Debt Service</u>	<u>Capital Projects</u>	<u>Eastside TIF</u>	<u>Total Nonmajor Governmental Funds</u>	<u>Total Governmental Funds</u>
Revenues:						
General Property Taxes	\$ 9,648,109	\$ 965,775	\$ 1,518,103	\$ 6,034,883	\$ 1,170,619	\$ 19,337,489
Other Local Taxes	8,054,584	98,352	285,435	-	540,027	8,978,398
Franchise Fees	293,431	-	-	-	-	293,431
State Shared Revenue	516,554	-	-	-	2,708,837	3,225,391
Investment Income	1,169	127	21,504	1,112	8,526	32,438
Licenses and Permits	710,754	-	342,407	-	25,459	1,078,620
Fines and Forfeitures	28,318	-	-	-	1,212,197	1,240,515
Intergovernmental	326,950	-	3,389	-	30,274	360,613
Other	1,891,401	350	-	2,161,160	847,884	4,900,795
Total Revenue	<u>21,471,270</u>	<u>1,064,604</u>	<u>2,170,838</u>	<u>8,197,155</u>	<u>6,543,823</u>	<u>39,447,690</u>
Expenditures:						
Current:						
Personnel Services	16,434,576	-	-	-	1,518,963	17,953,539
Contractual Services	275,183	-	775,186	1,480,579	442,648	2,973,596
Materials and Supplies	632,797	-	-	-	558,626	1,191,423
Other Services and Charges	2,584,485	-	835,765	-	1,539,378	4,959,628
Capital Outlay	712,108	-	3,125,753	1,314,951	1,976,475	7,129,287
Debt Service:						
Principal Retirement	-	535,000	660,000	1,220,000	-	2,415,000
Interest	-	128,233	34,950	528,571	-	691,754
Total Expenditures	<u>20,639,149</u>	<u>663,233</u>	<u>5,431,654</u>	<u>4,544,101</u>	<u>6,036,090</u>	<u>37,314,227</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>832,121</u>	<u>401,371</u>	<u>(3,260,816)</u>	<u>3,653,054</u>	<u>507,733</u>	<u>2,133,463</u>
Other Financing Sources (Uses):						
Proceeds from Long-Term Debt Issued	-	-	40,990,000	-	-	40,990,000
Proceeds from Capital Lease:	130,557	-	274,200	-	657,730	1,062,487
Transfers In	1,090,305	635,152	-	3,828,156	-	5,553,613
Transfers Out	(8,271)	-	(3,828,156)	(568,578)	(148,608)	(4,553,613)
Total Other Financing Sources (Uses)	<u>1,212,591</u>	<u>635,152</u>	<u>37,436,044</u>	<u>3,259,578</u>	<u>509,122</u>	<u>43,052,487</u>
Net Change in Fund Balance	2,044,712	1,036,523	34,175,228	6,912,632	1,016,855	45,185,950
Fund Balance, Beginning of Year	9,967,048	739,506	6,515,680	10,425,070	8,129,088	35,776,392
Fund Balance, End of Year	<u>\$ 12,011,760</u>	<u>\$ 1,776,029</u>	<u>\$ 40,690,908</u>	<u>\$ 17,337,702</u>	<u>\$ 9,145,943</u>	<u>\$ 80,962,342</u>

See accompanying notes to the basic financial statements.

**CITY OF GREENWOOD, INDIANA
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF
GOVERNMENTAL FUNDS TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED DECEMBER 31, 2013**

Net change in fund balances--total governmental funds \$ 45,185,950

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 is allocated over their estimated useful lives as depreciation expense. This is the amount by which capital outlays exceeded depreciation and other transactions that impact capital assets in the current period.

Capital outlay expenditures	9,096,739	
Depreciation expense	<u>(4,852,949)</u>	
Net adjustment	<u>4,243,790</u>	4,243,790

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds. This adjustment is to recognize the net change in "unavailable" revenues. Under the modified accrual basis of accounting, revenues are not recognized unless they are deemed "available" to finance the expenditures of the current period; accrual-basis recognition is not limited by availability, so certain revenues need to be reduced by the amounts that were unavailable at the beginning of the year and increased by the amounts that were unavailable at the end of the year.

357,646

The issuance of long-term debt (e.g., bonds, certificates of obligation) provides current financial resources to governmental funds, but issuing debt increases long-term liabilities in the statement of net position. Repayment of long-term debt principal is an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the statement of net position. Also, governmental funds report the effect of premiums, discounts, and similar items when debt is first issued, whereas these amounts are amortized to interest expense over the life of the bond in the statement of activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.

Debt issued:		
Redevelopment Revenue Bonds	(40,990,000)	
Capital Leases	<u>(1,062,487)</u>	
Total proceeds	<u>(42,052,487)</u>	
Repayments to bond and lease holders	2,704,436	
Net adjustment	<u>(39,348,051)</u>	(39,348,051)

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 governmental funds.

Increase in accrued interest on long-term debt	(129,381)	
Increase in net pension obligation	(107,134)	
Increase in compensated absences liability	<u>(18,129)</u>	
Net adjustment	<u>(254,644)</u>	(254,644)

Change in net position of governmental activities \$ 10,184,691

See accompanying notes to the basic financial statements.

CITY OF GREENWOOD, INDIANA
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
DECEMBER 31, 2013

	Enterprise Funds			Total
	Wastewater Utility	Stormwater Utility	Nonmajor Enterprise Funds	
ASSETS				
Current Assets:				
Cash and Cash Equivalents	\$ 4,163,565	\$ 1,541,890	\$ 907,574	\$ 6,613,029
Accounts and Other Receivables, net of allowance for uncollectibles	2,067,316	812,113	388,710	3,268,139
Inventories, at Cost	33,222	-	37,954	71,176
Total Current Assets	<u>6,264,103</u>	<u>2,354,003</u>	<u>1,334,238</u>	<u>9,952,344</u>
Noncurrent Assets:				
Restricted Cash and Cash Equivalents	1,249,396	-	-	1,249,396
Capital Assets (at cost):				
Land	294,580	-	4,104,324	4,398,904
Buildings	929,000	-	2,828,567	3,757,567
Improvements Other than Buildings	36,795,789	-	455,961	37,251,750
Infrastructure	96,665,743	83,412,552	6,963,757	187,042,052
Machinery and Equipment	1,873,082	727,404	912,881	3,513,367
Accumulated Depreciation	(28,312,178)	(31,852,780)	(5,637,032)	(65,801,990)
Net Capital Assets	<u>108,246,016</u>	<u>52,287,176</u>	<u>9,628,458</u>	<u>170,161,650</u>
Total Noncurrent Assets	<u>109,495,412</u>	<u>52,287,176</u>	<u>9,628,458</u>	<u>171,411,046</u>
Total Assets	<u>115,759,515</u>	<u>54,641,179</u>	<u>10,962,696</u>	<u>181,363,390</u>
LIABILITIES				
Current Liabilities:				
Accounts Payable	782,523	188,709	261,570	1,232,802
Accrued Payroll	138,161	23,455	11,956	173,572
Unearned Revenue	29,284	-	-	29,284
Accrued Interest Payable	122,049	-	-	122,049
Construction Payable	465,405	-	-	465,405
Current Portion of Long-Term Liabilities	1,264,135	-	10,616	1,274,751
Total Current Liabilities	<u>2,801,557</u>	<u>212,164</u>	<u>284,142</u>	<u>3,297,863</u>
Long-Term Liabilities:				
Long-Term Liabilities Due in More Than One Year	16,292,384	-	134,774	16,427,158
Total Long-Term Liabilities	<u>16,292,384</u>	<u>-</u>	<u>134,774</u>	<u>16,427,158</u>
Total Liabilities	<u>19,093,941</u>	<u>212,164</u>	<u>418,916</u>	<u>19,725,021</u>
NET POSITION				
Net Investment in Capital Assets	90,249,236	52,287,176	9,483,068	152,019,480
Restricted for:				
Debt Service	1,249,396	-	-	1,249,396
Unrestricted	5,166,942	2,141,839	1,060,712	8,369,493
Total Net Position	<u>\$ 96,665,574</u>	<u>\$ 54,429,015</u>	<u>\$ 10,543,780</u>	<u>\$ 161,638,369</u>

See accompanying notes to the basic financial statements.

**CITY OF GREENWOOD, INDIANA
STATEMENT OF REVENUES, EXPENSES,
AND CHANGES IN FUND NET POSITION
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013**

	Enterprise Funds			Total
	Wastewater Utility	Stormwater Utility	Nonmajor Enterprise Funds	
OPERATING REVENUES				
Charges for Services	\$ 9,885,410	\$ 2,509,149	\$ 3,376,556	\$ 15,771,115
Other	2,057,297	57,029	4,691	2,119,017
Total Operating Revenues	<u>11,942,707</u>	<u>2,566,178</u>	<u>3,381,247</u>	<u>17,890,132</u>
OPERATING EXPENSES				
Personnel Services	1,510,835	421,629	593,776	2,526,240
Supplies and Materials	930,782	24,153	621,232	1,576,167
Contractual Services	368,474	354,603	1,872,991	2,596,068
Other Services and Charges	2,670,317	7,769	251,048	2,929,134
Depreciation	2,837,524	1,685,390	419,188	4,942,102
Total Operating Expenses	<u>8,317,932</u>	<u>2,493,544</u>	<u>3,758,235</u>	<u>14,569,711</u>
Operating Income (Loss)	<u>3,624,775</u>	<u>72,634</u>	<u>(376,988)</u>	<u>3,320,421</u>
NONOPERATING REVENUES (EXPENSES)				
Interest Expense	(534,850)	-	-	(534,850)
Capital Contributions	-	1,627,545	339,212	1,966,757
Total Nonoperating Revenues (Expenses)	<u>(534,850)</u>	<u>1,627,545</u>	<u>339,212</u>	<u>1,431,907</u>
Income Before Transfers	<u>3,089,925</u>	<u>1,700,179</u>	<u>(37,776)</u>	<u>4,752,328</u>
Transfers Out	(1,000,000)	-	-	(1,000,000)
Change in Net Position	2,089,925	1,700,179	(37,776)	3,752,328
Total Net Position - Beginning	94,575,649	52,728,836	10,581,556	157,886,041
Total Net Position - Ending	<u>\$ 96,665,574</u>	<u>\$ 54,429,015</u>	<u>\$ 10,543,780</u>	<u>\$ 161,638,369</u>

See accompanying notes to the basic financial statements.

**CITY OF GREENWOOD, INDIANA
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013**

	Business-type Activities--			Total
	Enterprise Funds			
	Wastewater Utility	Stormwater Utility	Nonmajor Enterprise Funds	
Cash Flows from Operating Activities:				
Receipts from Customers	\$ 8,997,890	\$ 1,787,591	\$ 3,336,944	\$ 14,122,425
Receipts from Other Operating Sources	2,057,297	57,029	4,691	2,119,017
Payments to Employees	(1,465,600)	(412,427)	(590,036)	(2,468,063)
Payments to Suppliers	(4,398,729)	(198,476)	(2,873,594)	(7,470,799)
Net Cash Provided by (Used for) Operating Activities	<u>5,190,858</u>	<u>1,233,717</u>	<u>(121,995)</u>	<u>6,302,580</u>
Cash Flows from Capital and Related Financing Activities:				
Contributions	-	-	339,212	339,212
Acquisition and Construction of Property, Plant and Equipment	(2,491,659)	(63,090)	(229,544)	(2,784,293)
Transfers to City Funds	(1,000,000)	-	-	(1,000,000)
Principal Paid on Long-Term Debt	(920,000)	-	-	(920,000)
Principal Paid on Loans	(239,931)	-	-	(239,931)
Interest Paid on Long-Term Obligations	(557,529)	-	-	(557,529)
Net Cash Provided by (Used for) Capital and Related Financing Activities	<u>(5,209,119)</u>	<u>(63,090)</u>	<u>109,668</u>	<u>(5,162,541)</u>
Net Increase (Decrease) in Cash and Cash Equivalents	(18,261)	1,170,627	(12,327)	1,140,039
Cash and Cash Equivalents, Beginning of Year (Including \$1,119,869 of Restricted Cash)	5,431,222	371,263	919,901	6,722,386
Cash and Cash Equivalents, End of Year (Including \$1,249,396 of Restricted Cash)	<u>\$ 5,412,961</u>	<u>\$ 1,541,890</u>	<u>\$ 907,574</u>	<u>\$ 7,862,425</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:				
Operating Income (Loss)	\$ 3,624,775	\$ 72,634	\$ (376,988)	\$ 3,320,421
Adjustments to Reconcile Operating Income to Net Cash Provided by Operating Activities:				
Depreciation	2,837,524	1,685,390	419,188	4,942,102
Change in Assets and Liabilities:				
Accounts and Other Receivables	(887,520)	(721,558)	(39,612)	(1,648,690)
Inventories	(844)	-	17,761	16,917
Accounts Payable	(428,312)	188,049	(146,084)	(386,347)
Accrued Payroll	29,571	9,202	3,740	42,513
Accrued Compensation	15,664	-	-	15,664
Total Adjustments	<u>1,566,083</u>	<u>1,161,083</u>	<u>254,993</u>	<u>2,982,159</u>
Net Cash Provided by (Used for) Operating Activities	<u>\$ 5,190,858</u>	<u>\$ 1,233,717</u>	<u>\$ (121,995)</u>	<u>\$ 6,302,580</u>
Noncash Investing, Capital, and Financing Activities:				
Capital Asset Contributions from Developers	\$ -	\$ 1,627,545	\$ -	\$ 1,627,545
Assets Acquired through Capital Leases	333,877	-	145,390	479,267

See accompanying notes to the basic financial statements.

**CITY OF GREENWOOD, INDIANA
 STATEMENT OF FIDUCIARY NET POSITION
 FIDUCIARY FUNDS
 DECEMBER 31, 2013**

	Agency Fund
ASSETS	
Current Assets:	
Cash and Cash Equivalents	\$ 85,939
Other Receivables	2,894
Total Assets	\$ 88,833

LIABILITIES

Current Liabilities:	
Accrued Payable	\$ 32,645
Payroll Withholdings Payable	56,188
Total Liabilities	\$ 88,833

See accompanying notes to the basic financial statements.

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

1. Summary of Significant Accounting Policies

The accounting policies of the City of Greenwood, Indiana (City) as reflected in the accompanying financial statements for the year ended December 31, 2013, conform to accounting principles generally accepted in the United States of America (GAAP) for local governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard setting body for establishing governmental accounting and financial reporting principles. A summary of the City's significant accounting policies applied in the preparation of the accompanying financial statements follows.

