

City of Fort Wayne, Indiana

2014 Comprehensive Annual Financial Report for the year ended December 31, 2014



Thomas C. Henry
Mayor

Patricia A. Roller, CPA
Controller

FILED
08/20/2015

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**City of Fort Wayne, Indiana
Year Ended December 31, 2014**



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

**Valerie A. Ahr
Deputy Controller**

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INTRODUCTION





CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

June 18, 2015

Dear Citizens:

I'm pleased to present to you the 2014 Comprehensive Annual Financial Report for the City of Fort Wayne. This is an in-depth account of the financial status of the City. This report demonstrates our commitment to provide you with a full and detailed explanation of the use of your tax dollars.

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

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

Sincerely,

A handwritten signature in black ink, reading "Thomas C. Henry".

Thomas C. Henry
Mayor

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CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

June 18, 2015

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

With this document, we submit the Comprehensive Annual Financial Report (CAFR) of the City of Fort Wayne for the fiscal year ended December 31, 2014. This is the twenty-sixth CAFR prepared by the City's financial staff. The twenty-five previous CAFRs have received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada. This award marks a continuing effort to improve the City's accountability and financial disclosure to the citizens of Fort Wayne.

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

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

The Reporting Entity

This CAFR contains financial reporting for all funds of the City. The City operates under a Mayor/Council form of government pursuant to Indiana statute. Following are a number of the services the City provides: public safety (police, fire, and communications), community development (planning, neighborhood revitalization, and economic development), parks and recreation, transportation (roads and streets), solid waste disposal, engineering and general administrative services. In addition, the City provides water, wastewater and stormwater utility services. In 1975, the City leased its electrical utility to an investor-owned utility. In 2010, the City entered into an agreement to transfer the remaining Electric Utility assets to another electric utility (transferee). In August, 2011, the Indiana Utility Regulatory Commission (IURC) approved the agreement. In exchange for the remaining leased Electric Utility assets and the right to be the exclusive supplier of electricity in the City, the transferee will pay in excess of \$39 million over the next 15 years, including an initial payment of \$5 million in 2011.

The City of Fort Wayne, Indiana entity has been carefully defined pursuant to the entity definition criteria promulgated by the Governmental Accounting Standards Board (GASB) in Statement 14, "The Financial Reporting Entity". In accordance with this criterion, the City has included various component units in its presentation of the general-purpose financial statements. Blended component units are included as part of the primary government's operations even though they are legally separate entities. The Fort Wayne Municipal Building Corporation, the Fort Wayne Infrastructure Corporation and the Consolidated

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Chief Financial Officer's Letter of Transmittal
(Continued)

Communications Partnership (CCP) have been presented as blended component units because the financial statements would be misleading if data from these component units were not included.

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

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

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

The oversight body for the Civil City (governmental operations) is the Common Council of the City of Fort Wayne. The Council is composed of nine elected Council members who serve four-year terms, six of whom represent geographic councilmanic districts and three of whom are elected at-large. The oversight body for the City Utilities of Fort Wayne is the Board of Public Works. The Board of Public Works, as of December 31, 2014, is composed of the Chairman of the Board of Public Works and two members appointed by the Mayor.

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

Economic Condition and Outlook

With a population of 253,691 (US Census 2010 population estimates), Fort Wayne is the second largest city in Indiana. In March 2015, WalletHub, an Internet-based destination for tools and information on business and personal finance, named the City of Fort Wayne as a Top 10 Best Run City. WalletHub analyzed 65 of the most populated U.S. cities on how efficiently they spend on three key expenditure categories, including education, police and parks and recreation.

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

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

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Chief Financial Officer's Letter of Transmittal
(Continued)

Economic Development Alliance (Alliance). Over the last fourteen years, the Alliance was responsible for marketing the county's assets, which include a high quality of life, existing commercial building sites and an outstanding workforce, to new and expanding businesses. In September 2012, the boards of the Alliance, the Downtown Improvement District and the Greater Fort Wayne Chamber of Commerce, along with city and county government officials, announced that it was beginning a review of economic development efforts to see how to better coordinate activities. In April 2013, city and county officials, as well as community business leaders, announced a new structure and name for the combined group. Greater Fort Wayne, Inc. houses the efforts of the former chamber and the alliance as well as Leadership Fort Wayne. The new group is located in offices on the eighth floor of 200 East Main Street.

Several large investments from new and existing companies in Allen County were announced in 2014. Dana Light Axle Products, an automobile parts manufacturer, announced that it would invest \$49 million in manufacturing equipment at its plant on West State Boulevard. This is the fourth investment announcement by the company since 2011. Since 2011, a total of \$63.25 million in investment has been announced by the company. Nestle Dreyer's Grand Ice Cream announced an \$18 million investment at its plant on North Wells Street. The company will make significant roof and lighting system upgrades as well as overhaul existing ice cream processing lines. Fort Wayne Metals Research Products, a manufacturer of fine and ultra-fine wire, announced projects in March and December 2014 that will result in the investment of over \$22 million at its facilities in the southwest part of the city. Valbruna Slater Stainless, Inc., a stainless steel and nickel alloy manufacturer, announced that it would invest over \$30.5 million in an expansion of its facilities on Taylor Street in the city's urban enterprise zone. A 166,000 square foot addition will be constructed. The company will create 45 jobs by 2017 as a result of the expansion.

In October 2014, Allen County Council approved a ten-year, 100% abatement of property taxes for General Motors (GM) truck assembly on a \$1 billion investment at their facilities in Southwest Allen County. The plant is competing with other GM facilities around the country for the actual investment. It is uncertain whether any new jobs at the plant will be created. More than 4,100 jobs will be retained.

Long Term Financial Planning

City Utilities agreed to a Long Term Control Plan (LTCP) in the form of a federal consent decree, effective April 1, 2008, which will ultimately bring the Utilities' storm and sanitary sewer system into compliance with the Clean Water Act. City Utilities committed to combined sewer overflow reductions that require an approximate investment of \$240.0 million (denominated in 2005 dollars) in infrastructure solutions over the next eighteen years. City Utilities also agreed to eliminate three sanitary sewer overflows at an estimated cost of \$31.0 million, maintain the entire storm and sewer systems to performance standards prescribed in the LTCP and mitigate assessed penalties with local investments in septic tank elimination subsidies and rain garden stipends. In 2009, the Fort Wayne City Council (Council) authorized the issuance of \$265.0 million in debt to fund a six year capital plan that will accomplish a significant portion of the infrastructure investment needed to fulfill the requirements of the consent decree. Through December 31, 2014, City Utilities has exhausted the full amount authorized by Council. In 2014, Council also authorized the issuance of \$257 million in debt to fund the 2016-2019 capital plan that will accomplish a significant portion of the infrastructure investment required to fulfill the requirements of the Consent Decree. None of the appropriation has been used as of December 31, 2014.

In 2010, the City entered into an agreement to transfer the remaining Electric Utility assets to another electric utility (transferee). In August, 2011, the Indiana Utility Regulatory Commission (IURC) approved the agreement. In exchange for the remaining leased Electric Utility assets and the right to be the

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Chief Financial Officer's Letter of Transmittal (Continued)

exclusive supplier of electricity in the City, the transferee will pay in excess of \$39 million over the next 15 years, including an initial payment of \$5 million in 2011.

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

In 2014, City Utilities acquired from Aqua Indiana, Inc. (Aqua) all of the water assets and a portion of the sewer assets that are located in Allen County Indiana. The terms of the acquisition included the settlement of litigation regarding the 2002 condemnation of a portion of the acquired assets. Aqua's assets were adjacent to the City Utilities and over half of the customers have been integrated with City Utilities pre-acquisition systems. The total purchase price was \$67 million, of which \$16.9 million was paid in 2008 for the North Assets. The net purchase price of \$50.1 million was funded by proceeds from a \$63 million bond issued in December 2014. Bond proceeds in excess of the net purchase price were used for financing and integration costs. The North Assets are now fully integrated with City Utilities' water and sewer systems and generating revenues for the respective Utilities at standard system-wide tariffs.

Relevant Financial Policies

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

Major Initiatives

Leading Indiana's second largest city, Mayor Tom Henry's administration is making local government the best it can be for residents and businesses by demonstrating a commitment to engagement, innovation, and performance.