A. Reporting Entity

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

The accompanying financial statements present the financial information for the City.

B. Basis of Presentation

Government-Wide Statements

The two government-wide financial statements, the Statement of Net Position and the Statement of Activities, report information on all of the non-fiduciary activities of the City. Governmental activities, which include those activities primarily supported by taxes or intergovernmental revenue are reported separately from business-type activities, which generally rely on fees and charges for support. As a general rule, the effect of inter-fund 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 sewer and solid waste functions 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.

The Statement of Activities demonstrates the extent to which the direct expenses of a functional category are offset by program revenues. Direct expenses are those that are clearly identifiable with a specific program. Program revenues include charges to customers or applicants who purchase, use or directly benefit from goods, services or privileges provided by a given function. They also include operating and capital grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other items properly excluded from program revenues are reported as general revenues.

Fund Financial Statements

The City segregates transactions related to certain functions or activities in separate funds in order to aid financial management activities and to demonstrate legal compliance. Separate statements are prescribed for governmental activities and for proprietary activities. These statements present each major fund as a separate column on the fund financial statements, while all non-major funds are aggregated and presented in a single column.

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

The City's fiduciary funds are presented in the fund financial statements. Since by definition these assets are being held for the benefit of a third party (retiree pension distribution, healthcare plan participants and payroll clearing fund) and cannot be used to address activities or obligations of the government, these funds are not incorporated into the government-wide statements.

The following is a brief description of the major funds used by the City:

Governmental Funds

Governmental funds are those through which most governmental functions typically are financed. The measurement focus of governmental funds is on the sources, uses, and balance of financial resources basis of accounting. The City reports the following major governmental funds.

General Fund is the main operating fund of the City. The fund is used to account for all the financial resources that are not accounted for in other funds. All general tax revenues and other receipts that are not restricted by law or contractual agreement to some other fund are accounted for in this fund. General operating expenditures, fixed charges and capital improvement costs that are not paid through other funds are paid from the General Fund.

Debt Service Fund accounts for the accumulation of financial resources for the payment of principal, interest and related costs on long-term obligations paid primarily from taxes levied by the City. The fund balance of the Debt Service Fund is reserved to signify the amounts that are restricted exclusively for debt service expenditures.

Capital Projects Fund accounts for the City's purchase or construction of major capital facilities, which are not financed by other funds.

Eastside TIF Fund accounts for the City's economic development of the East-side TIF district within the City. The majority of the funds' costs are financed through the collection of property taxes assessed and collected on the district's property's captured assessed value.

In addition to the major funds mentioned above, the City uses the following governmental fund types.

Special Revenue Funds - Special Revenue Funds are used to account for the proceeds of specific revenue sources requiring separate accounting because of legal or regulatory provisions or administrative action.

Proprietary Funds

Proprietary funds are accounted for using the economic resources measurement focus and the accrual basis of accounting. The accounting objectives are determinations of net income, financial position and cash flows. All assets, deferred outflows of resources, liabilities, and deferred inflows of resources are included in the Statement of Net Position. The City reports the following major proprietary funds:

Wastewater Utility Fund accounts for the provision of sewer services to the residents of northern Johnson County. Activities of the funds include administration, billing and collection activities, and

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

the operations, maintenance, and construction of sanitary sewer systems. The fund also accounts for the accumulation of resources for the payment of long-term principal and interest for sewer debt. All costs are financed through charges to utility customers with rates reviewed regularly and adjusted if necessary to ensure the integrity of the system.

Stormwater Utility Fund accounts for the operation of the Stormwater Utility and provides funding for storm drainage capital improvements and maintenance of the stormwater drainage system in order to reduce stormwater related pollutants from entering the City's waterways.

Other Enterprise Funds is a summary of all the non-major enterprise, proprietary funds. These funds include the Aviation Fund and the Waste Management Fund.

Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the City's enterprise funds are charges to customers for sales and services. The Wastewater Utility Fund also recognizes as operating revenue the portion of tap fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds include the cost of sales and services, administrative expenses, and depreciation on capital assets. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses.

Fiduciary Funds

The City maintains an Agency Fund. A brief description of this fund follows:

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

Fiduciary funds are not included in the government-wide financial statements.

Reconciliation of Government-Wide and Fund Financial Statements

A summary reconciliation of the difference between total fund balances as reflected on the governmental funds balance sheet and total net position for governmental activities as shown on the government-wide statement of net position is presented in an accompanying schedule to the governmental funds balance sheet. The asset and liability elements which comprise the reconciliation difference stem from governmental funds using the current financial resources measurement focus and the modified accrual basis of accounting while the government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting. A summary reconciliation of the difference between net changes in fund balances as reflected on the governmental funds statement of revenues, expenditures, and changes in fund balances and change in net position for governmental activities as shown on the government-wide statement of activities is presented in an accompanying schedule to the governmental funds statement of revenues, expenditures, and changes in fund balances. The revenue and expense elements which comprise the reconciliation difference stem from governmental funds using the current financial resources

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

measurement focus and the modified accrual basis of accounting while the government-wide financial statements use the economic resources measurement focus and the accrual basis of accounting.

C. Basis of Accounting

The government-wide statement of net position and statement of activities, all proprietary funds, and the fiduciary funds are reported and accounted for on the economic resources measurement focus and the accrual basis of accounting. With this measurement focus, all assets, deferred outflows of resources, liabilities, and deferred inflows of resources associated with the operation of these activities are either included on the statement of net position or on the statement of fiduciary net position. Revenues are recorded when earned and expenses are recorded when liabilities are incurred, regardless of the timing of the related cash flows. Examples of non-exchange transactions, in which the City either gives or receives value without directly receiving or giving equal value in exchange include sales taxes, property taxes, grants, entitlements, and donations. On an accrual basis, revenue from sales tax is recognized when the underlying “exchange” transaction takes place. Revenue from property tax is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements, and donations is recognized in the fiscal year in which all eligibility requirements have been met. Contributions from members are recorded when the employer makes payroll deductions from Plan members. Employer contributions are recognized when due. Benefits and refunds are recognized when due and payable in accordance with the terms of the Plan.

The governmental fund financial statements are reported using the flow of current financial resources measurement focus and the modified accrual basis of accounting. This focus is on the determination of and changes in financial position. Revenues are recognized in the accounting period in which they become both measurable and available to finance expenditures of the current fiscal period. Revenues from taxes are generally considered available if received within 60 days after the fiscal year-end. Revenue from categorical and other grants are recognized when applicable eligibility requirements, including time requirements, are met and are generally considered available if received within 60 days after the fiscal year-end. Program revenues such as fines, licenses and permits, and other charges for services are generally considered to be measurable and available when the cash is received. Expenditures are recorded when the related liability is incurred and payment is due, except for principal and interest on long-term debt and certain estimated liabilities which are recorded only when the obligation has matured and is due and payable shortly after year-end as required by GASB Interpretation No. 6, *Recognition and Measurement of Certain Liabilities and Expenditures in Governmental Fund Financial Statements—an interpretation of NCGA Statements 1, 4, and 5; NCGA Interpretation 8; and GASB Statements No. 10, 16, and 18.*

D. Cash and Cash Equivalents

The City’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. Investment income is reported as revenue in the operating statement.

When both restricted and unrestricted resources are available for use for the same purpose, it is the City’s policy to use restricted resources first, then unrestricted resources when they are needed.

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

State statute (IC 5-13-9) authorizes the City 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.

E. Inventories

In governmental funds, inventories are valued at cost using the weighted average method of valuation. Inventories in the proprietary funds are stated at the lower of cost (determined by using weighted average cost or first-in, first-out methods) or fair value.

F. Capital Assets

Capital assets, which include land, buildings, infrastructure, vehicles, machinery, equipment, and construction in progress, are reported in the applicable governmental or business-type activities columns in the government-wide financial statements and in the fund financial statements for proprietary funds. Capital assets are recorded at original cost or estimated fair market value as of the date of acquisition or donation for contributed assets. Repairs and maintenance are recorded as expenses. Certain renewals and betterments are capitalized.

The capitalization threshold below is determined by the asset class.

- a) Land is capitalized regardless of the value or cost;
- b) Buildings, infrastructure, vehicles, machinery and equipment must be capitalized when the useful life is at least 1 year and the cost is \$5,000 or more;

Depreciation is recorded on each class of depreciable property using the straight-line method over the estimated useful lives of the assets. Estimated useful lives are as follows:

○ Buildings	5-50 years
○ Improvements Other than Buildings	10-50 years
○ Vehicles, Machinery and Equipment	5-20 years
○ Runways and Taxiways	25 years
○ Infrastructure	20-100 years

Included with the City's equipment capital assets, the City has capitalized an intangible asset: computer software. The City follows the same capitalization policy and estimated useful life for its intangible asset as it does for its equipment capital assets. The City also amortizes the intangible asset utilizing the straight-line method.

G. Taxes

Taxes include: property taxes, certified shares (local option tax), property tax replacement credit (local option tax), cigarette tax, alcoholic beverage commissions tax, wheel tax, innkeepers tax, food and beverage tax, county economic development income tax, vehicle, boat, and trailer excise tax county adjusted gross income tax, and other taxes that are set by the City.

Property taxes levied are collected by the County Treasurer and/or the appropriate state or local subdivision/agency as defined by local or state legislation. Property taxes are scheduled to be

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distributed to the City in June and December; however, situations can arise which would delay the distributions. State statute (IC 6-1.1-17-16) requires the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15 of each calendar year. 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 which normally become delinquent if not paid by May 10 and November 10, respectively.

H. Interfund Transactions

Interfund service transactions are accounted for as revenues, expenditures or expenses. Transactions that constitute reimbursements to a fund for expenditures/expenses initially made from it that are properly applicable to another fund, are recorded as expenditures/expenses in the reimbursing fund and as reductions of expenditures/expenses in the fund that is being reimbursed.

All other interfund transactions, except interfund service transactions and reimbursements, are reported as transfers.

I. Compensated Absences

City employees earn personal leave and/or compensatory time, which may either be taken or accumulated until paid upon termination or retirement. Unused leave and compensated time may be accumulated to a specific maximum amount and personal leave may be paid upon termination, retirement or death for employees. Accumulated vacation and sick leave is accrued when incurred in the government-wide statement of net position and the proprietary statements. A liability for these amounts is reported in governmental fund statements, only if they have matured as a result of employee resignation or retirements in accordance with GASB Interpretation No. 6. For accrued amounts that are paid through proprietary funds, an expense and liability for the total future liability is recorded.

The amount of current year compensated absences related to both governmental and proprietary funds is budgeted annually as an expenditure or expense, as appropriate. Compensated absences related to the governmental funds are liquidated in appropriate funds as determined by management.

J. Fund Balance/Net Position

Net position is presented on the Statements of Net Position. Net position represents the difference between (a) assets and deferred outflows of resources and (b) liabilities and deferred inflows of resources. Net investment in capital assets consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any debt related to the acquisition, construction, or improvements of those assets. Deferred outflows of resources and deferred inflows of resources that are attributable to the acquisition, construction, or improvement of those assets or related debt are also included in this component of net position. Net position is reported as restricted when there are limitations imposed on its use either through enabling legislation adopted by the City or through external restrictions imposed by creditors, grantors, laws, or regulations of other governments.

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Fund Balance is presented on the Balance Sheet for Governmental Funds. The components of fund balance include the following line items: a) non-spendable fund balance, b) restricted fund balance, c) committed fund balance, d) assigned fund balance and e) unassigned fund balance. For further explanation of each fund balance component, please see the following:

- a) **Non-spendable fund balance** (inherently non-spendable) include the:
- Portion of net resources that cannot be spent because of their form.
 - Portion of net resources that cannot be spent because they must be maintained intact.
- b) **Restricted fund balance** (externally enforceable limitations on use) include amounts subject to:
- Limitations imposed by creditors, grantors, contributors, or laws and regulations of other governments.
 - Limitations imposed by law through constitutional provision or enabling legislation.
- c) **Committed fund balance** (self-imposed limitations set in place prior to the end of the period):
- Limitation imposed at the highest level of decision making that requires formal action (passage of City Ordinance) at the same level to remove. For the City, the City Council is the highest level of decision making.
- d) **Assigned fund balance** (limitation resulting from intended use) consists of amounts where the:
- Intended use is established by the body designated for that purpose (City Council).
 - Intended use is established by official designated for that purpose. For the City, the City Controller is the designated official.
- e) **Unassigned fund balance** (residual net resources) is the:
- Total fund balance in the General Fund in excess of non-spendable, restricted, committed, and assigned fund balance.
 - Negative unassigned fund balance is the excess of non-spendable, restricted, and committed fund balance over total fund balance.

If there is an expenditure incurred for purposes for which both restricted and unrestricted fund balance is available, the City will consider the restricted fund balance to have been spent before unrestricted fund balance. Further, if there is an expenditure incurred for purposes for which committed, assigned, or unassigned fund balance classifications could be used, the City will consider committed fund balance to be spent before assigned fund balance, and consider assigned fund balance to be spent before unassigned fund balance.

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The table below presents a break-out of fund balance by classification and purpose.

Fund Balance	General Fund	Debt Service Fund	Capital Projects Fund	Eastside TIF Fund	Nonmajor Governmental Funds	Total Fund Balance
Nonspendable						
Inventories	\$ 80,430	\$ -	\$ 24,299	\$ -	\$ 66,951	\$ 171,680
Prepays	92,420	-	-	-	-	92,420
Total Nonspendable	172,850	-	24,299	-	66,951	264,100
Restricted						
General Administration	22,679	-	3,216,142	-	230,176	3,468,997
Public Safety	57,377	-	-	-	-	57,377
Transportation and Public Works	-	-	30,640,931	-	3,142,881	33,783,812
Economic Development	119,475	1,318,453	4,778,558	17,337,702	4,426,962	27,981,150
Total Restricted	199,531	1,318,453	38,635,631	17,337,702	7,800,019	65,291,336
Committed						
General Administration	251,618	306,902	566,742	-	90,322	1,215,584
Public Safety	108,674	66,535	-	-	102,766	277,975
Transportation and Public Works	-	-	1,118	-	462,846	463,964
Parks and Community Services	27,942	84,139	22,858	-	623,039	757,978
Total Committed	388,234	457,576	590,718	-	1,278,973	2,715,501
Assigned						
General Administration	-	-	541,923	-	-	541,923
Parks and Community Services	-	-	898,337	-	-	898,337
Total Assigned	-	-	1,440,260	-	-	1,440,260
Unassigned						
General Administration	8,367,515	-	-	-	-	8,367,515
Public Safety	2,200,694	-	-	-	-	2,200,694
Parks and Community Services	682,936	-	-	-	-	682,936
Total Unassigned	11,251,145	-	-	-	-	11,251,145
Total Fund Balance	\$ 12,011,760	\$ 1,776,029	\$ 40,690,908	\$ 17,337,702	\$ 9,145,943	\$ 80,962,342

K. Long-term Obligations

Long-term debt and other obligations for general government purposes are recorded in the government-wide statement of net position. Long-term debt and other obligations financed by proprietary funds are reported as liabilities in the appropriate funds and in the business-type activities on the government-wide statement of net position.

For the government-wide financial statements and proprietary fund statements, bond premiums and discounts are deferred and amortized over the life of the bonds using the average bond balance method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount. Issuance costs are expensed when incurred. In addition, gains and losses on bond refundings are amortized over the term of the lesser of the new bonds or the refunded bonds life using the straight-line method. In governmental funds, all bond related items are recognized in the current period.

**CITY OF GREENWOOD, INDIANA
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L. Budgets

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

M. Deferred Outflows/Inflows of Resources

In addition to assets, the statement of net position will sometimes report a separate section for deferred outflows of resources. This separate financial statement element, deferred outflows of resources, represents a consumption of net position that applies to a future period(s) and so will not be recognized as an outflow of resources (expense/expenditure) until that time. The City does not have any items reported as a deferred outflow of resources in the current fiscal year.

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

N. Use of Estimates

The preparation of the basic financial statements in conformity with GAAP requires the City's management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the basic financial statements and/or the reported amounts of revenues and expenditures/expenses during the reporting period. Actual results could differ from those estimates, but the City believes that the differences will be insignificant.

2. Cash and Cash Equivalents

Deposits, made in accordance with state statute (IC 5-13), with financial institutions in the State of Indiana at year end should be entirely insured by the Federal Depository Insurance Corporation and/or by the Indiana Public Deposit Insurance Fund. This includes any deposit accounts issued or offered by a qualifying financial institution. As of December 31, 2013 deposits for the City including Fiduciary Funds had a carrying amount and a bank balance of \$89,766,105 and \$90,665,034, respectively.

Restricted cash and cash equivalents in the Wastewater Utility Fund of \$1,249,396 is maintained to meet debt service requirements on revenue bonds.

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3. Receivables and Transfers

A. RECEIVABLES

Receivables at December 31, 2013 for governmental activities of the City's individual major governmental funds and non-major governmental funds, in the aggregate, consist of the following:

Revenue Source	General	Debt Service	Capital Projects	Non-major Governmental
Property Taxes	\$ 348,127	\$ 96,933	\$ 268,214	\$ -
CAGIT Taxes	5,715,704	-	-	-
PTRC Taxes	1,115,921	-	-	-
Motor Vehicle Highway Taxes	-	-	-	288,494
Other Taxes	27,498	-	-	87,250
Accounts and Other	202,686	-	-	14,738
Total Receivables	<u>\$ 7,409,936</u>	<u>\$ 96,933</u>	<u>\$ 268,214</u>	<u>\$ 390,482</u>

Receivables at December 31, 2013 for business-type activities of the City's individual major enterprise funds and non-major enterprise funds, in the aggregate, consist of the following:

Revenue Source	Wastewater Utility	Stormwater Utility	Nonmajor Enterprise
Accounts and Other	\$ 2,021,311	\$ 812,113	\$ 379,699
Grants	-	-	9,011
Fuel Reimbursements	46,005	-	-
Total Accounts Receivable	<u>\$ 2,067,316</u>	<u>\$ 812,113</u>	<u>\$ 388,710</u>

Governmental funds report deferred inflows in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. The City's Proprietary funds reported a liability in connection with resources that have been received, but not yet earned. At the end of the fiscal year, the various components of unavailable revenue reported in governmental funds and unearned revenue reported in proprietary funds were as follows:

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Governmental Funds:

Description	Unavailable Revenue
CAGIT Taxes	\$ 4,763,087
LPTRC Taxes	929,934
Property Taxes	713,274
Total Unavailable Revenue	\$ 6,406,295

Proprietary Funds:

Description	Unearned Revenue
Deposits and Rents	\$ 29,284

B. TRANSFERS

Transfers made during the year are as follows:

Transfers Out	Transfers In			Totals
	General Fund	Debt Service Fund	Eastside TIF	
General	\$ -	\$ 8,271	\$ -	\$ 8,271
East-Side TIF	-	568,578	-	568,578
Capital Projects	-	-	3,828,156	3,828,156
Non-Major Governmental	90,305	58,303	-	148,608
Wastewater Utility	1,000,000	-	-	1,000,000
Totals	\$ 1,090,305	\$ 635,152	\$ 3,828,156	\$ 5,553,613

Transfers are used to 1) move revenues from the fund with collection authorization to the Debt Service Fund as debt service principal and interest payments become due, 2) move restricted amounts from borrowings to the Debt Service Fund to establish mandatory reserve accounts, 3) move unrestricted revenues to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grant programs.

Significant transfers included the following:

- The General Fund transferred \$8,271 to the Debt Service Fund for funding of fire equipment debt service payments.
- The East-Side TIF Fund transferred \$568,578 to the Debt Service Fund to cover debt service reserve requirements.

CITY OF GREENWOOD, INDIANA
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- Non-Major Governmental Funds transferred \$58,303 to the Debt Service Fund to cover debt service reserve requirements.
- Non-Major Governmental Funds transferred \$90,305 to the General Fund related to police seizure funds that will be used for general public safety purposes.
- The Wastewater Utility Funds transferred \$1,000,000 to the General Fund for administrative services provided by the general fund for Wastewater activities.
- The Capital Projects Fund transferred \$3,828,156 to the Eastside TIF Fund to cover construction project costs in the Eastside TIF district.
- It is the City's policy to record inter-fund reimbursements that are in excess of the underlying expenditures as transfers.

4. CAPITAL ASSETS

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

	Balance January 1, 2013	Additions/ Transfers In	Deletions/ Transfers Out	Balance December 31, 2013
Governmental Activities:				
Capital assets, not being depreciated				
Land	\$ 12,713,011	\$ 2,492,791	\$ -	\$ 15,205,802
Construction in Progress	210,026	993,657	-	1,203,683
Total capital assets, not being depreciated	<u>12,923,037</u>	<u>3,486,448</u>	<u>-</u>	<u>16,409,485</u>
Capital assets, being depreciated				
Infrastructure	164,456,048	3,061,621	-	167,517,669
Buildings	23,085,467	-	-	23,085,467
Other Improvements	9,200,153	750,340	-	9,950,493
Machinery & Equipment	9,662,277	1,798,330	56,000	11,404,607
Software	10,000	-	-	10,000
Total capital assets, being depreciated	<u>206,413,945</u>	<u>5,610,291</u>	<u>56,000</u>	<u>211,968,236</u>
Less accumulated depreciation, for				-
Infrastructure	54,870,613	3,330,003	-	58,200,616
Buildings	9,054,853	463,258	-	9,518,111
Other Improvements	2,898,561	267,593	-	3,166,154
Machinery & Equipment	7,170,200	792,095	56,000	7,906,295
Software	10,000	-	-	10,000
Total accumulated depreciation	<u>74,004,227</u>	<u>4,852,949</u>	<u>56,000</u>	<u>78,801,176</u>
Total capital assets, being depreciated, net	<u>132,409,718</u>	<u>757,342</u>	<u>-</u>	<u>133,167,060</u>
Governmental Activities Capital Assets, Net	<u>\$ 145,332,755</u>	<u>\$ 4,243,790</u>	<u>\$ -</u>	<u>\$ 149,576,545</u>

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
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Capital asset activity for Business-Type Activities for the year ended December 31, 2013 was as follows:

	Balance January 1, 2013	Additions/ Transfers In	Deletions/ Transfers Out	Balance December 31, 2013
Business-Type Activities:				
Capital assets, not being depreciated				
Land	\$ 4,398,904	\$ -	\$ -	\$ 4,398,904
Total capital assets, not being depreciated	<u>4,398,904</u>	<u>-</u>	<u>-</u>	<u>4,398,904</u>
Capital assets, being depreciated				
Infrastructure	185,414,508	1,627,544	-	187,042,052
Buildings	3,607,567	150,000	-	3,757,567
Other Improvements	37,129,336	122,414	-	37,251,750
Machinery & Equipment	2,509,928	1,022,459	132,000	3,400,387
Software	112,980	-	-	112,980
Total capital assets, being depreciated	<u>228,774,319</u>	<u>2,922,417</u>	<u>132,000</u>	<u>231,564,736</u>
Less accumulated depreciation, for				
Infrastructure	50,280,918	3,869,060	-	54,149,978
Buildings	1,134,801	75,151	-	1,209,952
Other Improvements	7,828,199	752,173	-	8,580,372
Machinery & Equipment	1,725,374	223,122	132,000	1,816,496
Software	22,596	22,596	-	45,192
Total accumulated depreciation	<u>60,991,888</u>	<u>4,942,102</u>	<u>132,000</u>	<u>65,801,990</u>
Total capital assets, being depreciated, net	<u>167,782,431</u>	<u>(2,019,685)</u>	<u>-</u>	<u>165,762,746</u>
Business-Type Activities Capital Assets, Net	<u>\$ 172,181,335</u>	<u>\$ (2,019,685)</u>	<u>\$ -</u>	<u>\$ 170,161,650</u>

Depreciation expense was charged as follows for the year ended December 31, 2013:

	Depreciation Expense
Governmental Activities	
General Government	\$ 131,555
Public Safety	932,121
Public Works	3,503,396
Parks and Recreation	285,877
Total Governmental Depreciation	<u>4,852,949</u>
Business-Type Activities	
Municipal Airport	355,981
Stormwater Utility	1,685,390
Wastewater Utility	2,837,524
Solid Waste	63,207
Total Business-Type Depreciation	<u>4,942,102</u>
Total Depreciation	<u>\$ 9,795,051</u>

CITY OF GREENWOOD, INDIANA
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5. DEBT OBLIGATIONS

A. CHANGES IN LONG-TERM DEBT OBLIGATION AND OTHER LIABILITIES

The following is a summary of changes in long-term obligations for the year ended December 31, 2013.

	Balance January 1, 2013	Increases /Adjustments	Decreases	Balance December 31, 2013	Due Within 1 Year
Governmental Activities:					
General Obligation Bonds	\$ 9,697,500	\$ -	\$ 1,157,500	\$ 8,540,000	\$ 1,200,000
Redevelopment Revenue Bonds	7,535,000	40,990,000	1,220,000	47,305,000	2,690,000
Certificates of Participation	405,000	-	405,000	-	-
Capital Leases	849,753	1,062,487	289,436	1,622,804	392,121
Compensated Absences	344,669	929,642	911,513	362,798	362,798
Net Pension Obligation	308,140	110,523	3,389	415,274	-
Total Governmental Long-Term Debt	<u>19,140,062</u>	<u>43,092,652</u>	<u>3,986,838</u>	<u>58,245,876</u>	<u>4,644,919</u>
Business-Type Activities:					
Revenue Bonds	13,715,000	-	920,000	12,795,000	955,000
Capital Leases	-	479,267	-	479,267	42,391
Citizens Energy Group Construction Loans	4,430,453	101,414	239,931	4,291,936	239,931
Bond Premium	122,847	-	12,285	110,562	12,285
Compensated Absences	9,480	89,692	74,028	25,144	25,144
Total Business-Type Long-Term Debt	<u>18,277,780</u>	<u>670,373</u>	<u>1,246,244</u>	<u>17,701,909</u>	<u>1,274,751</u>
Total Long-Term Debt	<u>\$ 37,417,842</u>	<u>\$ 43,763,025</u>	<u>\$ 5,233,082</u>	<u>\$ 75,947,785</u>	<u>\$ 5,919,670</u>

The Debt Service Fund has been used to liquidate the general obligation bonds and redevelopment revenue bonds. The General Fund, Capital Projects Fund and the non-major governmental funds have been used to liquidate all other governmental activities' long-term debt.

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
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	Interest Rate	Year of Issue	Year of Maturity	Original Amount	Amount Outstanding
Governmental Activities Long-Term Debt:					
Redevelopment District Revenue Bonds 2013 Series A	2.61%	2013	2028	\$ 21,500,000	\$ 21,150,000
Redevelopment District Revenue Bonds 2013 Series B	2.68%	2013	2028	5,000,000	5,000,000
Redevelopment District Revenue Bonds 2013 Series C-1	2.68%	2013	2028	5,000,000	5,000,000
Redevelopment District Revenue Bonds 2013 Series C-2	2.68%	2013	2028	9,490,000	9,490,000
G.O. Bonds Series 2012 A	1.97%	2012	2023	1,650,000	1,590,000
G.O. Bonds Series 2012 B	1.97%	2012	2022	1,595,000	1,520,000
G.O. Bonds Series 2012 C	1.97%	2012	2018	1,780,000	1,610,000
G.O. Refunding Bonds Series 2012	1.74%	2012	2019	2,175,000	1,920,000
	3.00% to				
2010 Elona QMDA Bonds	5.375%	2010	2028	6,435,000	5,425,000
G.O. Bonds Series 2006	4.22%	2006	2017	1,445,000	550,000
G.O. Bonds (Park) Series 2005	4.48%	2005	2025	1,935,000	1,350,000
Redevelopment District Revenue Bonds 2005	3.91%	2005	2016	4,000,000	1,240,000
Capital Leases	1.84% to				
	4.77%	2008	2021	N/A	1,622,804
Compensated Absences	N/A	N/A	N/A	N/A	362,798
Net Pension Obligation	N/A	N/A	N/A	N/A	415,274
Total Governmental Activities Long-Term Debt					<u>58,245,876</u>
Business-Type Activities Long-Term Debt:					
Revenue Bonds - Series 2010A	4.42%	2010	2022	12,710,000	10,140,000
Revenue Bonds - Series 2010B	4.42%	2010	2024	2,655,000	2,655,000
Bond Premium - Series 2010 A	N/A	N/A	N/A	147,417	110,562
Citizens Energy Group Construction Loans	2.90% to				
	4.50%	2001	2032	N/A	4,291,936
Capital Leases	1.94% to				
	2.37%	2013	2020	N/A	479,267
Compensated Absences	N/A	N/A	N/A	N/A	25,144
Total Business-Type Activities Long-Term Debt					<u>17,701,909</u>
Total City Long-Term Debt					<u>\$ 75,947,785</u>

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

B. DEBT SERVICE REQUIREMENTS TO MATURITY

Annual debt service requirements to maturity for the City's bonded debt are as follows:

Governmental Activities			
Year Ended			
December 31	Principal	Interest	Total
2014	\$ 3,890,000	\$ 1,565,301	\$ 5,455,301
2015	3,950,000	1,454,007	5,404,007
2016	4,070,000	1,339,714	5,409,714
2017	4,120,000	1,226,053	5,346,053
2018	3,980,000	1,113,953	5,093,953
2019 - 2023	18,745,000	3,919,888	22,664,888
2024 - 2028	17,090,000	1,229,759	18,319,759
Totals	\$ 55,845,000	\$ 11,848,675	\$ 67,693,675

Business-Type Activities			
Year Ended			
December 31	Principal	Interest	Total
2014	\$ 955,000	\$ 532,614	\$ 1,487,614
2015	990,000	494,114	1,484,114
2016	1,030,000	454,114	1,484,114
2017	1,075,000	412,514	1,487,514
2018	1,120,000	369,014	1,489,014
2019 - 2023	6,275,000	1,090,206	7,365,206
2024	1,350,000	46,944	1,396,944
Totals	\$ 12,795,000	\$ 3,399,518	\$ 16,194,518

C. CAPITAL LEASES

The City has entered into various capital leases for equipment for various departments including Police, Fire, Public Works, and Wastewater Utility. As of December 31, 2013, the City had assets with an original cost of \$3,215,840 and accumulated depreciation of \$1,327,169 financed through capital leases. The City's Future minimum lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2013 are as follows:

CITY OF GREENWOOD, INDIANA
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Governmental Activities

Year Ended			
December 31	Principal	Interest	Total
2014	\$ 392,121	\$ 39,606	\$ 431,727
2015	223,179	34,535	257,714
2016	229,533	28,182	257,715
2017	236,098	21,616	257,714
2018	242,884	14,831	257,715
2019 - 2021	298,989	11,251	310,240
Totals	<u>\$ 1,622,804</u>	<u>\$ 150,021</u>	<u>\$ 1,772,825</u>

Business-Type Activities

Year Ended			
December 31	Principal	Interest	Total
2014	\$ 42,391	\$ 5,676	\$ 48,067
2015	94,172	8,412	102,584
2016	86,260	6,676	92,936
2017	88,032	4,904	92,936
2018	89,841	3,095	92,936
2019 - 2021	78,571	1,643	80,214
Totals	<u>\$ 479,267</u>	<u>\$ 30,406</u>	<u>\$ 509,673</u>

The City entered into operating lease agreements for the utilization of office equipment and office space. The lease terms range from 12 to 66 months. The following is a schedule by years of future minimum rental payments required under the operating leases as of December 31, 2013:

Year Ended December 31	Lease Payments
2014	\$ 82,065
2015	77,943
2016	34,218
2017	15,060
2018	10,040
Total Minimum Payments Required	<u>\$ 219,326</u>

Total rental expense for the year was \$166,648.

**CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

6. Risk Management

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

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

Medical Benefits

The City has chosen to establish a risk financing sub-account in the General fund to mitigate the risk of loss related to employee health claims. An excess policy through commercial insurance covers individual claims in excess of \$115,000 per year and provides an aggregate commercial insurance coverage of amounts over \$4,000,000. There were no significant reductions in insurance coverage’s from prior years. Settled claims resulting from this risk did exceed aggregate commercial insurance coverage in the last three years. As a result the City increased the aggregate commercial insurance coverage “stop loss” to \$4,000,000 in 2013.

Amounts are paid into the fund by user departments. Funds are available to pay claims, claim reserves, and administrative costs of the program. Interfund transfers into the fund are based upon the actual claims incurred of each department’s current year eligible employees.

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

	<u>2012</u>	<u>2013</u>
Unpaid claims, beginning of fiscal year	\$ -	\$ 26,090
Incurred claims and changes in estimates	2,720,705	2,386,790
Claim payments	<u>2,694,615</u>	<u>2,306,125</u>
Unpaid claims, end of fiscal year	<u>\$ 26,090</u>	<u>\$ 106,754</u>

7. Pension Plans

A. Agent Multiple-Employer and Single Employer Defined Pensions Plans

Public Employees' Retirement Fund

Plan Description

The Indiana Public Employees' Retirement Fund (PERF) is 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 this defined

CITY OF GREENWOOD, INDIANA
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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 members' contributions, set by state statute at 3 percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

Indiana Public Employees' Retirement Fund
1 North Capitol Street, Suite 001
Indianapolis, IN 46204
Ph. (317) 234 - 7876

Funding Policy and Annual Pension Cost

PERF members are required to contribute 3 percent of their annual covered salary. The primary government is required to contribute at an actuarially determined rate; the current rate is 7.5 percent of annual covered payroll. The contribution requirements of plan members and primary government are established and may be amended by the PERF Board of Trustees. The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The primary government's annual pension cost and related information, as provided by the actuary, is presented in this note. For 2013, the City's annual pension cost and related information for PERF, as provided by the actuary, is presented in this note.

1925 Police Officers' Pension Plan

Plan Description

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

Funding Policy

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to 6 percent of the salary of a first class patrolman. The primary government is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements including administrative costs of the fund (pay-as-you-go basis); the amount contributed for 2013 is \$370,968. The contribution requirements of plan members and the primary government are established by state statute. The entire portion of this amount is contributed by the State of Indiana on behalf of the City. On behalf contributions from the State of Indiana approximate the amount paid out for benefits and were recognized as revenues and expenditures in the general fund during the year.

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
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The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The City's annual pension cost and related information, as provided the actuary, is presented in this note.

Actuarial Information for the Above Plans

	PERF	1925 Police Officers' Plan
Annual required contribution	\$ 621,490	\$ 454,807
Interest on net pension obligation	20,799	1,639
Adjustment to annual required contribution	<u>(24,211)</u>	<u>(2,268)</u>
Annual pension cost	618,078	454,178
Contributions made	<u>621,467</u>	<u>370,968</u>
Increase in net pension obligation	(3,389)	83,210
Net pension obligation, beginning of year	<u>308,140</u>	<u>27,313</u>
Net pension obligation, end of year	<u>\$ 304,751</u>	<u>\$ 110,523</u>

The following are the significant actuarial assumptions used for the plans:

	PERF Plan	1925 Police Pension Plan
Valuation Date	<u>6/30/2013</u>	<u>1/1/2013</u>
Actuarial Cost Method	Entry Age Normal Level Percent of	Entry Age Normal Level Percent of
Amortization Method	Payroll	Payroll
Remaining Amortization Period	30 years 4-Year Smoothed	22 years
Assets Valuation Method	Market	N/A
Actuarial Assumptions:		
Investment Rate Return	6.75%	6.00%
Payroll Growth Rate	3.00%	0%
Projected Salary Increases	3.25% - 4.5%	3.25%
Cost-of-Living Adjustments	1.00%	2.25% - 3.25%
Inflation Rate	3.00%	3.00%

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Annual pension cost and percentage of required contributions contributed are as follows:

	Year Ended	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation (NPO)
<u>PERF</u>				
	6/30/2011	\$ 623,761	77.0%	\$ 151,901
	6/30/2012	664,009	76.5%	308,140
	6/30/2013	618,078	100.5%	304,751
<u>1925 Police Officers' Plan</u>				
	12/31/2011	425,238	75.6%	103,655
	12/31/2012	388,528	119.6%	27,313
	12/31/2013	454,178	81.7%	110,523

The net pension obligation as of December 31, 2013, is reported in the Governmental Activities statement of net position as \$415,274.

Membership in the 1925 Police Officers' Pension Plan of the most recent actuarial valuation was comprised of the following:

Retirees and beneficiaries currently receiving benefits	11
Terminated employees entitled to but not yet receiving benefits	-
Current active employees	<u>1</u>
Total Plan Members	<u><u>12</u></u>

The funded status of each plan, as of June 30, 2013 for the PERF plan and as of December 31, 2012 for the 1925 Police Officers' Pension Plan, the most recent actuarial valuation date is as follows:

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Accrued Liability (AAL)	Unfunded Actuarial Accrued Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
(1)	(2)	(3)	(3)-(2)	(2)/(3)	(6)	(4)/(6)
			(4)	(5)		(7)
<u>Public Employees' Retirement Fund</u>						
6/30/2013	4,870,018	8,673,312	3,803,294	56.1%	6,395,601	59.5%
<u>1925 Police Officers' Pension Plan</u>						
12/31/2012	-	5,476,600	5,476,600	0.0%	-	N/A

The Schedule of Funding Progress, presented as RSI for the above plans following the Notes to the Basic 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.

**CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013**

B. Cost-Sharing Multiple Employer Defined Benefit Pension Plan

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

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

State statute (IC 36-8-8) regulates the operations of the system, including benefits, vesting, and requirements for contributions by employers and by employees. Covered employees may retire at age 55 with 20 years of service. An employee with 20 years of service may leave service, but will not receive benefits until reaching age 55. The plan also provides for death and disability benefits.

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 Employees' Retirement Fund
1 North Capitol Street, Suite 001
Indianapolis, IN 46204
Ph. (317) 234 - 7876

Funding Policy

Plan members are required to contribute 6 percent of the first-class police officers' and firefighters' salary and the primary government is to contribute at an actuarially determined rate. The current rate is 19.7 percent of the first class police officers' and firefighters' salary. The contribution requirements of plan members and the primary government are established by the Board of Trustees of PERF.

Annual Pension Cost

The primary government's contributions to the plan for the years ending December 31, 2013, 2012, and 2011, were \$907,724, \$1,118,751, and \$825,517, respectively, equal to the required contributions for each year.

8. COMMITMENTS AND CONTINGENCIES

Various claims and lawsuits are pending against the City. At December 31, 2013, the City recorded liabilities of \$230,000 in accounts payable for probable judgments and claims.

At December 31, 2013, the City had unspent bond proceeds in governmental activities of approximately \$36 million. Of this amount, the City had significant construction commitments at December 31, 2013, comprised of the following:

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Governmental Activities:	Project Authorization	Expended to December 31st, 2013	Committed
Capital Assets - Infrastructure			
Worthsville Road Expansion	\$ 9,396,265	\$ 831,358	\$ 8,564,907
I-65 Interchange	11,000,000	2,000,000	9,000,000
Total	<u>\$ 20,396,265</u>	<u>\$ 2,831,358</u>	<u>\$ 17,564,907</u>

9. NEW ACCOUNTING STANDARDS

In March 2012, GASB issued Statement No. 66, *Technical Corrections – 2012, an amendment of GASB Statements No. 10 and No. 62*. The objective of this Statement is to improve accounting and financial reporting for a governmental financial reporting entity by resolving conflicting guidance that resulted from the issuance of two pronouncements, Statements No. 54, *Fund Balance Reporting and Governmental Fund Type Definitions*, and No. 62, *Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements*. This Statement amends Statement No. 10, *Accounting and Financial Reporting for Risk Financing and Related Insurance Issues*, by removing the provision that limits fund-based reporting of an entity's risk financing activities to the general fund and the internal service fund type. As a result, governments should base their decisions about fund type classification on the nature of the activity to be reported, as required in Statement 54 and Statement No. 34, *Basic Financial Statements—and Management's Discussion and Analysis—for State and Local Governments*. This Statement also amends Statement No. 62 by modifying the specific guidance on accounting for (1) operating lease payments that vary from a straight-line basis, (2) the difference between the initial investment (purchase price) and the principal amount of a purchased loan or group of loans, and (3) servicing fees related to mortgage loans that are sold when the stated service fee rate differs significantly from a current (normal) servicing fee rate. These changes clarify how to apply Statement No. 13, *Accounting for Operating Leases with Scheduled Rent Increases*, and result in guidance that is consistent with the requirements in Statement No. 48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues*, respectively. This Statement is effective for the City's financial periods beginning January 1, 2014.

In June 2012, GASB issued Statement 67, *Financial Reporting for Pension Plans*. This Statement replaces the requirements of Statement No. 25, *Financial Reporting for Defined Benefit Pension Plans and Note Disclosures for Defined Contribution Plans*, and Statement No. 50 as they relate to pension plans that are administered through trusts or similar arrangements meeting certain criteria. The Statement builds upon the existing framework for financial reports of defined benefit pension plans, which includes a statement of fiduciary net position (the amount held in a trust for paying retirement benefits) and a statement of changes in fiduciary net position. Statement No. 67 enhances note disclosures and RSI for both defined benefit and defined contribution pension plans. Statement No. 67 also requires the presentation of new information about annual money-weighted rates of return in the notes to the financial statements and in 10-year RSI schedules. This Statement is effective for the City's financial periods beginning January 1, 2014.

In June 2012, GASB issued Statement No. 68, *Accounting and Financial Reporting for Pensions*. This Statement replaces the requirements of Statement No. 27, *Accounting for Pensions by State and Local Governmental Employers*, and Statement No. 50, *Pension Disclosures*, as they relate to

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

governments that provide pensions through pension plans administered as trusts or similar arrangements that meet certain criteria. Statement No. 68 requires governments providing defined benefit pensions to recognize their long-term obligation for pension benefits as a liability for the first time, and to more comprehensively and comparably measure the annual costs of pension benefits. The Statement also enhances accountability and transparency through revised and new note disclosures and required supplementary information (RSI). This Statement is effective for the City's financial periods beginning January 1, 2015.

In January 2013, GASB issued Statement No. 69, *Government Combinations and Disposals of Government Operations*. The objective of this Statement is to improve accounting and financial reporting for U.S. state and local governments' combinations and disposals of government operations. Government combinations include mergers, acquisitions, and transfers of operations. A disposal of government operations can occur through a transfer to another government or a sale. The new standard provides guidance for:

- Determining whether a specific government combination is a government merger, a government acquisition, or a transfer of operations;
- Using carrying values (generally, the amounts recognized in the pre-combination financial statements of the combining governments or operations) to measure the assets, deferred outflows of resources, liabilities, and deferred inflows of resources combined in a government merger or transfer of operations;
- Measuring acquired assets, deferred outflows of resources, liabilities, and deferred inflows of resources based upon their acquisition values in a government acquisition; and
- Reporting the disposal of government operations that have been transferred or sold.

This Statement is effective for the City's financial periods beginning January 1, 2015.