1. Engage – Provide outstanding customer service and involve the public in efforts to continue and build on the positive momentum we're experiencing in the City of Fort Wayne.
2. Innovate - Maintain a pro-investment environment through proactive leadership and strategic partnerships.
3. Perform - Be an outstanding place to live, work, and play with great neighborhoods and an excellent quality of life as the community works together to drive continuous improvement and high performance.

Financial Information

Budgetary Controls

Budgetary control, for those funds where the Common Council legally adopts budgets, is maintained at the departmental or major category level. The annual budgetary sequence of events for the City of Fort

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Chief Financial Officer's Letter of Transmittal
(Continued)

Wayne contains several review points. Departments prepare draft budgets each June for the next fiscal year incorporating a set of assumptions provided by the Division of Finance and Administration. These budget requests are subjected to internal review and modification before a budget ordinance is prepared for introduction to the Common Council in early September.

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

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

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

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

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

Internal Controls

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

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

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Chief Financial Officer's Letter of Transmittal
(Continued)

External Audit Function

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

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

Internal Audit Department

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

Audit Committee

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

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

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

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Chief Financial Officer's Letter of Transmittal
(Continued)

Certificate of Achievement for Excellence in Financial Reporting

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

This comprehensive annual financial report is the twenty-sixth published by the City of Fort Wayne. The 1989-2013 Comprehensive Annual Financial Reports were awarded the Certificate of Achievement by GFOA. The award is good for only one year. We believe our report conforms to Certificate program requirements, and we are hopeful that GFOA will confirm, through its review process, our eligibility for a twenty-fifth Certificate.

Acknowledgments

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

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

We acknowledge and thank the following City employees:

Kathleen A. Smith, CPA, Deputy Director – CC Financial Operations
Mark Knepper, Financial Analyst
Jolie Walker, Financial Analyst
Bogdan Vlasea, Financial Analyst
Brooks N. Beatty, Financial Analyst
Greg Weisser, Financial Accountant
Jeanne L. Cook, Administrative Assistant to the Controller

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

Respectfully submitted,



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



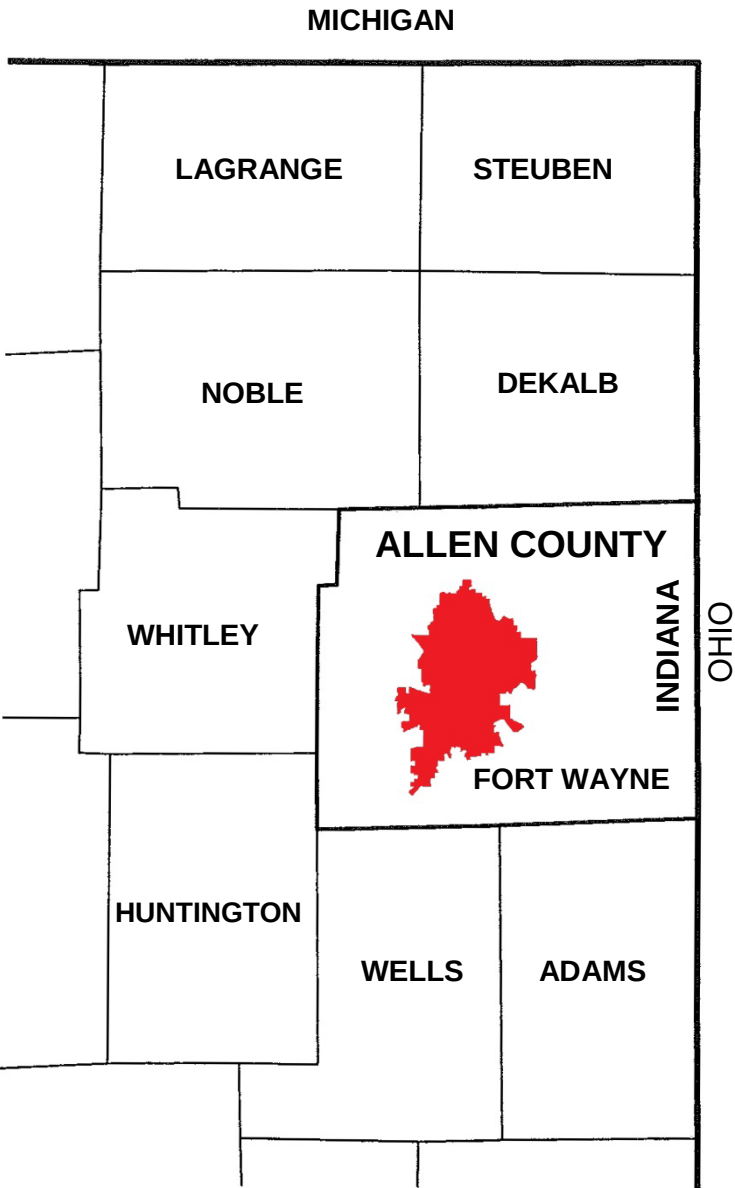
Valerie A. Ahr
Deputy Controller

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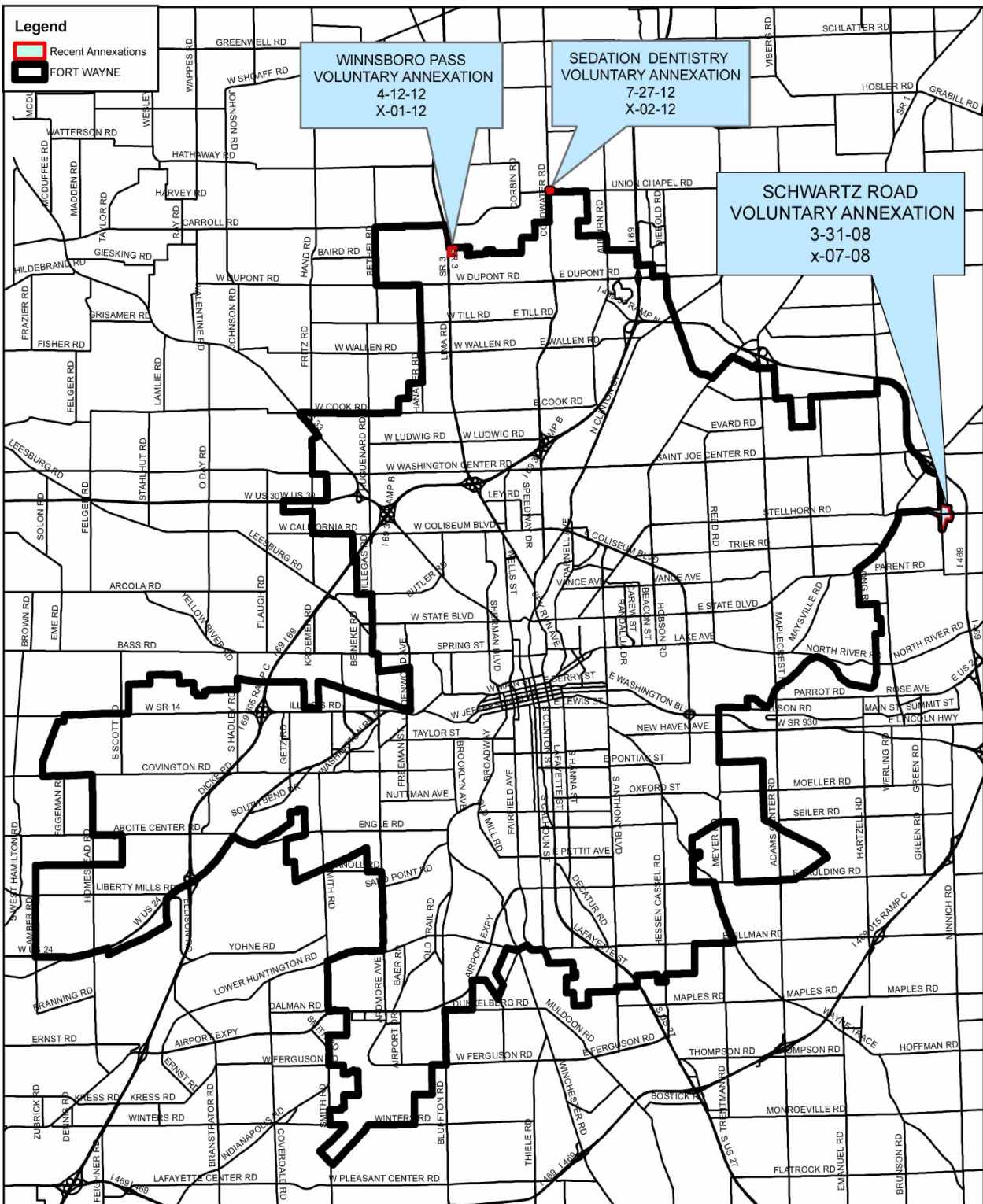
Northeast Indiana Locator Map



Midwest Locator Map



FORT WAYNE RECENT ANNEXATIONS (after 2007)

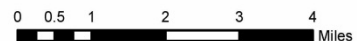


Although strict accuracy standards have been employed in the compilation of this map, Fort Wayne City CDD GIS does not warrant or guarantee the accuracy of the information contained herein and disclaims any and all liability resulting from any error or omission in this map.