In April 2013, GASB issued Statement No. 70, *Accounting and Financial Reporting for Nonexchange Financial Guarantees*. The objective of this Statement is to improve accounting and financial reporting by state and local governments that extend and receive nonexchange financial guarantees. This Statement requires a government that extends a nonexchange financial guarantee to recognize a liability when qualitative factors and historical data, if any, indicate that it is more likely than not that the government will be required to make a payment on the guarantee. This liability should be reported until legally released as an obligor. This Statement also requires a government that is required to repay a guarantor for making a payment on a guaranteed obligation or legally assuming the guaranteed obligation to continue to recognize a liability until legally released as an obligor. When released as an obligor, the government should recognize revenue as a result of being relieved of the obligation. This Statement also provides additional guidance for intra-entity nonexchange financial guarantees involving blended component units by specifying the information required to be disclosed by governments that extend nonexchange financial guarantee as well as new information to be disclosed by governments that receive nonexchange financial guarantees. This Statement is effective for the City's financial periods beginning January 1, 2014, with earlier application being encouraged. Management has not determined what impact, if any, this GASB statement might have on its financial statements.

In November 2013, GASB issued Statement No. 71, *Pension Transition for Contributions Made Subsequent to the Measurement Date*. The objective of this Statement is to address an issue regarding application of the transition provisions of Statement No. 68, *Accounting and Financial Reporting for*

CITY OF GREENWOOD, INDIANA
NOTES TO THE BASIC FINANCIAL STATEMENTS
DECEMBER 31, 2013

Pensions. The issue relates to amounts associated with contributions, if any, made by a state or local government employer or non-employer contributing entity to a defined benefit pension plan after the measurement date of the government's beginning net pension liability.

This Statement amends Statement 68 to require that, at transition, a government recognize a beginning deferred outflow of resources for its pension contributions, if any, made subsequent to the measurement date of the beginning net pension liability. Statement 68, as amended, continues to require that beginning balances for other deferred outflows of resources and deferred inflows of resources related to pensions be reported at transition only if it is practical to determine *all* such amounts. This Statement is effective for the City's financial periods beginning January 1, 2015.

The City has not finalized its determination of the effect that the implementation of these new accounting standards will have on the City's financial statements or disclosures, as of the date of this report.

**CITY OF GREENWOOD, INDIANA
REQUIRED SUPPLEMENTAY INFORMATION
BUDGETARY COMPARISON SCHEDULE - GENERAL FUND
FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Budgeted Amounts</u>		Budgetary Basis Actual	Variance
	<u>Original</u>	<u>Final</u>		
Revenues:				
General Property Taxes	\$ 8,974,748	\$ 8,974,748	\$ 8,623,916	\$ (350,832)
Other Local Taxes	7,373,206	7,373,206	7,406,612	33,406
Franchise Fees	289,050	289,050	311,005	21,955
Licenses and Permits	155,518	155,518	464,133	308,615
Fines and Forfeitures	26,400	26,400	22,868	(3,532)
Other	2,248,549	2,248,549	2,619,991	371,442
Total Revenues	<u>\$ 19,067,471</u>	<u>\$ 19,067,471</u>	<u>\$ 19,448,525</u>	<u>\$ 381,054</u>
Expenditures:				
Mayor's Office	\$ 227,505	\$ 227,772	\$ 202,882	\$ 24,890
Fleet Maintenance	196,381	196,381	185,585	10,796
Economic Development Commission	11,850	11,850	5,942	5,908
Community Development Services	742,098	794,077	710,855	83,222
Redevelopment Commission	45,350	45,350	27,354	17,996
Information Technology	320,670	321,092	295,357	25,735
Human Resources	98,066	98,066	97,012	1,054
Clerk's Office	104,791	115,102	107,097	8,005
Controller's Office	221,081	221,081	206,410	14,671
City Court	294,190	294,190	277,999	16,191
Common Council	221,428	221,428	204,492	16,936
Board of Public Works and Safety	5,609,403	5,616,269	5,531,525	84,744
Police Department	5,693,447	5,746,894	5,413,025	333,869
Police Merit Commission	16,450	16,460	8,872	7,588
Law Department	208,339	212,435	208,540	3,895
Parks and Recreation	1,413,875	1,424,189	1,221,234	202,955
Fire Department	4,720,438	5,198,547	4,560,808	637,739
Rainy Day	500,000	546,519	57,691	488,828
Total Expenditures	<u>\$ 20,645,362</u>	<u>\$ 21,307,702</u>	<u>\$ 19,322,680</u>	<u>\$ 1,985,022</u>

Explanation of Differences Between Budgetary Basis and GAAP Basis:

Source / (Use) of Fund Balance (Budgetary Basis)	\$ 125,845
Current year non-budgeted activities treated as revenue for financial reporting purposes but not as a budgetary inflows.	2,022,745
Current year non-budgeted transfers treated as other financing sources for financial reporting purposes but not as a budgetary inflows.	1,090,305
Current year non-budgeted activities treated as expenditures for financial reporting purposes but not as a budgetary outflow.	(1,185,914)
Current year non-budgeted transfers treated as other financing uses for financial reporting purposes but not as a budgetary outflow.	(8,269)
Net Change in Fund Balance (GAAP Basis)	<u>\$ 2,044,712</u>

See accompanying note to the required supplementary information.

CITY OF GREENWOOD, INDIANA
NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION
DECEMBER 31, 2013

ADOPTED BUDGET

Demonstrating compliance with the adopted budget is an important component of a government's accountability to the public. Many citizens participate in the process of establishing the annual operating budgets of state and local governments, and have a keen interest in following the actual financial progress of their governments over the course of the year. The City and many other governments revise their original budgets over the course of the year for a variety of reasons.

The City adheres to the following procedures in establishing the operating budget:

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

An annual budget, including debt service requirements, is legally adopted for the General Fund on a cash basis of accounting, which is not consistent with Accounting Principles Generally Accepted in the United States of America (GAAP). The City does not have a legally adopted budget for revenues. However, the City does estimate revenues on a cash basis of accounting. Certain expenditures, other financing sources, administrative costs, indirect costs, and transfers are not budgeted. Therefore a reconciliation is presented on the Budgetary Comparison Schedule to reconcile the Budgetary Basis revenues and expenditures to the GAAP Basis revenues and expenditures. Management control and the legal level of control for the General Fund budget are maintained at the departmental level.

The City Council must approve any additional appropriations to the budget which are then forwarded to the Department of Local Government and Finance for approval. The City Controller has the authority, without City Council approval, to transfer appropriation balances from one account to another within a departmental series. Any appropriation transfers between departmental account series require both City Controller and City Council approval. Supplemental appropriations of \$662,340 were approved by the City Council. The reported budgetary data includes amendments made during the year. At the close of each fiscal year, any appropriated balance in the General Fund lapses to fund balance.

Formal budgetary integration is required by state statute and is employed as a management control device. The Capital Project fund of the City is budgeted at a project level and as such a budgetary comparison schedule is not presented for that fund. An annual budget was legally adopted for the following funds:

Major Governmental Funds:

- General Fund
- Debt Service Fund

Non-major Governmental Funds:

- Road & Street Fund
- Adult Probation Services Fund
- Clerks Record Perpetuation Fund

CITY OF GREENWOOD, INDIANA
 REQUIRED SUPPLEMENTARY INFORMATION
 December 31, 2013

SCHEDULE OF FUNDING PROGRESS

Valuation Date	Actuarial Value of Assets (AVA)	Actuarial Liability (AAL)	Unfunded Actuarial Liability (UAAL)	Funded Ratio	Annual Covered Payroll	UAAL as % of Payroll
(1)	(2)	(3)	(3)-(2) (4)	(2)/(3) (5)	(6)	(4)/(6) (7)
<u>Public Employees' Retirement Fund</u>						
6/30/2008	*	*	*	*	*	*
6/30/2009	\$ 5,532,582	\$ 7,147,358	\$ 1,614,776	77.4%	\$ 6,365,614	25.4%
6/30/2010	5,279,210	8,164,759	2,885,549	64.7%	6,576,495	43.9%
6/30/2011	4,490,636	8,150,085	3,659,449	55.1%	6,357,301	57.6%
6/30/2012	4,186,835	8,563,471	4,376,636	48.9%	6,124,202	71.5%
6/30/2013	4,870,018	8,673,312	3,803,294	56.1%	6,395,601	59.5%
<u>1925 Police Officers' Pension Plan</u>						
12/31/2008	\$ -	\$ 5,584,000	\$ 5,584,000	0.0%	\$ -	N/A
12/31/2009	-	5,305,000	5,305,000	0.0%	-	N/A
12/31/2010	-	5,337,000	5,337,000	0.0%	-	N/A
12/31/2011	-	4,807,000	4,807,000	0.0%	-	N/A
12/31/2012	-	5,476,600	5,476,600	0.0%	-	N/A
12/31/2013	*	*	*	*	*	*

SCHEDULE OF EMPLOYER CONTRIBUTIONS

Year Ended	Annual Required Contribution (ARC)	Percentage Contributed	Net Pension Obligation
<u>Public Employees' Retirement Fund</u>			
6/30/2008	*	*	*
6/30/2009	\$ 432,261	98.8%	\$ (5,692)
6/30/2010	481,876	97.0%	8,597
6/30/2011	623,852	77.0%	151,901
6/30/2012	665,617	76.3%	308,140
6/30/2013	621,490	100.0%	304,751
<u>1925 Police Officers' Pension Plan</u>			
12/31/2008	*	*	*
12/31/2009	*	*	*
12/31/2010	*	*	*
12/31/2011	\$ 425,238	75.7%	\$ 103,655
12/31/2012	390,734	119.0%	27,313
12/31/2013	454,807	81.6%	110,523

* - Information not available



Nonmajor Governmental Funds

Special Revenue Funds

The Special Revenue Funds are used to account for the proceeds from specific revenue sources (other than expendable trusts, major capital projects, or proprietary funds) that are legally restricted to expenditures for specified purposes.

Parks Non-Reverting Fund is restricted to expenditures for the parks recreational programs. The revenues generated for this fund are from the fees collected for the programs.

Adult Probation Services Fund is used to administer the adult probation services of the City. This fund is supported by fees collected from the participants.

Airport Blvd TIF Fund was created on November 13, 2001 as an expansion of 25 acres to the original TIF Eastside District. This fund was for the reconstruction and maintenance of Airport Boulevard. The fund receives incremental property tax dollars from the 25 acre expansion.

Cabela's TIF Fund was created to provide infrastructure and support for a private investment by Cabela's Retail, Inc. mega store. Revenues for this fund are received from property tax dollars within the tax increment district.

Clerks Record Perpetuation Fund is used for the preservation of records and the improvement of record keeping systems and equipment. Revenue received by the Clerk for the copying or transmitting of court related documents, document storage fees and administrative costs for collecting probation user fees are deposited into this fund.

Courts Fund is the Greenwood City Court's trust fund for bail bond .User fees collected from various court programs and property seizures from arrests are deposited into this fund.

Donations Fund is used to account for contributions from various organizations and individuals. The use of these resources is restricted to a particular function of the City by each donor.

Fry Road TIF Fund was created on December 28, 1998 pursuant to the Indiana Code, 36-7-14 and 36-7-25. The Zone is set to expire within 30 years. This area was created to provide and improve infrastructure to encourage economic development.

Grants Fund is used to account for grant resources received from various local, state and federal agencies and organizations. The use of these resources is restricted to a particular function of the City by each grantor.

Independent Engineering Fund is a special fund to administer monies received for independent engineering fees regarding outside reviews of development plans.

Police Equipment & Education Fund was established to be used for the purchase, repair and maintenance of Police Department equipment and for the training of Police Department Personnel. Monies received from unrestricted donations are deposited into this fund.

Road & Street Fund is mainly supported by highway tax distributions from the State. This fund is restricted to the construction and maintenance of streets and alleys.

**CITY OF GREENWOOD, INDIANA
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 DECEMBER 31, 2013**

	Special Revenue						
	Parks Non-Reverting	Adult Probation Services	Airport Blvd TIF	Cabela's TIF	Clerks Record Perpetuation	Courts	
Assets							
Cash and Cash Equivalents	315,608	44,407	3,993	14,995	57,586	394,009	312,815
Receivables	7,017	3,665	-	-	1,532	1,324	-
Inventories (at cost)	2,352	-	-	-	-	-	-
Total Assets	<u>\$ 324,977</u>	<u>\$ 48,072</u>	<u>\$ 3,993</u>	<u>\$ 14,995</u>	<u>\$ 59,118</u>	<u>\$ 395,333</u>	<u>\$ 312,815</u>
Liabilities and Fund Balance							
Accounts Payable	3,789	2,986	-	-	-	165,157	4,569
Accrued Payroll	-	13,872	-	-	-	-	-
Total Liabilities	<u>3,789</u>	<u>16,858</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>165,157</u>	<u>4,569</u>
Fund Balances:							
Nonspendable	2,352	-	-	-	-	-	-
Restricted	-	-	3,993	14,995	-	230,176	-
Committed	318,836	31,214	-	-	59,118	-	308,246
Assigned	-	-	-	-	-	-	-
Total Fund Balance	<u>321,188</u>	<u>31,214</u>	<u>3,993</u>	<u>14,995</u>	<u>59,118</u>	<u>230,176</u>	<u>308,246</u>
Total Liabilities and Fund Balances	<u>\$ 324,977</u>	<u>\$ 48,072</u>	<u>\$ 3,993</u>	<u>\$ 14,995</u>	<u>\$ 59,118</u>	<u>\$ 395,333</u>	<u>\$ 312,815</u>

Special Revenue

Fry Road TIF	Grants	Independent Engineering	Police Equipment & Education	Road & Street	Total
4,407,974	74,740	237,159	70,701	3,460,613	9,394,600
-	-	-	1,200	375,744	390,482
-	-	-	24,299	40,300	66,951
<u>\$ 4,407,974</u>	<u>\$ 74,740</u>	<u>\$ 237,159</u>	<u>\$ 96,200</u>	<u>\$ 3,876,657</u>	<u>\$ 9,852,033</u>
-	-	16,947	6,410	440,798	640,656
-	-	-	-	51,562	65,434
-	-	<u>16,947</u>	<u>6,410</u>	<u>492,360</u>	<u>706,090</u>
-	-	-	24,299	40,300	66,951
4,407,974	9,972	-	-	3,132,909	7,800,019
-	64,768	220,212	65,491	211,088	1,278,973
-	-	-	-	-	-
<u>4,407,974</u>	<u>74,740</u>	<u>220,212</u>	<u>89,790</u>	<u>3,384,297</u>	<u>9,145,943</u>
<u>\$ 4,407,974</u>	<u>\$ 74,740</u>	<u>\$ 237,159</u>	<u>\$ 96,200</u>	<u>\$ 3,876,657</u>	<u>\$ 9,852,033</u>