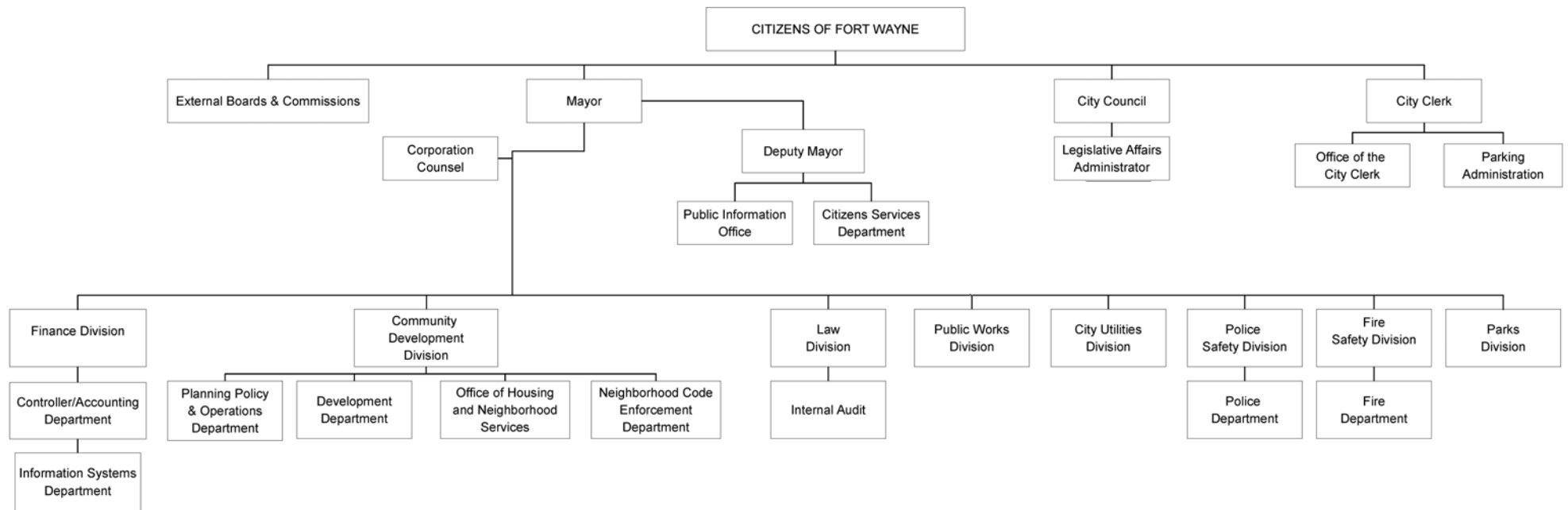
North American Datum 1983
State Plane Coordinate System, Indiana East



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FW CDD GIS



City of Fort Wayne
2014 Organization Chart - Revised 5/29/2015



CITY OF FORT WAYNE
LIST OF PRINCIPAL OFFICIALS
December 31, 2014

<u>NAME</u>	<u>TITLE</u>
Elected Officials:	
Thomas Henry	Mayor
Sandra E. Kennedy	City Clerk
Thomas Smith	Council Member - District 1
Russ Jehl	Council Member - District 2
Thomas Didier	Council Member - District 3
Mitch Harper	Council Member - District 4
Geoff Paddock	Council Member - District 5
Glynn Hines	Council Member - District 6
John Shoaff	Council Member - At-Large
John Crawford	Council Member - At-Large
Martin Bender	Council Member - At-Large
Division Directors:	
Karl Bandemer	Deputy Mayor
Russel York	Director of Public Safety
Patricia A. Roller	Director of Finance and Administration
Carol Helton	City Attorney
Kumar Menon	Director of City Utilities
Greg Leatherman	Director of Community and Economic Development
Eric Lahey	Fire Chief
Alvin R. Moll, Jr.	Director of Parks and Recreation
Garry Hamilton	Police Chief
Robert Kennedy	Director of Public Works

CITY OF FORT WAYNE DEPARTMENT DETAILS

OFFICE OF THE MAYOR

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

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

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

Public Information Office

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

Neighborhoods and Citizen's Advocate Office

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

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

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

Department of Law

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

Human Resources Department

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

Internal Audit Department

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

311 Call Center

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

OFFICE OF THE CITY CLERK AND COMMON COUNCIL

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

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

FINANCE AND ADMINISTRATION DIVISION

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

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

**CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)**

Payroll Department

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

Purchasing Department

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

Property Management

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

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

Risk Management Department

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

Information Systems Department

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

FORT WAYNE CITY UTILITIES

City Utilities is a municipal utility and a division of the City of Fort Wayne. The City Utilities Division is organized into four Strategic Business Units (SBU); Capital Asset Management, Policy and Planning, Engineering Services and Business Services under the leadership of the Director of City Utilities. Along with the Director, each SBU has a Deputy Director that comprises the Senior Management team. City Utilities' mission is to protect the health, welfare and prosperity of the Fort Wayne community and is,

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

therefore, committed to provide quality water, sewer and stormwater services in an efficient, effective and reliable manner.

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

Three Rivers Filtration Plant:

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

Water Maintenance and Service Department:

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

Water Pollution Control Plant:

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

Water Pollution Control Maintenance/Stormwater Maintenance Departments:

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

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

Policy and Planning Department:

The Policy and Planning SBU ensures the work of all SBU's within the Utility is coordinated. Additionally, the Policy & Planning SBU identifies and coordinates work with Civil City and Public Works officials. Functions include setting and administering public policy as it relates to the Utility, including strategic and

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

operational planning, liaison for human resources and training, union relationships, developer and business relationships and other key stakeholder groups. Policy and Planning engages all SBU's in performance management programs including, but not limited to, Lean/Six Sigma/TQM/ISO et al.

Development Services Department:

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

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

Planning & Design Services Department:

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

Engineering Support Services Department:

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

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

Financial Services Department:

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

Customer Relations:

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

**CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)**

Data Control:

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

Geographic Information Systems (GIS):

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

DIVISION OF COMMUNITY DEVELOPMENT

Vision Statement

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

Mission Statement

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

Director's Office

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

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

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

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

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

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

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

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

Deputy Director of Community Planning & Policy

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

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

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

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

Deputy Director of Development

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

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

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

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

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

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

operates several housing and neighborhood development programs: Homeowner Repair, Homebuyer Education, Down Payment Assistance, Rental Rehab and Ready to Rent.

Director of Neighborhood Code Enforcement

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

METROPOLITAN HUMAN RELATIONS

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

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

PUBLIC WORKS

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

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

Public Works Administration

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

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

Solid Waste & Recycling Management

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

Transportation Administration & Support

The functions of this group are varied, and generally fall within three department subsets; surveying/drafting/inspection, permits and plan review, and administrative. Staff provides surveying, drafting, and inspection services necessary for the successful completion of street, curb, and sidewalk projects. Employees in this group also assess and report on pavement condition in order to maintain and update our pavement management system.

Other employees in this department are responsible for a variety of other customer service requests, responses, and interactions. These responsibilities include permit functions; plan review of developer projects; investigation and reporting functions; data base maintenance activities; blueprint reproduction services; right of way acquisition functions; and general customer service activities. Department personnel also provide financial management, budgeting, purchasing, payroll, and administrative support services.

Flood Control

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

Transportation Engineering Services/Street Project Management

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

Traffic Engineering & Traffic Operations Sign and Signal

The Traffic Engineering & Traffic Operations Sign and Signal Department provides the following services to the public: design, installation and maintenance of fiber optic communications, traffic signal systems,

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

traffic signs and pavement markings; maintains signs and markings on the city trail system; maintains bicycle signs and markings throughout the City.

Record, tabulate and analyze accident reports; investigate all requests and complaints related to traffic conditions and operations; and conduct traffic studies relating to one way streets, parking regulations, speed limits, traffic calming, roadway design, traffic control, special signing, maintain traffic impact attenuators.

The Department also works with the Radio Shop to maintain the Early Warning Flood System, and provides maintenance of the MLK Bridge, including programming the lighting on the bridge, as well as performs electrical maintenance for other PW departments. Other miscellaneous responsibilities include Installation and maintenance of sidewalk benches, bollards, flowerpots, trash receptacles, bike racks and banner installation for non-profit groups as well as wreaths and holiday decorations in the downtown Central Business District.

Street Lighting Engineer and Traffic Operations Street Lighting

The Street Lighting Department provides the following services to the public: design and install new street lights and systems that provide safe and efficient illumination for both motorists and pedestrians during nighttime hours. Maintain and update over 33,862 existing City Street Lights.

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

Street Department

The Fort Wayne Street Department is responsible for the cost-efficient maintenance and construction of the more than 1,200 miles of City streets. The Street Department also maintains the alleys. The Street Departments work is divided into three separate Seasons: Summer Construction, Leaf Season and Snow Season. During spring and summer months, crews mow roadside right-of-ways; sweep up approximately 3,500 tons of debris, repair potholes, and resurfacing of the streets & alleys. During the fall the department completes a citywide leaf collection, and during the winter the focus is on snow and ice removal on all city streets.

Fleet Management

The Fleet Management Department is responsible for approximately 1,990 city owned vehicles and ancillary equipment. The Fleet Director oversees the contract with the private company, which provides vehicle maintenance services to the City's fleet. The department is also responsible for developing approval policies for vehicle use, preventive maintenance and replacement. Maintaining compliance with environmental regulations and making environmental improvements also fall under the Directors responsibilities.

Trails & Greenways Management

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

the State of Indiana and Federal Agencies to develop and maintain the City of Fort Wayne Trails network. Furthermore, the Department works with other jurisdictions to integrate the City of Fort Wayne Trails Network into a regional network of trails.

PARKS AND RECREATION

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

Administration/Marketing

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

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

Headwaters Park

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

Parks/Horticulture/Forestry

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

Leisure Services

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

Fort Wayne Children's Zoo

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

PUBLIC SAFETY

Department of Public Safety

This Department maintains order and protects the rights and property of the citizens of Fort Wayne. The Fire Chief and Chief of Police serve as the Directors of Public Safety. The Director of Public Safety oversees the operations of the Fire, Police, Radio Shop, and Animal Care and Control Departments.

The Public Safety Director retains responsibility for major policy decisions, budgeting, long-range planning and the day-to-day coordination of six departmental divisions: Police, Fire, Animal Control, Human Resources, and Weights and Measures. The Director, Police Chief, and Fire Chief, serve as the Mayor's appointees on many commissions and councils in order to coordinate activities and plan cooperative efforts with other state and local agencies.

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

Police Department

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

Fire Department

It is the mission of the Fort Wayne Fire Department to prevent the loss of life and to control or reduce the loss to property. The mission will be accomplished through the services provided by the Operations, Fire Prevention Bureau, Investigation, Safety Education, Training and Development and Administrative Divisions. These divisions provide for firefighting, emergency hazardous materials stabilization, emergency rescue, EMS - first responder, underwater rescue/recovery, public education, building inspections, fire investigations, fire safety training, and other miscellaneous services. The Fire Department provides services to the entire City of Fort Wayne with mutual assistance to the surrounding departments upon their request.

Radio Shop

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

CITY OF FORT WAYNE
DEPARTMENT DETAILS
(Continued)

Records

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

Animal Care and Control

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

Weights & Measures

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



Government Finance Officers Association

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Presented to

**City of Fort Wayne
Indiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2013

Executive Director/CEO

**Fort Wayne at a Glance
As of December 31, 2014**

Date Founded	October 22, 1794
Date of Incorporation (town)	January 3, 1829
Date of Incorporation (city)	February 22, 1840
Founded by	Jean François Hamtramck
Named for	Anthony Wayne
Form of Government	Elected Mayor, Clerk, Councilperson (9)
Relative Size	2nd largest city in Indiana
Population	256,496
Area in Square Miles	110.6
Market Location	Area within 250 miles of Fort Wayne includes a population of 43.9 million, or 14.5% of the total U.S. population; 70th Largest City in United States
Miles of Water lines	1,370
Miles of Sewer/Stormwater Mains	1,899
Miles of Streets	1,294
Number of Street Lights	33,904
Number of City Employees	1,913
Labor Force *	206,116
Employed *	195,063
Unemployed *	11,053
Unemployment Rate *	5.7

* Data from Bureau of Labor Statistics, Fort Wayne Metropolitan Service Area - Allen

FINANCIAL SECTION





STATE OF INDIANA

AN EQUAL OPPORTUNITY EMPLOYER

STATE BOARD OF ACCOUNTS
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INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Wayne (City), as of and for the year ended December 31, 2014, 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 did not audit the financial statements of three of the eight discretely presented component units, Fort Wayne Urban Enterprise Association, Inc., Fort Wayne Public Transportation Corporation, and Community Development Corporation of Fort Wayne, which represent 19.28 percent, 44.82 percent, and 49.28 percent, respectively, of the total assets, net position, and revenues of the discretely presented component units. Those statements were audited by other auditors whose report has been furnished to us, and our opinion, insofar as it relates to the amounts included for those three discretely presented component units, is based solely on the report of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

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

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

INDEPENDENT AUDITOR'S REPORT (Continued)

Opinions

In our opinion, based on our audit and the reports of the other auditors, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2014, and the respective changes in financial position and, where applicable, cash flows thereof and for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Budgetary Comparison Schedules (General and Major Special Revenue funds), Infrastructure - Modified Reporting, Schedule of Funding Progress, Schedule of Contributions From the Employer, Schedule of Changes in the City's Net Pension Liability and Related Ratios, Schedule of City Contributions, and Schedule of Investment Returns, 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's basic financial statements. The accompanying introductory section, combining and individual nonmajor fund financial statements, other budgetary comparison schedules, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements.

The combining and individual nonmajor fund financial statements and other budgetary comparison schedules are the responsibility of management and were derived from and relate directly to the underlying accounting and other records used to prepare the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and certain 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 nonmajor fund financial statements and other budgetary comparison schedules are fairly stated, in all material respects, in relation to the basic financial statements as a whole.

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

INDEPENDENT AUDITOR'S REPORT
(Continued)

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 18, 2015, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering City's internal control over financial reporting and compliance.


Paul D. Joyce, CPA
State Examiner

June 18, 2015

Management's Discussion and Analysis

As management of the City of Fort Wayne (the City), we offer the following discussion as insight into the financial performance of the City for the fiscal year ended December 31, 2014. To gain a fair understanding of the City's financial position, this discussion and analysis should be read in conjunction with our letter of transmittal, the basic financial statements, and the notes to the basic financial statements.

Financial Highlights

- The assets of the City exceeded its liabilities at the end of 2014 by \$1.2 billion. Of this amount, \$81.7 million is considered unrestricted. The unrestricted net position of the City's governmental activities is \$48.2 million. The unrestricted net position of the City's business-type activities is \$33.5 million.
- The net position of the City's governmental activities increased \$12.6 million (or 1.93 percent from 2013) in 2014. The net position of the City's business-type activities increased \$18.7 million (or 3.63 percent from 2013).
- At the end of 2014, the City's governmental funds reported a combined ending fund balance of \$196.3 million. The combined governmental funds' fund balance increased by \$33.2 million (or 20.4 percent from 2013). City's total fund balance includes \$29.8 million as nonspendable, \$4.3 million as restricted, \$20.5 million as committed, \$139.1 million as assigned and \$2.6 million as unassigned fund balance. The above mentioned fund balances have been classified per GASB 54. (See Note 1)
- At the end of 2014, unassigned fund balance for the general fund was \$4.7 million or 5.68 percent of the 2014 general fund expenditures.
- At the end of 2014, the total fund balance for Community Legacy fund was \$58.5 million. This is a decrease of \$10.1 million from 2013. The decrease of the Community Legacy fund balance is due to City Council approved projects. Income into the Community Legacy fund is from interest income, light lease revenue and gain on investment.
- The City's total debt increased by \$70.2 million (or 10.3 percent) during 2014 due to business-type activities.