**CITY OF GREENWOOD, INDIANA
COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013**

	Special Revenue						
	Parks Non-Reverting	Adult Probation Services	Airport Blvd TIF	Cabela's TIF	Clerks Record Perpetuation	Courts	Donations
Revenues:							
General Property Taxes	\$ -	\$ -	\$ 500	\$ 4,524	\$ -	\$ -	\$ -
Other Local Taxes	1,936	-	-	-	-	-	-
State Shared Revenue	-	-	-	-	-	-	-
Investment Income	115	7,167	-	1	27	79	7
Licenses and Permits	-	14,426	-	-	10,176	-	-
Fines and Forfeitures	-	284,070	-	-	-	928,127	-
Intergovernmental	-	30,274	-	-	-	-	-
Other	366,619	11,061	-	-	-	49,515	265,591
Total Revenue	<u>368,670</u>	<u>346,998</u>	<u>500</u>	<u>4,525</u>	<u>10,203</u>	<u>977,721</u>	<u>265,598</u>
Expenditures:							
Current:							
Personnel Services	79,576	392,622	-	-	1,357	-	-
Contractual Services	-	20,496	-	-	-	-	100
Materials and Supplies	-	9,717	-	-	-	-	-
Other Services and Charges	227,046	42,804	-	-	-	940,997	34,063
Capital Outlay	-	-	-	-	-	-	-
Total Expenditures	<u>306,622</u>	<u>465,639</u>	<u>-</u>	<u>-</u>	<u>1,357</u>	<u>940,997</u>	<u>34,163</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>62,048</u>	<u>(118,641)</u>	<u>500</u>	<u>4,525</u>	<u>8,846</u>	<u>36,724</u>	<u>231,435</u>
Other Financing Sources (Uses):							
Proceeds from Capital Leases	-	-	-	-	-	-	-
Transfers Out	-	-	-	-	-	(90,303)	-
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(90,303)</u>	<u>-</u>
Net Change in Fund Balance	62,048	(118,641)	500	4,525	8,846	(53,579)	231,435
Fund Balance, Beginning of Year	259,140	149,855	3,493	10,470	50,272	283,755	76,811
Fund Balance, End of Year	<u>\$ 321,188</u>	<u>\$ 31,214</u>	<u>\$ 3,993</u>	<u>\$ 14,995</u>	<u>\$ 59,118</u>	<u>\$ 230,176</u>	<u>\$ 308,246</u>

Special Revenue

Fry Road TIF	Grants	Independent Engineering	Police Equipment & Education	Road & Street	Total
\$ 1,165,595	\$ -	\$ -	\$ -	\$ -	\$ 1,170,619
-	-	-	-	538,091	540,027
-	-	-	-	2,708,837	2,708,837
551	7	-	4	568	8,526
-	-	-	-	857	25,459
-	-	-	-	-	1,212,197
-	-	-	-	-	30,274
24,765	150	49,097	60,309	20,777	847,884
<u>1,190,911</u>	<u>157</u>	<u>49,097</u>	<u>60,313</u>	<u>3,269,130</u>	<u>6,543,823</u>
-	-	-	-	1,045,408	1,518,963
-	-	-	-	422,052	442,648
-	-	-	-	548,909	558,626
30,957	204	44,016	49,892	169,399	1,539,378
439,362	-	-	-	1,537,113	1,976,475
<u>470,319</u>	<u>204</u>	<u>44,016</u>	<u>49,892</u>	<u>3,722,881</u>	<u>6,036,090</u>
-	-	-	-	-	-
720,592	(47)	5,081	10,421	(453,751)	507,733
-	-	-	-	657,730	657,730
(58,305)	-	-	-	-	(148,608)
<u>(58,305)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>657,730</u>	<u>509,122</u>
662,287	(47)	5,081	10,421	203,979	1,016,855
3,745,687	74,787	215,131	79,369	3,180,318	8,129,088
<u>\$ 4,407,974</u>	<u>\$ 74,740</u>	<u>\$ 220,212</u>	<u>\$ 89,790</u>	<u>\$ 3,384,297</u>	<u>\$ 9,145,943</u>

**CITY OF GREENWOOD, INDIANA
 BUDGETARY COMPARISON SCHEDULE
 ROAD & STREET FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Final Budget</u>	<u>Budgetary Basis Actual</u>	<u>Variance</u>
Revenues:			
Other Local Taxes	\$ 498,251	\$ 491,294	\$ (6,957)
State Shared Revenue	2,497,399	2,501,505	4,106
Other	28,604	30,592	1,988
Total Revenues	<u>3,024,254</u>	<u>3,023,391</u>	<u>(863)</u>
Expenditures:			
Personal Services	1,220,137	1,049,893	170,244
Materials and Supplies	641,809	531,239	110,570
Other Services and Charges	499,409	331,989	167,420
Capital Outlays	1,220,000	819,172	400,828
Total Expenditures	<u>3,581,355</u>	<u>2,732,293</u>	<u>849,062</u>
Source (Use) of Fund Balance	<u>\$ (557,101)</u>	<u>\$ 291,098</u>	<u>\$ 848,199</u>

**CITY OF GREENWOOD, INDIANA
 BUDGETARY COMPARISON SCHEDULE
 ADULT PROBATION SERVICES FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Final Budget</u>	<u>Budgetary Basis Actual</u>	<u>Variance</u>
Revenues:			
Licenses and Permits	\$ 19,426	\$ 14,355	\$ (5,071)
Fines and Forfeitures	404,796	280,710	(124,086)
Intergovernmental	66,006	30,274	(35,732)
Other	9,600	11,061	1,461
Total Revenues	<u>499,828</u>	<u>336,400</u>	<u>(163,428)</u>
Expenditures:			
Personal Services	383,247	392,014	(8,767)
Materials and Supplies	38,500	17,232	21,268
Other Services and Charges	114,102	62,278	51,824
Capital Outlays	5,000	-	5,000
Total Expenditures	<u>540,849</u>	<u>471,524</u>	<u>69,325</u>
Source (Use) of Fund Balance	<u>\$ (41,021)</u>	<u>\$ (135,124)</u>	<u>\$ (94,103)</u>

**CITY OF GREENWOOD, INDIANA
 BUDGETARY COMPARISON SCHEDULE
 CLERKS RECORD PERPETUATION FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Final Budget</u>	<u>Budgetary Basis Actual</u>	<u>Variance</u>
Revenues:			
Licenses and Permits	\$ -	\$ 9,178	\$ 9,178
Total Revenues	<u>-</u>	<u>9,178</u>	<u>9,178</u>
Expenditures:			
Personal Services	16,148	1,403	14,745
Total Expenditures	<u>16,148</u>	<u>1,403</u>	<u>14,745</u>
Source (Use) of Fund Balance	<u>\$ (16,148)</u>	<u>\$ 7,775</u>	<u>\$ 23,923</u>

**CITY OF GREENWOOD, INDIANA
 BUDGETARY COMPARISON SCHEDULE
 DEBT SERVICE FUND
 FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Final Budget</u>	<u>Budgetary Basis Actual</u>	<u>Variance</u>
Revenues:			
General Property Taxes	\$ 1,010,828	\$ 965,775	\$ (45,053)
Total Revenues	<u>1,010,828</u>	<u>965,775</u>	<u>(45,053)</u>
Expenditures:			
Other Services and Charges	1,058,876	663,519	395,357
Total Expenditures	<u>1,058,876</u>	<u>663,519</u>	<u>395,357</u>
Source (Use) of Fund Balance	<u>\$ (48,048)</u>	<u>\$ 302,256</u>	<u>\$ 350,304</u>

Nonmajor Enterprise Funds

Nonmajor Enterprise Funds are used to account for the acquisition, operation, and maintenance of governmental facilities and services, which are entirely or predominantly self-supported by user charges. The operations of Proprietary Funds are accounted for in such manner as to show a profit or loss similar to comparable private enterprises.

Aviation Fund

The Aviation Fund is used to account for the Greenwood Municipal Airport operations. Revenues are derived principally from hangar and terminal building rental, landing fees and fuel surcharges.

Solid Waste Fund

The Solid Waste Fund is used to account for solid waste services provided to the residents of the City. The fund's operations are financed by trash collection utility fees and cart rentals.

**CITY OF GREENWOOD, INDIANA
COMBINING STATEMENT OF NET POSITION
NONMAJOR ENTERPRISE FUNDS
DECEMBER 31, 2013**

	<u>Aviation</u>	<u>Solid Waste</u>	<u>Total Nonmajor Enterprise Funds</u>
ASSETS			
Current Assets:			
Cash and Cash Equivalents	\$ 299,804	\$ 607,770	\$ 907,574
Accounts and Other Receivables, net of allowance for uncollectibles	9,011	379,699	388,710
Inventories, at Cost	37,954	-	37,954
Total Current Assets	<u>346,769</u>	<u>987,469</u>	<u>1,334,238</u>
Noncurrent Assets:			
Capital Assets (at cost):			
Land	4,104,324	-	4,104,324
Buildings	2,828,567	-	2,828,567
Improvements Other than Buildings	450,951	5,010	455,961
Infrastructure	6,963,757	-	6,963,757
Machinery & Equipment	84,302	828,579	912,881
Accumulated Depreciation	(5,056,162)	(580,870)	(5,637,032)
Net Capital Assets	<u>9,375,739</u>	<u>252,719</u>	<u>9,628,458</u>
Total Noncurrent Assets	<u>9,375,739</u>	<u>252,719</u>	<u>9,628,458</u>
Total Assets	<u>9,722,508</u>	<u>1,240,188</u>	<u>10,962,696</u>
LIABILITIES			
Current Liabilities:			
Accounts Payable	94,745	166,825	261,570
Accrued Payroll	11,956	-	11,956
Current Portion of Long-Term Liabilities	-	10,616	10,616
Total Current Liabilities	<u>106,701</u>	<u>177,441</u>	<u>284,142</u>
Long-Term Liabilities:			
Long-Term Liabilities Due in More Than One Year	-	134,774	134,774
Total Long-Term Liabilities	<u>-</u>	<u>134,774</u>	<u>134,774</u>
Total Liabilities	<u>106,701</u>	<u>312,215</u>	<u>418,916</u>
NET POSITION			
Net Investment in Capital Assets	9,375,739	107,329	9,483,068
Unrestricted	240,068	820,644	1,060,712
Total Net Position	<u>\$ 9,615,807</u>	<u>\$ 927,973</u>	<u>\$ 10,543,780</u>

**CITY OF GREENWOOD, INDIANA
 COMBINING STATEMENT OF REVENUES, EXPENSES,
 AND CHANGES IN FUND NET POSITION
 NONMAJOR ENTERPRISE FUNDS
 FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Aviation</u>	<u>Solid Waste</u>	<u>Total Nonmajor Enterprise Funds</u>
OPERATING REVENUES			
Charges for Services	\$ 1,115,197	\$ 2,261,359	\$ 3,376,556
Other	4,512	179	4,691
Total Operating Revenues	<u>1,119,709</u>	<u>2,261,538</u>	<u>3,381,247</u>
OPERATING EXPENSES			
Personnel Services	237,796	355,980	593,776
Supplies and Materials	540,770	80,462	621,232
Contractual Services	150,537	1,722,454	1,872,991
Other Services and Charges	251,048	-	251,048
Depreciation	355,981	63,207	419,188
Total Operating Expenses	<u>1,536,132</u>	<u>2,222,103</u>	<u>3,758,235</u>
Operating Income (Loss)	<u>(416,423)</u>	<u>39,435</u>	<u>(376,988)</u>
NONOPERATING REVENUES (EXPENSES)			
Capital Contributions	<u>339,212</u>	<u>-</u>	<u>339,212</u>
Total Nonoperating Revenues (Expenses)	<u>339,212</u>	<u>-</u>	<u>339,212</u>
Income After Contributions	<u>(77,211)</u>	<u>39,435</u>	<u>(37,776)</u>
Change in Net Position	(77,211)	39,435	(37,776)
Total Net Position - Beginning	9,693,018	888,538	10,581,556
Total Net Position - Ending	<u>\$ 9,615,807</u>	<u>\$ 927,973</u>	<u>\$ 10,543,780</u>

**CITY OF GREENWOOD, INDIANA
COMBINING STATEMENT OF CASH FLOWS
NONMAJOR ENTERPRISE FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013**

	<u>Aviation</u>	<u>Solid Waste</u>	<u>Total Nonmajor Enterprise Funds</u>
Cash Flows from Operating Activities:			
Receipts from Customers	\$ 1,120,828	\$ 2,216,116	\$ 3,336,944
Receipts from Other Operating Sources	4,512	179	4,691
Payments to Employees	(225,975)	(364,061)	(590,036)
Payments to Suppliers	(973,606)	(1,899,988)	(2,873,594)
Net Cash Provided by (Used for) Operating Activities	<u>(74,241)</u>	<u>(47,754)</u>	<u>(121,995)</u>
Cash Flows from Capital and Related Financing Activities:			
Contributions	339,212	-	339,212
Acquisition and Construction of Property, Plant and Equipment	(200,400)	(29,144)	(229,544)
Net Cash Used for Capital and Related Financing Activities	<u>138,812</u>	<u>(29,144)</u>	<u>109,668</u>
Net Decrease in Cash and Cash Equivalents	64,571	(76,898)	(12,327)
Cash and Cash Equivalents, Beginning of Year	235,233	684,668	919,901
Cash and Cash Equivalents, End of Year	<u>\$ 299,804</u>	<u>\$ 607,770</u>	<u>\$ 907,574</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities:			
Operating Income (Loss)	<u>\$ (416,423)</u>	<u>\$ 39,435</u>	<u>\$ (376,988)</u>
Adjustments to Reconcile Operating Income (Loss) to Net Cash Provided by (Used for) Operating Activities:			
Depreciation	355,981	63,207	419,188
Change in Assets and Liabilities:			
Accounts and Other Receivables	5,631	(45,243)	(39,612)
Inventories	17,761	-	17,761
Accounts Payable	(49,012)	(97,072)	(146,084)
Accrued Payroll	11,821	(8,081)	3,740
Total Adjustments	<u>342,182</u>	<u>(87,189)</u>	<u>254,993</u>
Net Cash Provided by (Used For) Operating Activities	<u>\$ (74,241)</u>	<u>\$ (47,754)</u>	<u>\$ (121,995)</u>
Noncash Investing, Capital, and Financing Activities:			
Assets Acquired through Capital Leases	\$ -	\$ 145,390	\$ 145,390

Statistical Section

This part of the City of Greenwood's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the Financial Statements, Note Disclosures, and Required Supplementary Information says about the City's overall financial health.

<u>Contents</u>	<u>Page</u>
Financial Trends	71
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	75
These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.	
Debt Capacity	79
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	84
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	
Operating Information	86
These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the city provides and the activities it performs.	

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The city implemented GASB Statement 34 in 2013 schedules presenting government-wide information include information beginning in that year.