Overview of the Financial Statements

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

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

Management's Discussion and Analysis (Continued)

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

The statement of activities presents information on all of the City's revenues and expenses, showing how the government's general expenses less the program revenues equal net expenses for the most recent fiscal year. General revenues are then subtracted from net expenses to get the change in net position. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid. Thus, revenues and expenses reported in this statement for some items will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (governmental activities) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (business-type activities). The governmental activities of the City include general government, public safety, highways and streets, sanitation, health and welfare, economic opportunity, economic development, culture and recreation, urban redevelopment and housing, and interest on long-term debt. The business-type activities of the City include a water system, wastewater system, storm water service, parking garage administration, solid waste service, electric utility, and a yard waste system.

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

The government-wide financial statements can be found on pages 49-50 of this report.

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

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

Management's Discussion and Analysis (Continued)

requirements. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement. The basic governmental fund financial statements can be found on pages 51-54 of this report.

Proprietary funds. When the City charges a fee to cover the entire cost of an operation, whether to outside customers or to other units of the City, the services are generally classified as a proprietary fund. There are two types of proprietary funds: enterprise funds and internal service funds. Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. These funds are completely self-supported by providing services to *outside customers* of the City. The City uses enterprise funds to account for its water, wastewater, storm water, solid waste, parking garages, electric, and yard waste operations. Internal Service funds are used to report activities that provide services and supplies for the other City departments. The City uses internal service funds to account for its self insurance and garage services. The internal service funds are reported within the governmental activities section of the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 55-57 of this report.

Fiduciary funds. Fiduciary funds are funds held by a governmental unit as an agent or a trustee. They are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City holds two types of fiduciary funds: pension trust funds and agency funds. Pension trust funds are used to account for pension plans held by the City on behalf of its employees. The City uses pension trust funds to report the police pension, fire pension, and sanitary officers' pension funds. Agency funds are used to account for monies held by the City for an external party. The City uses an agency fund to report the Fort Wayne Neighborhood Housing Partnership (FWNP). The basic fiduciary fund financial statements can be found on pages 58-59 of this report.

Notes to the financial statements. The notes are a required part of the basic financial statements that provide necessary information for the understanding of the City's financial report. The notes to the financial statements can be found on pages 63-117 of this report.

Other information. The City is also required to provide more detailed information about certain issues disclosed in required supplementary information (RSI) schedules. The City's RSI schedules include: Budgetary Comparison Schedule for General Fund and Major Special Revenue Funds, Comparison of Needed-to-Actual Maintenance/Preservation including the condition rating of the City's street system, Schedule of Funding Progress of Retiree Healthcare Plan, Schedule of Contributions from the Employer for Retiree Healthcare Plan, Schedule of Changes in the City's Net Pension Liability and Related Ratios, Schedule of City Contributions, and Schedule of Investment Returns. The combining financial statements for the non-major governmental funds, non-major enterprise funds, and the internal service funds are found immediately following the RSI schedules listed above. The RSI schedules can be found on pages 119-132 of this report.

Management's Discussion and Analysis (Continued)

City of Fort Wayne Net Position

(amounts expressed in thousands)

	Governmental activities		Business-type activities		Total		Component Units	
	2014	2013	2014	2013	2014	2013	2014	2013
Assets	\$ 233,496	\$ 200,199	\$ 167,060	\$ 195,945	\$ 400,556	\$ 396,144	\$ 127,535	\$ 101,259
Capital assets	743,314	741,079	858,306	762,645	1,601,620	1,503,724	56,471	58,653
Total assets	976,810	941,278	1,025,366	958,590	2,002,176	1,899,868	184,006	159,912
Deferred outflow s	-	-	371	435	371	435	3,234	628
Current liabilities	25,647	23,981	19,401	18,281	45,048	42,262	12,900	2,636
Noncurrent liabilities	283,784	262,548	473,372	426,456	757,156	689,004	109,564	92,138
Total liabilities	309,431	286,529	492,773	444,737	802,204	731,266	122,464	94,774
Net position	\$ 667,379	\$ 654,749	\$ 532,964	\$ 514,288	\$ 1,200,343	\$ 1,169,037	\$ 64,776	\$ 65,766
Net Investment in Capital Assets	619,206	611,772	444,908	434,943	1,064,114	1,046,715	39,227	39,688
Restricted	-	-	54,490	42,755	54,490	42,755	19,712	20,041
Unrestricted	48,173	42,977	33,566	36,590	81,739	79,567	5,837	6,037
Total net position	\$ 667,379	\$ 654,749	\$ 532,964	\$ 514,288	\$ 1,200,343	\$ 1,169,037	\$ 64,776	\$ 65,766

Government-wide Financial Analysis

The City's (primary government) assets exceeded liabilities by \$1.2 billion at the close of 2014. The largest portion of the City's net position (total assets less total liabilities), which amounts to \$1,064.1 million (or 88.66 percent), reflects its investment in capital assets (e.g., land, distribution and collection, roads, buildings and improvements, machinery and equipment, construction in progress, and net investment in joint venture), less any outstanding debt used to acquire these assets. These assets are designated as net investment in capital assets because they are used to provide the everyday services the citizens of the City expect; they are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset.

The remainder of the City's net position is designated as either restricted or unrestricted. The restricted portion, which totals \$54.5 million (or 4.54 percent), are dollars that are subject to an external restriction and cannot be spent on everyday operations. The unrestricted portion of the net position is \$81.7 million (or 6.80 percent). At the end of 2014, the City shows a positive net position figure as a whole as well as in the governmental and business-type activities sections individually. This shows that the City has been able to make sound financial decisions over the past several years leaving them with a solid equity base on which to build.

The City's component units showed assets exceeding liabilities by \$64.8 million at the end of 2014. Of the net position (total assets less total liabilities), \$39.2 million reflects its investment in capital assets less any debt used to acquire these assets that is still outstanding. These assets are designated as invested in capital assets because they are used to provide the everyday services to the users of the component units, these assets are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset. The restricted net position, subject to external restriction, totals \$19.7 million. Unrestricted net position totals \$5.9 million at the end of 2014. These assets may be used by the City's component units for normal operations.

Management's Discussion and Analysis (Continued)

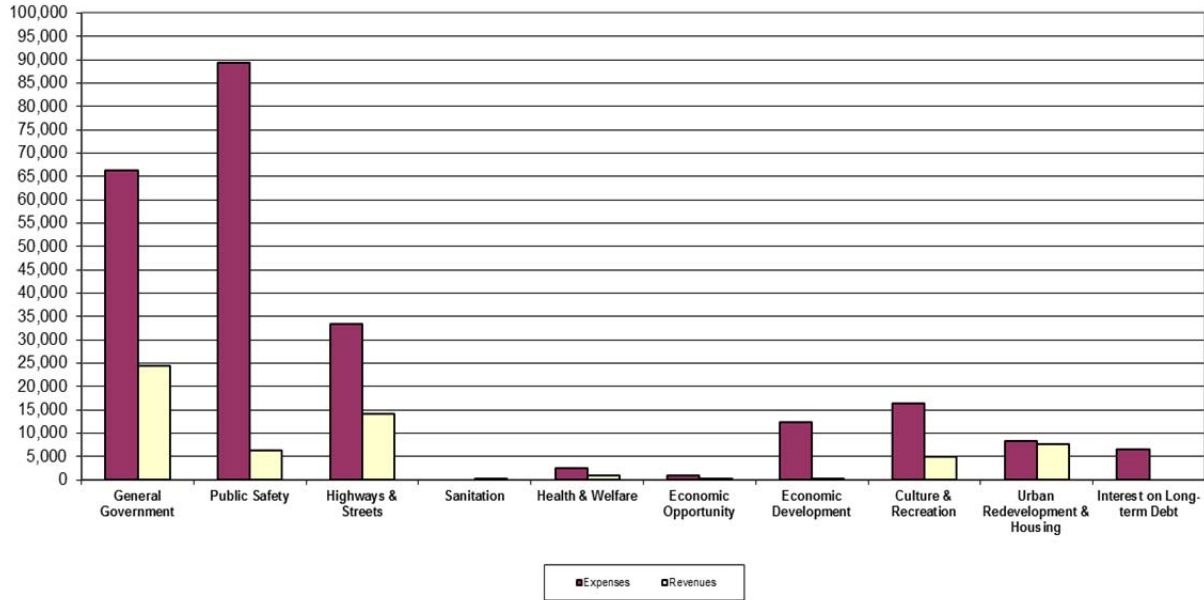
City of Fort Wayne Changes in Net Position (amounts expressed in thousands)

	Governmental Activities		Business-type Activities		Total		Component Units	
	2014	2013	2014	2013	2014	2013	2014	2013
Revenues-								
Program revenues:								
Charges for services	\$ 32,867	\$ 33,041	\$ 118,326	\$ 118,264	\$ 151,193	\$ 151,305	\$ 11,635	\$ 11,096
Operating grants and contributions	25,905	27,398	-	-	25,905	27,398	5,795	5,770
Capital grants and contributions	-	-	6,858	3,814	6,858	3,814	2,945	5,964
General revenues:								
Property taxes	108,231	98,890	-	-	108,231	98,890	-	-
CEDIT	22,542	23,403	-	-	22,542	23,403	-	-
Local assessments and taxes	-	-	-	-	-	-	5,739	5,513
Indiana room tax	-	-	-	-	-	-	3,163	2,998
Other taxes	32,449	29,296	-	-	32,449	29,296	-	-
Investment earnings	1,972	1,815	247	162	2,219	1,977	52	45
Gain on sale of capital assets	-	-	-	1,276	-	1,276	-	-
Other	14,015	6,218	-	-	14,015	6,218	155	203
Total revenues	237,981	220,061	125,431	123,516	363,412	343,577	29,484	31,589
Expenses:								
General government	66,358	50,614	-	-	66,358	50,614	-	-
Public safety	89,424	95,038	-	-	89,424	95,038	-	-
Highways and streets	33,458	18,309	-	-	33,458	18,309	-	-
Health and welfare	2,436	2,338	-	-	2,436	2,338	-	-
Economic opportunity	1,024	1,097	-	-	1,024	1,097	-	-
Economic development	12,317	16,191	-	-	12,317	16,191	-	-
Culture and recreation	16,441	16,944	-	-	16,441	16,944	-	-
Urban redevelopment and housing	8,221	8,456	-	-	8,221	8,456	-	-
Interest on long-term debt	6,587	6,911	-	-	6,587	6,911	-	-
Water	-	-	35,910	31,646	35,910	31,646	-	-
Wastewater	-	-	43,920	39,189	43,920	39,189	-	-
Stormwater	-	-	7,852	6,988	7,852	6,988	-	-
Parking garages	-	-	963	1,029	963	1,029	-	-
Solid waste	-	-	10,378	10,587	10,378	10,587	-	-
Other	-	-	125	135	125	135	-	-
Hands	-	-	-	-	-	-	34	91
Summit	-	-	-	-	-	-	60	65
UEA	-	-	-	-	-	-	716	511
CIB	-	-	-	-	-	-	9,927	6,104
RA	-	-	-	-	-	-	3,073	3,810
PTC	-	-	-	-	-	-	15,203	14,110
DID	-	-	-	-	-	-	594	507
CDC	-	-	-	-	-	-	867	666
Total expenses	236,266	215,898	99,148	89,574	335,414	305,472	30,474	25,864
Inc(Dec) in net position before transfers	1,715	4,163	26,283	33,942	27,998	38,105	(990)	5,725
Transfers	8,540	8,283	(8,540)	(8,283)	-	-	-	-
Inc(Dec) in net position	10,255	12,446	17,743	25,659	27,998	38,105	(990)	5,725
Net position -- January 1st	654,749	646,025	514,288	488,634	1,169,037	1,134,659	65,766	60,041
Restatement - See Note 21	2,375	(3,722)	932	(5)	3,307	(3,727)	-	-
Net position -- January 1st (Restated)	657,124	642,303	515,220	488,629	1,172,344	1,130,932	65,766	60,041
Net position -- December 31st	\$ 667,379	\$ 654,749	\$ 532,963	\$ 514,288	\$ 1,200,342	\$ 1,169,037	\$ 64,776	\$ 65,766

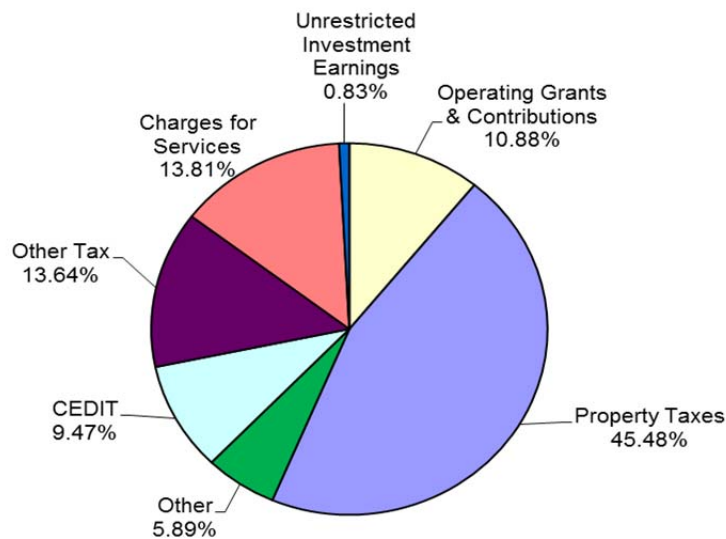
Management's Discussion and Analysis (Continued)

Governmental Activities. The governmental activities accounted for \$12.6 million increase in the City's total net position in 2014. The City was able to remain within or below its expense budget while still providing all of the necessary government services. The governmental activities represent 65.48 percent of the primary government's revenue and 70.44 percent of the primary government's expenses

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



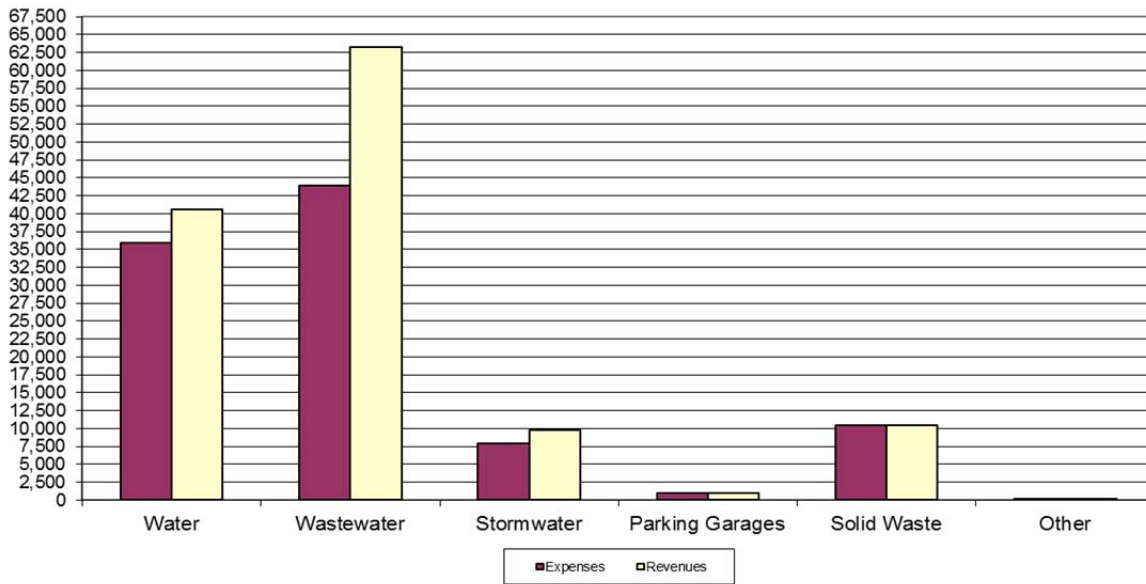
Revenues by Source - Governmental Activities