CITY OF GREENWOOD, INDIANA
NET POSITION BY COMPONENT,
AS OF DECEMBER 31, 2013 (Unaudited)
(accrual basis of accounting)

Schedule 1

	<u>2013</u>
Governmental activities	
Net Investment in Capital Assets	\$ 128,548,717
Restricted for:	
Debt Service	646,113
Capital Projects	27,333,376
Other	199,531
Unrestricted	21,299,229
Total governmental activities net position	<u><u>\$ 178,026,966</u></u>
Business-type activities	
Net Investment in Capital Assets	\$ 152,019,480
Restricted for:	
Debt Service	1,249,396
Unrestricted	8,369,493
Total business-type activities net position	<u><u>\$ 161,638,369</u></u>
Primary government	
Net Investment in Capital Assets	\$ 280,568,197
Restricted for:	
Debt Service	1,895,509
Capital Projects	27,333,376
Other	199,531
Unrestricted	29,668,722
Total primary government net position	<u><u>\$ 339,665,335</u></u>

Source: Comprehensive Annual Financial Report

Note: The City implemented GASB 34 in fiscal year 2013.

CITY OF GREENWOOD, INDIANA
CHANGES IN NET POSITION
FOR THE YEAR ENDED DECEMBER 31, 2013 (Unaudited)
(accrual basis of accounting)

Schedule 2

	<u>2013</u>
Expenses	
Governmental activities:	
General Administration	\$ 8,427,502
Public Safety	11,378,564
Transportation and Public Works	6,248,192
Parks and Community Services	2,176,513
Economic Development	1,570,046
Interest and Service Charges	821,421
Total governmental activities expenses	<u>30,622,238</u>
Business-type activities:	
Wastewater Utility	8,852,782
Municipal Airport	1,536,132
Solid Waste	2,222,103
Stormwater Utility	2,493,544
Total business-type activities expenses	<u>15,104,561</u>
Total expenses	<u>45,726,799</u>
Program Revenues	
Governmental activities:	
Charges for services	1,243,722
Operating grants and contributions	387,249
Capital grants and contributions	227,015
Total governmental activities program revenues	<u>1,857,986</u>
Business-type activities:	
Charges for services:	
Wastewater Utility	9,885,410
Municipal Airport	1,115,197
Solid Waste	2,261,359
Stormwater Utility	2,509,149
Operating grants and contributions	-
Capital grants and contributions	1,966,757
Total business-type activities program revenues	<u>17,737,872</u>
Total program revenues	<u>19,595,858</u>
Net (Expense)/Revenue	
Governmental activities	(28,764,252)
Business-type activities	2,633,311
Total net expense	<u>(26,130,941)</u>
General Revenues and Other Changes in Net Position	
Governmental activities:	
Taxes:	
General Property Taxes	19,438,885
State Shared Revenue	3,325,391
Other Taxes	9,234,648
Investment Income	32,814
Other	5,917,205
Transfers	1,000,000
Total governmental activities	<u>38,948,943</u>
Business-type activities:	
Other	2,119,017
Transfers	(1,000,000)
Total business-type activities	<u>1,119,017</u>
Total general revenues and other changes in Net Position	<u>40,067,960</u>
Change in Net Position	
Governmental activities	10,184,691
Business-type activities	3,752,328
Total change in net position	<u>\$ 13,937,019</u>

Source: Comprehensive Annual Financial Report

Note: The City implemented GASB 34 in fiscal year 2013.

CITY OF GREENWOOD, INDIANA
FUND BALANCES, GOVERNMENTAL FUNDS
AS OF DECEMBER 31, 2013 (Unaudited)
(modified accrual basis of accounting)

Schedule 3

	<u>2013*</u>
General Fund	
Nonspendable	\$ 172,850
Restricted	199,531
Committed	388,234
Assigned	-
Unassigned	11,251,145
Total general fund	<u>\$ 12,011,760</u>
All Other Governmental Funds	
Special revenue funds	
Nonspendable	66,951
Restricted	25,137,721
Committed	1,278,973
Capital projects funds	
Nonspendable	24,299
Restricted	38,635,631
Committed	590,718
Assigned	1,440,260
Debt service funds	
Restricted	1,318,453
Committed	457,576
Total all other governmental funds	<u>\$ 68,950,582</u>

* - The City implemented the modified accrual basis of accounting in 2013.
Prior periods reported under a cash basis of accounting and as such are not presented.

CITY OF GREENWOOD, INDIANA
CHANGES IN FUND BALANCES, GOVERNMENTAL FUNDS
FOR THE YEAR ENDED DECEMBER 31, 2013 (Unaudited)
(modified accrual basis of accounting)

Schedule 4

	<u>2013</u>
Revenues	
General Property Taxes	\$ 19,337,489
Other Local Taxes	8,978,398
Franchise Fees	293,431
State Shared Revenue	3,225,391
Investment Income	32,438
Licenses and Permits	1,078,620
Fines and Forfeitures	1,240,515
Intergovernmental	360,613
Other	4,900,795
Total revenues	<u>39,447,690</u>
Expenditures	
Current:	
Personnel Services	17,953,539
Contractual Services	2,973,596
Materials and Supplies	1,191,423
Other Services and Charges	4,959,628
Capital Outlay	6,066,800
Debt Service:	
Principal Retirement	2,415,000
Interest	691,754
Total Expenditures	<u>36,251,740</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>3,195,950</u>
Other Financing Sources (Uses):	
Proceeds from Long-Term Debt Issued	40,990,000
Transfers In	5,553,613
Transfers Out	(4,553,613)
Total Other Financing Sources (Uses)	<u>41,990,000</u>
Net Change in Fund Balance	45,185,950
Fund Balance, Beginning of Year	35,776,392
Fund Balance, End of Year	<u>\$ 80,962,342</u>

Debt service as a percentage of noncapital expenditures 10.3%

* - The City implemented the modified accrual basis of accounting in 2013.
 Prior periods reported under a cash basis of accounting and as such are not presented.

CITY OF GREENWOOD, INDIANA
ASSESSED VALUE AND ACTUAL VALUE OF TAXABLE PROPERTY
LAST FIVE FISCAL YEARS (Unaudited)

Schedule 5

Fiscal Year	Residential Property	Commercial Property	Industrial Property	Less: Tax-Exempt Property	Total Taxable Assessed Value*	Total Direct Tax Rate
2009	\$ 918,787,375	\$ 960,001,360	\$ 120,526,890	\$ (593,199)	\$ 1,998,722,426	0.6331
2010	907,526,047	961,120,179	124,654,470	(10,200)	1,993,290,496	0.6218
2011	908,691,426	961,231,759	143,523,570	(301,200)	2,013,145,555	0.7122
2012	971,254,025	1,003,953,241	152,226,036	(355,353)	2,127,077,949	0.6728
2013	1,007,109,020	971,938,670	136,416,315	(182,644)	2,115,281,361	0.6962

Source: Johnson County Assessor

* The total taxable assessed value listed includes captured increment from Greenwood's Tax Increment Finance "TIF" Districts.

Notes: Property taxes are assessed based upon True Tax Value(TTV) rather than Net Assessed Value (NAV).
 Data for fiscal years 2004 through 2008 was not available.

CITY OF GREENWOOD, INDIANA
DIRECT AND OVERLAPPING PROPERTY TAX RATES
LAST SEVEN FISCAL YEARS (Unaudited)
(rate per \$100 of assessed value)

Fiscal Year	City of Greenwood			Overlapping Rates ^a									
	Basic Rate	Debt Service	Total Direct	Johnson County	Clark Twp	Pleasant Twp	Clark Pleasant Comm. Sch. Corp.	Greenwood Comm. School Corp.	Center Grove Comm. Sch. Corp.	Greenwood Public Library	Johnson County Public Library	White River Twp. Fire	Johnson County Solid Waste District
2007	0.4979	0.0565	0.5544	0.2612	0.1045	0.0657	2.1391	1.4753	1.4998	0.1040	0.0890	0.2328	0.0055
2008	0.5156	0.0161	0.5317	0.2424	0.0373	0.0689	2.0938	1.4120	1.5169	0.0910	0.0814	0.2349	0.0055
2009	0.5797	0.0534	0.6331	0.2504	0.0422	0.0828	1.7014	0.8315	1.0422	0.1146	0.0847	0.2863	0.0069
2010	0.5886	0.0332	0.6218	0.2656	0.0096	0.1145	1.9236	0.8391	1.0214	0.1195	0.1093	0.2900	0.0071
2011	0.6426	0.0696	0.7122	0.2627	0.0083	0.1208	2.0551	0.8779	0.9863	0.0912	0.0678	0.2818	0.0072
2012	0.6385	0.0343	0.6728	0.2673	0.0103	0.1401	1.9594	0.8292	0.9556	0.1113	0.0703	0.2763	0.0074
2013	0.6807	0.0155	0.6962	0.2797	0.0118	0.1565	1.9577	0.8326	0.9910	0.1120	0.0710	0.3022	0.0077

Source: Indiana Department of Local Government Finance Budget Order for Johnson County & County Auditor's Abstract.

Notes: The city's basic property tax rate may be increased only by a majority vote of the city's residents. Rates for debt service are set based on each year's requirements.

Data for fiscal years 2004 through 2006 was not available.

^a Overlapping rates are those of local and county governments that apply to property owners within the City of Greenwood. Not all overlapping rates apply to all Greenwood property owners; for example, although the county property tax rates apply to all city property owners, the Flood Control District rates apply only to the approximately one-third of city property owners whose property is located within that district's geographic boundaries.

**CITY OF GREENWOOD, INDIANA
 PRINCIPAL PROPERTY TAX PAYERS
 CURRENT YEAR AND EIGHT YEARS AGO (Unaudited)**

Schedule 7

<u>Taxpayer</u>	<u>2013</u>			<u>2005</u>		
	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
Greenwood Park Mall LLC/Simon Property Group	\$ 83,701,700	1	4.18%	\$ 74,000,600	1	3.74%
Indiana American Water Co.	22,183,880	2	1.11%	20,508,450	2	1.04%
Edward Rose of Indiana	19,245,700	3	0.96%	18,089,600	3	0.91%
Cabot III-IN1B02 LLC	17,204,980	4	0.86%			
Devonshire LLC	13,157,000	5	0.66%			
Capreit Valle Vista Armes LP	12,847,000	6	0.64%	12,992,400	4	0.66%
Crossman Properties LLC	12,519,400	7	0.63%	11,353,900	7	0.57%
Emerald Lakes Apts.	12,414,000	8	0.62%	12,361,900	5	0.62%
Copper Chase @ Stones Cross	12,191,800	9	0.61%			
Wal-Mart Real Estate	11,528,100	10	0.58%			
F S F Canterbury Park Associates				11,568,200	6	0.58%
Bayshore Apartments LLC				10,356,500	8	0.52%
Meijer Stores LP				10,221,300	9	0.52%
Target Corporation				8,879,400	10	0.45%
Total	<u><u>\$ 216,993,560</u></u>		<u><u>10.85%</u></u>	<u><u>\$ 190,332,250</u></u>		<u><u>9.61%</u></u>

Note: Data for fiscal year 2004 was not available.

Source: Johnson County Auditor

**CITY OF GREENWOOD, INDIANA
PROPERTY TAX LEVIES AND COLLECTIONS
LAST SEVEN FISCAL YEARS (Unaudited)**

Fiscal Year Ended December 31	Taxes Levied for the Fiscal Year	Collected within the Fiscal Year of the Levy	
		Amount	Percentage of Levy
2007	\$ 11,239,407	\$ 11,004,377	97.91%
2008	10,952,631	10,317,357	94.20%
2009	11,557,853	11,749,187	101.66%
2010	11,492,277	10,909,180	94.93%
2011	12,900,547	12,163,963	94.29%
2012	12,581,206	11,700,347	93.00%
2013	12,724,536	12,124,307	95.28%

Note: Data for fiscal years 2004 through 2008 was not available.

Sources: Johnson County Auditor and Indiana Department of Local Government Finance

CITY OF GREENWOOD, INDIANA
RATIOS OF OUTSTANDING DEBT BY TYPE
LAST TEN FISCAL YEARS (Unaudited)

Schedule 9

Fiscal Year	Governmental Activities			Business-Type Activities			Total Government	Percentage of Personal Income	Per Capita
	General Obligation Bonds	Redevelopment Bonds	Capital Leases	Sewer Revenue Bonds	Airport Bonds	Capital Leases			
2004	\$ 6,112,500	\$ 4,240,000	\$ 278,230	\$ 16,500,000	\$ 1,916,130	\$ -	\$ 29,046,860	*	\$ 710
2005	7,377,500	8,205,000	235,343	15,915,000	1,807,261	-	33,540,104	2.87%	795
2006	8,102,500	8,145,000	200,010	15,300,000	1,723,391	-	33,470,901	2.64%	751
2007	7,202,500	7,792,651	163,204	14,655,000	1,655,838	-	31,469,193	2.24%	679
2008	9,277,500	7,435,000	397,680	13,975,000	1,571,968	-	32,657,148	2.23%	684
2009	8,227,500	6,925,000	1,261,250	13,265,000	1,477,494	-	31,156,244	2.12%	645
2010	7,037,500	9,175,000	1,298,837	15,365,000	1,320,870	-	34,197,207	2.42%	687
2011	5,837,500	8,580,000	1,066,732	14,595,000	1,270,870	-	31,350,102	2.08%	604
2012	9,697,500	7,535,000	849,753	13,715,000	-	-	31,797,253	1.92%	604
2013	8,540,000	47,305,000	1,622,804	12,795,000	-	479,267	70,742,071	4.16%	**

Source: Various Official Statements & MSRB's EMMA Database

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

See Schedule 14 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

* Personal income data not available for 2004.

** Population for 2013 not yet available.

CITY OF GREENWOOD, INDIANA
RATIOS OF GENERAL BONDED DEBT OUTSTANDING
LAST TEN FISCAL YEARS (Unaudited)

Schedule 10

Fiscal Year	General Bonded Debt Outstanding			Percentage of Actual Taxable Value ^a of Property	Per Capita ^b
	General Obligation Bonds	Redevelopment Bonds	Total		
2004	\$ 6,112,500	\$ 4,240,000	\$ 10,352,500	0.55%	\$253
2005	7,377,500	8,205,000	15,582,500	0.79%	\$369
2006	8,102,500	8,145,000	16,247,500	0.79%	\$365
2007	7,202,500	7,792,651	14,995,151	0.71%	\$324
2008	9,277,500	7,435,000	16,712,500	0.76%	\$350
2009	8,227,500	6,925,000	15,152,500	0.77%	\$314
2010	7,037,500	9,175,000	16,212,500	0.82%	\$326
2011	5,837,500	8,580,000	14,417,500	0.74%	\$278
2012	9,697,500	7,535,000	17,232,500	0.83%	\$327
2013	8,540,000	47,305,000	55,845,000	2.79%	*

Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements.