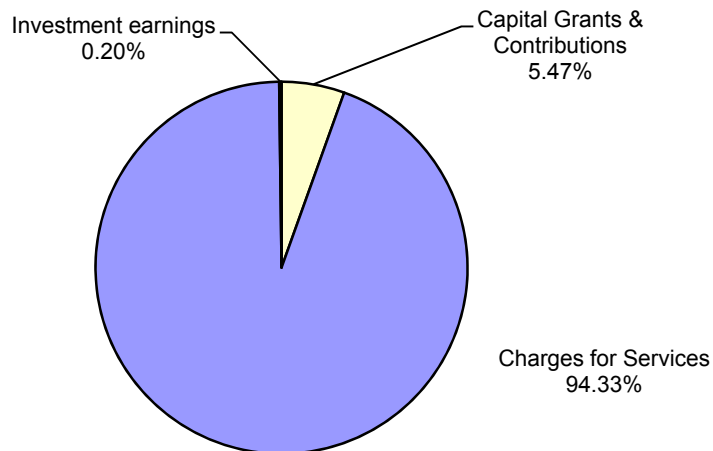
Management's Discussion and Analysis (Continued)

Business-type Activities. The business-type activities of the City increased net position by \$18.7 million. Business-type activities represent 34.52 percent of the primary government's revenues and 29.56 percent of the expenses. The City's Water and Wastewater utilities account for 82.89 percent of the business-type activities' program revenues and 80.51 percent of the expenses.

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



Revenues by Source - Business-type Activities



Management's Discussion and Analysis (Continued)

Financial Analysis of the Government's Funds

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

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

At the end of 2014, the City's governmental funds reported combined ending fund balances of \$196.3 million, an increase of \$33.2 million mainly due to the addition of the Infrastructure Improvements fund. Beginning with the 2011 reporting year, the City has adopted GASB 54 and has classified fund balances per the guidelines specified under GASB 54. The City's total fund balance includes \$29.8 million as nonspendable, \$4.3 million as restricted, \$20.5 as committed, \$139.1 million as assigned, and \$2.6 million as unassigned fund balance.

A portion of the City's governmental fund totals is made up of the General fund, the City's chief operating fund. At the end of 2014, the General fund had an unassigned fund balance of \$4.7 million and a total fund balance of \$5.8 million. As a measure of the General fund's liquidity, you can compare the total fund balance and unassigned fund balance to the total fund expenditures. The General fund expenditures for fiscal year ended 2014 were \$83.3 million. The total fund balance represents 6.94 percent of General fund expenditures, while the unassigned fund balance is 5.68 percent of that same amount.

The fund balance of the City's General fund increased by \$2.5 million during the fiscal year ended 2014. During 2014, the General fund expenditures were mostly in line with revenues. The City accrued a deferred revenue adjustment in the amount of \$4.2 million.

The City has six other funds that meet the major fund criteria: the Highways and Streets, CEDIT, Parks, Fire, Redevelopment and Community Legacy. The combined fund balance at the end of 2014 for the other six major funds is \$134.7 million. This results in an increase in fund balances for the other major funds of \$4.3 million from the prior year. The major reasons for this increase are:

- The CEDIT fund balance increased by \$2.8 million at the end of 2014. This increase is mainly due to an increase of CEDIT tax revenue.
- The Redevelopment fund balance increased by \$10.9 million at the end of 2014. The increase is due to the initial funding of the Skyline Parking Garage project from multiple sources. The Skyline Parking Garage funds will be spent during 2015.
- The Community Legacy fund balance decreased by \$10.1 million at the end of 2014. The decrease of the fund is due to multiple City Council approved projects.

The non-major governmental funds have a combined increase of \$26.3 million to a fund balance of \$55.8 million at the end of 2014.

Management's Discussion and Analysis (Continued)

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

The total net position of the City's enterprise funds at the end of 2014 is \$533.0 million. Of that total, the restricted net position is \$54.5 million, net investment in capital assets is \$444.9 million, and the unrestricted net position is \$33.6 million. This is a total increase of about \$18.7 million of which \$10.0 million increased the net investment in capital assets, \$11.7 million increased the restricted assets and a decrease to the unrestricted funds totaled \$3.0 million.

General Fund Budgetary Highlights

The differences between the original adopted budget and the final amended budget resulted in a decrease of \$307 thousand. The differences are summarized as follows:

- \$490 thousand decrease in general government's appropriation
- \$818 thousand increase in public safety's appropriation
- \$626 thousand decrease in highway and streets appropriation
- \$6 thousand decrease in health and welfare appropriation
- \$3 thousand decrease in economic development's appropriation

The actual expenditures were \$1.7 million lower than budgeted, while the actual revenues of the general fund were \$87 thousand less than budgeted. For the year, the general fund balance increased by \$1.8 million.

The 2014 final approved budget was \$85.044 million; actual expenditures amounted to \$83.301 million, leaving a \$1.742 million positive variance. The variance is summarized as follows:

- \$785 thousand for general government
- \$631 thousand for public safety
- \$175 thousand for highway and streets
- \$55 thousand for health and welfare
- \$14 thousand for economic opportunity
- \$82 thousand for economic development

Of the \$1.742 million positive variance, \$844 thousand was in personal services. This variance was primarily due to unfilled positions as a result of resignations, retirements, and/or terminations. The remaining variance consisted of \$124 thousand for supplies expense, \$676 thousand for other services and charges, and \$98 thousand for capital outlays. These variances were incurred due to the City departments meeting the challenges of monitoring and controlling expenses while still maintaining adequate services to the City.

Capital Asset and Debt Administration

Capital assets. The City's Primary Government's capital assets as of December 31, 2014, are equal to \$1,601.6 million (net of accumulated depreciation). Capital assets include land, distribution and collection, roads, buildings and improvements, machinery and equipment, and construction in progress. The total increase in the City's capital assets for the current fiscal year was \$97.9 million or 6.50 percent (a 0.30 percent increase for governmental activities and a 6.2 percent increase for business-type activities).

Governmental activities. Capital assets for the governmental activities total \$877.3 million with an accumulated depreciation figure of \$134.0 million for a net book value of \$743.3 million. This amount includes \$6.4 million in construction in progress reflecting capital projects in various stages of completion. The City chose to report its roads using the modified approach accepted under the new reporting model.

Management's Discussion and Analysis (Continued)

This allows the City to make additions and deletions to the overall asset figure without actually depreciating. The conditions of the City's road pavement are measured using a pavement condition index (PCI). The City has adopted the following condition categories. "Very Good" (100-80), "Good" (79-60), "Fair" (59-40), "Poor" (39-20), and "Very Poor" (19-0).

It is the policy of the City to maintain a pavement condition index of good (79-60). In 2013, the City had a pavement condition index rating of "Good" (63). The City has maintained a "Good" (63) rating in 2014. The City maintains there are no material variances between the budgeted expenditures and the actual expenditures for the maintenance of infrastructure for 2014.

More information regarding the modified approach can be found on page 122 in the Required Supplementary Information (RSI) section of this report.

Business-type activities. Capital assets for the business-type activities total \$1,231 million with an accumulated depreciation figure of \$372.6 million for a net book value of \$858.3 million. The amount also includes \$78.3 million in construction in progress reflecting capital projects in various stages of completion.

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

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

	Governmental activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
Land	\$ 39,373	\$ 39,319	\$ 14,614	\$ 10,840	\$ 53,987	\$ 50,159
Distribution and collection	-	-	651,329	559,723	651,329	559,723
Roads	527,487	526,569	-	-	527,487	526,569
Buildings and improvements	223,218	220,045	238,164	227,607	461,382	447,652
Machinery and equipment	80,864	70,534	248,501	230,025	329,365	300,559
Construction in progress	6,383	10,293	78,320	46,804	84,703	57,097
Less: Accumulated depreciation	(134,012)	(125,681)	(372,622)	(312,354)	(506,634)	(438,035)
Total	\$ 743,313	\$ 741,079	\$ 858,306	\$ 762,645	\$ 1,601,619	\$ 1,503,724

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

Management's Discussion and Analysis (Continued)

Long-term debt. At the end of the current fiscal year, the City's Primary Government had total bonded debt outstanding of \$424.2 million. Of this amount \$101.5 million is considered to be general obligation bonds, special obligation bonds, or first mortgage bonds. The City is responsible to pay for this debt with general revenues. The remaining \$322.7 million is revenue bonds that are paid for from the revenues earned by the business-type fund that is responsible for the debt.