^a See Schedule 5 for property value data.

^b Population data can be found in Schedule 14.

Ratios are calculated using taxable values and population for prior calendar year.

* Population for 2013 not yet available.

**CITY OF GREENWOOD, INDIANA
 DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT
 AS OF DECEMBER 31, 2013 (Unaudited)**

Schedule 11

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable "</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Johnson County	\$ 4,935,000	35.42%	\$ 1,747,977
Greenwood Public Library	2,740,000	99.67%	2,730,958
Greenwood Community School Corp	15,509,234	99.52%	15,434,790
Clark-Pleasant Community School Corp	134,220,553	56.29%	75,552,749
Center Grove Community School Corp	76,119,222	26.39%	20,087,863
Subtotal, Overlapping Debt			115,554,337
City Direct Debt			<u>57,467,804</u>
Total Direct and Overlapping Debt			<u>\$173,022,141</u>

Sources: Assessed value data used to estimate applicable percentages provided by the Johnson County Assessor. Debt outstanding data provided by governmental unit or Indiana Department of Education..

Note: 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 Statistical. 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.

^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. This approach was also used for Johnson County's capital lease, loan, and other debt.

**CITY OF GREENWOOD, INDIANA
LEGAL DEBT MARGIN INFORMATION
LAST TEN FISCAL YEARS (Unaudited)**

Legal Debt Margin Calculation for Fiscal Year 2013

Net assessed value	\$2,001,436,569
Debt limit (NAV÷3 X 2%)	13,342,910
Debt applicable to limit:	
General obligation bonds	8,630,000
Less: Amount set aside for repayment of general obligation debt	
Total net debt applicable to limit	<u>8,630,000</u>
Legal debt margin	<u>\$ 4,712,910</u>

	<u>Fiscal Year</u>									
	<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>
Debt limit	\$ 12,657,314	\$ 13,201,899	\$ 13,671,068	\$ 14,135,548	\$ 14,700,971	\$ 13,186,735	\$ 13,149,460	\$ 13,061,640	\$ 13,762,064	\$ 13,342,910
Total net debt applicable to limit	<u>6,112,500</u>	<u>7,377,500</u>	<u>8,102,500</u>	<u>7,202,500</u>	<u>9,277,500</u>	<u>8,227,500</u>	<u>7,037,500</u>	<u>5,837,500</u>	<u>9,697,500</u>	<u>8,630,000</u>
Legal debt margin	<u>\$ 6,544,814</u>	<u>\$ 5,824,399</u>	<u>\$ 5,568,568</u>	<u>\$ 6,933,048</u>	<u>\$ 5,123,471</u>	<u>\$ 4,959,235</u>	<u>\$ 6,111,960</u>	<u>\$ 7,224,140</u>	<u>\$ 4,064,564</u>	<u>\$ 6,233,396</u>
Total net debt applicable to the limit as a percentage of debt limit	48.29%	55.88%	59.27%	50.95%	63.11%	62.39%	53.52%	44.69%	70.47%	64.68%

Note: Under state law, the City's outstanding general obligation debt shall not exceed two percent of one third of total assessed property value.

CITY OF GREENWOOD, INDIANA
PLEDGED-REVENUE COVERAGE
LAST TEN FISCAL YEARS (Unaudited)

Schedule 13

Sewage Works Operating Bonds						
Fiscal Year	Utility	Less:	Net	Debt Service		Coverage
	Service Charges	Operating Expenses	Available Revenue	Principal	Interest	
2004 *	\$ -	\$ -	\$ -	\$ -	\$ -	-
2005	4,774,996	5,492,206	(717,210)	585,000	791,508	-52%
2006	5,561,184	6,784,090	(1,222,906)	615,000	765,454	-89%
2007	6,149,778	6,908,159	(758,381)	645,000	737,612	-55%
2008	6,352,720	7,099,514	(746,794)	680,000	708,182	-54%
2009	5,984,419	8,723,247	(2,738,828)	710,000	677,160	-197%
2010	6,852,629	4,782,160	2,070,469	750,000	644,162	149%
2011	8,880,947	7,300,938	1,580,009	770,000	553,917	119%
2012	9,022,970	7,983,864	1,039,106	880,000	605,413	70%
2013	10,592,574	9,003,000	1,589,574	920,000	569,814	107%

Source: Historical bond information gathered from MSRB EMMA

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

*Data for 2004 not available.

CITY OF GREENWOOD, INDIANA
DEMOGRAPHIC AND ECONOMIC STATISTICS
LAST TEN CALENDAR YEARS (Unaudited)

Schedule 14

Year	Population	Personal Income <i>(thousands of dollars)</i>	Per Capita Personal Income	Median Age	Percentage Age 25+ High School Graduate or higher	School Enrollment	Unemployment Rate
2004	40,934	\$ 1,167,683	\$ 28,526	34.1	87.62%	15,189	4.0%
2005	42,190	1,269,286	30,085	34.1	87.62%	15,728	4.5%
2006	44,550	1,406,711	31,576	34.1	87.62%	16,410	3.9%
2007	46,343	1,463,234	31,574	34.1	87.62%	16,884	3.6%
2008	47,720	1,468,154	30,766	34.1	87.62%	17,027	4.7%
2009	48,320	1,412,973	29,242	34.1	87.62%	17,488	8.3%
2010	49,791	1,505,381	30,234	34.0	89.60%	17,949	8.4%
2011	51,873	1,658,847	31,979	34.0	89.60%	18,417	7.7%
2012	52,652	1,700,502	32,297	34.0	89.60%	19,023	7.0%
2013	52,653	1,700,502	32,297	34.0	89.60%	19,590	6.0%

Sources: Population, median age, and education level information provided by the US Census Bureau. Personal income information provided by the State Department of Revenue. Unemployment data provided by Indiana Department of Workforce Development. School enrollment data provided by school corporations..

Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

* Information not yet available for calendar year 2013.

**CITY OF GREENWOOD, INDIANA
 PRINCIPAL EMPLOYERS
 CURRENT YEAR AND EIGHT YEARS AGO (Unaudited)**

Schedule 15

<u>Employer</u>	<u>2013</u>			<u>2005</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment</u>
Center Grove Community School Corp.	940	1	3.60%	787	1	3.32%
Clark-Pleasant Community School Corp.	755	2	2.89%	449	2	1.89%
Greenwood Community School Corp.	504	3	1.93%	415	4	1.75%
USF Holland, Inc. *	350	4	1.34%	300	6	1.27%
Kindred Healthcare	338	5	1.30%	385	5	1.63%
Greenwood Village South	291	6	1.12%	285	7	1.20%
Endress & Hauser Inc. *	250	7	0.96%	225	8	0.95%
City of Greenwood	228	8	0.88%	220	9	0.90%
Nachi America Inc.	218	9	0.84%			
United Natural Foods *	180	10	0.69%			
Kawneer Co. Inc.	-		-	400	3	1.69%
Tableserves Direct	-		-	200	10	0.85%
Total	4,054		15.51%	3,666		15.36%

Source: As reported by company personnel unless otherwise noted.

* Per Indiana Department of Workforce Development

Note: Data for 2004 was not available

**CITY OF GREENWOOD, INDIANA
FULL-TIME EQUIVALENT CITY GOVERNMENT
EMPLOYEES BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (Unaudited)**

Schedule 16

<u>Function/Program</u>	<u>Full-time Equivalent Employees</u>									
	<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 government										
Mayor's Office	2	2	2	2	2	2	2	2	4	4
Clerk/Treasurer's Office	5	5	5	5	5	5	5	5		
Clerk's Office ¹									2	2
Fleet Maintenance	5	5	4	3	2	3	3	4	2	3
Community Development Services	16	16	16	16	16	16	17	17	17	14
Information Technology	3	3	3	3	3	3	3	3	4	4
Human Resources	2	2	2	2	2	2	2	2	2	2
Controller's Office ²	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	8	9
City Court	4	4	4	4	4	4	4	5	5	5
Probation	9	9	9	9	9	9	9	9	9	5
Board of Works	3	3	3	3	3	3	3	3	3	3
Law Department	4	4	4	4	4	4	4	4	4	4
Police										
Officers and Civilian	78	77	77	77	77	78	84	83	79	78
Fire										
Firefighters, officers and Civilian	34	32	34	39	38	35	33	36	28	36
Other public works										
Street Department	24	26	24	24	24	24	24	24	24	22
Sanitation ³	16	22	20	20	23	23	24	17	24	20
Stormwater	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	1	1
Parks and recreation	15	15	15	15	15	15	15	15	12	13
Airport	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	n/a	3
Total	220	225	222	226	227	226	232	229	228	228

Source: Greenwood Human Resources Department

Notes:

¹ Office of Clerk/Treasurer became Office of Clerk 2012

² Office of Controller established 2012

³ Sanitation billing staff moved to Controller's Office 2012

CITY OF GREENWOOD, INDIANA
OPERATING INDICATORS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (Unaudited)

Schedule 17

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<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>
Community Development Services										
Building Permits	1,389	1,567	1,363	953	733	729	535	559	620	627
Sewer Availability Fees	888	1,050	752	514	333	213	346	350	341	442
Sewer Connection Permits						94	288	265	290	367
Plan Commission & BZA Petitions	109	77	87	102	59	33	51	34	51	49
Sign Permits	343	299	274	319	249	334	344	541	582	633
Zoning Violations	33	52	39	143	164	140	173	412	253	239
Public Demolitions	-	-	1	-	1	-	-	2	-	1
Right-of-Way/Street Cut Permits	116	122	123	173	132	172	310	370	338	320
Park Impact Fees	628	847	593	333	157	95	238	220	240	318
Inspections	805	2,228	2,137	1,801	1,066	577	975	1,236	976	1,056
Fleet Maintenance										
Vehicles	155	172	171	171	172	173	173	193	182	223
Average Age (yrs.)	5	6	7	8	8	8	9	8	9	6
Recorded Maintenance Calls	1,251	1,251	1,251	1,251	1,251	1,237	1,309	1,210	1,246	1,375
Police										
Service Calls	25,511	26,226	28,368	27,432	27,025	25,055	23,772	25,085	27,198	27,800
Traffic/Ordinance Violations	3,090	2,695	4,445	4,089	5,421	6,354	6,084	3,467	2,413	3,869
Traffic/Ordinance Warnings	4,507	4,559	12,621	11,000	15,876	18,098	19,689	14,664	10,678	14,988
Accident Reports	1,401	1,192	1,112	1,026	999	933	965	984	934	982
Criminal Arrests	1,553	1,870	2,659	2,584	2,567	2,718	2,314	2,021	2,005	2,455
Fire										
Emergency Responses	3,919	3,900	4,278	4,929	5,712	5,267	5,467	5,826	5,966	5,918
EMS Calls	2,614	2,658	2,978	3,363	3,593	3,389	3,488	3,725	3,773	3,817
Inspections					745	454	599	972	919	774
Public Education (adults & children)							6,297	6,225	6,307	6,756
Parks and Recreation										
Community Center Memberships	1,699	1,637	2,019	1,923	1,888	1,905	2,257	2,287	1,886	1,572
Resident Day Passes		9,499	9,620	9,609	9,291	9,825	11,515	12,969	11,668	8,016
Non-resident Day Passes		934	1,125	948	554	576	2,089	2,858	3,929	3,329
Community Center Avg. Daily Admission	346	340	363	374	370	335	368	372	377	358
Street										
Street Resurfacing (miles)	16	3	9	5	2	5	9	13	3	2
Streets (miles)	160	171	177	179	178	182	189	190	193	195
Airport										
Hangar Leases	100	100	100	100	100	100	100	101	105	105
Jet Fuel Sold (gal.)								40,877	66,735	77,480
Avgas Fuel Sold (gal)								48,208	59,523	60,238
Average Daily Touchdowns								76	80	93
Sanitation										
Average Daily Sewage Treatment (million gallons)	4	6	7	6	8	6	6	8	7	8
Maximum Daily Capacity (million gals.)	15	15	15	15	15	15	15	15	15	15
Lift Stations	25	27	27	28	28	28	28	28	28	28
Stormwater										
Best Management Practices' Inspected	20	20	47	100	115	125	137	152	161	164
Outfalls Maintained	325	325	325	325	325	325	325	325	325	325
Inlets Maintained	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350	1,350

Sources: City Departments.

Note: Indicators are not available for the general government function.

CITY OF GREENWOOD, INDIANA
CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM
LAST TEN FISCAL YEARS (Unaudited)

Schedule 18

<u>Function/Program</u>	<u>Fiscal Year</u>									
	<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>
Police										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	19	19	19	26	32	42	43	61	61	65
Fire										
Stations	3	3	4	4	4	4	4	4	4	4
Emergency Response Units	8	8	10	10	10	11	11	11	11	11
Public Works										
Streets (miles)	160	171	177	179	178	182	189	190	193	195
Sidewalks (miles)	184	206	216	221	222	223	225	228	230	235
City Owned Traffic Signals	11	11	11	12	12	12	13	13	13	13
Parks and recreation										
Parks (number of)	12	14	14	14	14	14	14	14	14	14
Acreage	146	258	258	258	258	258	264	264	264	264
Playgrounds	7	8	8	8	8	8	9	9	9	9
Basketball Courts	3	4	6	6	6	6	6	8	8	8
Community Centers	1	1	1	1	1	1	1	1	1	1
Amphitheaters	1	2	2	2	2	2	2	2	2	2
Shelters	9	10	10	10	10	10	11	11	11	12
Wastewater										
Lift Stations	25	27	27	28	28	28	28	28	28	28
Treatment Capacity (million gallons)	14.8	14.8	14.8	14.8	14.8	14.8	14.8	14.8	14.8	14.8
Stormwater										
Storm Sewers (miles)	160	171	177	179	180	180	180	181	184	186
Airport										
T-Hangars	100	100	100	100	100	100	100	101	105	105
Corporate Hangars (structures/bldgs.)	3	3	3	3	3	3	3	3	4	5
Runway Length (ft.)	4,600	4,901	4,901	4,901	4,901	4,901	4,901	4,901	4,901	5,100

Sources: City Departments

Note: No capital asset indicators are available for the general government function.



COMPREHENSIVE ANNUAL FINANCIAL REPORT

**CITY OF GREENWOOD
FINANCE DEPARTMENT
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GREENWOOD, IN 46142
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