The City's total debt increased \$70.2 million during the current fiscal year, including additions of \$124.1 million and reductions of \$53.9 million. This increase was due mainly to the addition of special obligation bonds totaling \$22.8 million and \$47.7 million in revenue bonds to invest in improvements in the Wastewater Utility's infrastructure and \$5.4 million increase in post-employment benefits liability.

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

City of Fort Wayne						
Long-term Debt						
(amounts expressed in thousands)						
	Governmental activities		Business-type activities		Total	
	2014	2013	2014	2013	2014	2013
General obligation bonds	\$ 1,650	\$ 1,950	\$ -	\$ -	\$ 1,650	\$ 1,950
Special obligation bonds	70,375	47,585	-	-	70,375	47,585
First mortgage bonds	29,510	31,805	-	-	29,510	31,805
Capital leases	55,204	55,631	1,408	1,795	56,612	57,426
Notes & loans payable	6,858	7,490	144,192	144,579	151,050	152,069
Net pension obligation	90,319	90,720	-	-	90,319	90,720
Compensated absences	9,178	9,656	2,196	2,594	11,374	12,250
Other post-employment ben liab	20,869	15,477	-	-	20,869	15,477
Revenue bonds	-	-	322,710	274,975	322,710	274,975
Total	\$ 283,963	\$ 260,314	\$ 470,506	\$ 423,943	\$ 754,469	\$ 684,257

Additional information on the City's long-term debt can be found in Note 4 on pages 80-87 of this report.

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the City is currently 5.6 percent, which is a slight decrease from a rate of 5.7 percent a year ago. The state average unemployment rate is 5.4 percent and the national average is 5.4 percent.

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

Management's Discussion and Analysis (Continued)

The City of Fort Wayne established a Cumulative Capital Development Fund on June 26, 2013 beginning with taxes payable in 2014. The revenues to this fund are as a result of taxes levied on all taxable real and personal property within the City. The rate of this fund began in 2014 at .0167% and increase in 2015 to .0333% and .05% in 2016 and continue at this rate until reduced or rescinded.

These factors along with others were considered when preparing the City's budget for the 2015 fiscal year.

Request for Information

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

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BASIC FINANCIAL STATEMENTS



CITY OF FORT WAYNE
STATEMENT OF NET POSITION
December 31, 2014

	Primary Government			Component
	Governmental	Business-type	Total	Units
	Activities	Activities		
Assets				
Cash and cash equivalents-unrestricted	\$ 93,644,209	\$ 20,914,096	\$ 114,558,305	\$ 9,473,777
Investments-unrestricted	38,011,407	10,000,000	48,011,407	3,255,828
Receivables (net of allowances for uncollectibles):				
Accounts	-	10,637,562	10,637,562	517,815
Taxes	8,646,559	-	8,646,559	-
Intergovernmental	4,308,506	-	4,308,506	5,801,379
Loans	6,142,543	-	6,142,543	4,888,149
Miscellaneous	9,329,673	44,421	9,374,094	214,303
Installments receivable	24,783,333	-	24,783,333	-
Assessments receivable	492,808	1,168,048	1,660,856	-
Due from Redevelopment Authority	9,509,106	-	9,509,106	-
Internal balances	608,621	(608,621)	-	-
Inventories	1,181,609	1,455,156	2,636,765	299,091
Prepaid expense	727,441	161,886	889,327	122,190
Assets held for resale	23,921,747	-	23,921,747	382,622
Net investment in direct financing lease	106,269	-	106,269	71,796,927
Restricted assets:				
Cash and cash equivalents-restricted	2,082,484	107,811,426	109,893,910	26,847,568
Investments-restricted	10,000,000	10,100,848	20,100,848	-
Regulatory assets	-	5,375,078	5,375,078	-
Accounts receivable	-	-	-	3,936,019
Capital assets:				
Land, roads and construction in progress	573,243,101	92,934,056	666,177,157	1,509,940
Other capital assets, net of depreciation	170,070,351	765,371,574	935,441,925	54,960,791
Total assets	976,809,767	1,025,365,530	2,002,175,297	184,006,399
Deferred outflows of resources	-	370,750	370,750	3,234,361
Liabilities				
Accounts payable	3,394,785	9,200,946	12,595,731	1,054,476
Wages and withholdings payable	5,174,239	1,542,768	6,717,007	-
Accrued group insurance benefits	1,783,714	-	1,783,714	-
Contracts payable	5,462,597	746,670	6,209,267	-
Retainage payable	441,414	-	441,414	-
Accrued interest payable	925,256	4,149,923	5,075,179	1,845,148
Customer deposits	-	1,560,623	1,560,623	36,250
Unearned revenue	8,233,094	-	8,233,094	-
Due to Primary Government	-	-	-	9,509,106
Other current liabilities	231,475	2,199,944	2,431,419	456,252
Noncurrent liabilities:				
Due within one year:				
Compensated absences payable	7,760,814	1,256,703	9,017,517	-
Capital leases payable	7,586,714	382,647	7,969,361	1,287,500
Notes and loans payable	503,460	9,405,612	9,909,072	-
General obligation bonds payable	310,000	-	310,000	-
Special obligation bonds payable	8,740,000	-	8,740,000	-
First mortgage bonds payable	2,390,000	-	2,390,000	-
Revenue bonds payable	-	16,350,000	16,350,000	-
Lease rental revenue bonds payable	-	-	-	3,690,000
Due in more than one year:				
Compensated absences payable	1,416,983	938,878	2,355,861	-
Capital leases payable	47,617,268	1,025,473	48,642,741	20,262,500
Notes and loans payable	6,355,000	134,786,862	141,141,862	-
General obligation bonds payable (net)	1,376,874	-	1,376,874	-
Special obligation bonds payable (net)	61,318,266	-	61,318,266	-
First mortgage bonds payable (net)	27,220,752	-	27,220,752	-
Revenue bonds payable (net)	-	309,225,825	309,225,825	-
Lease rental revenue bonds payable (net)	-	-	-	79,517,820
Net pension obligation	90,319,002	-	90,319,002	-
Other postemployment benefits liability	20,868,779	-	20,868,779	3,337,545
Other noncurrent liabilities	-	-	-	1,468,320
Total liabilities	309,430,486	492,772,874	802,203,360	122,464,917
Net position				
Net investment in capital assets	619,206,388	444,907,612	1,064,114,000	39,226,509
Restricted for:				
Debt service	-	52,491,544	52,491,544	-
Capital projects	-	1,998,551	1,998,551	-
Component Unit	-	-	-	19,712,448
Unrestricted	48,172,893	33,565,699	81,738,592	5,836,886
Total net position	\$ 667,379,281	\$ 532,963,406	\$ 1,200,342,687	\$ 64,775,843

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

CITY OF FORT WAYNE
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2014

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Units
					Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 66,358,230	\$ 21,065,638	\$ 3,401,063	\$ -	\$ (41,891,529)	\$ -	\$ (41,891,529)	\$ -
Public safety	89,423,819	4,413,243	1,940,472	-	(83,070,104)	-	(83,070,104)	-
Highways and streets	33,457,900	1,224,817	12,916,349	-	(19,316,734)	-	(19,316,734)	-
Sanitation	-	-	14,200	-	14,200	-	14,200	-
Health and welfare	2,436,466	396,996	472,343	-	(1,567,127)	-	(1,567,127)	-
Economic opportunity	1,023,674	-	293,859	-	(729,815)	-	(729,815)	-
Economic development	12,316,553	1,320	32,007	-	(12,283,226)	-	(12,283,226)	-
Culture and recreation	16,440,904	3,955,609	1,029,708	-	(11,455,587)	-	(11,455,587)	-
Urban redevelopment and housing	8,220,883	1,808,972	5,805,032	-	(606,879)	-	(606,879)	-
Interest on long-term debt	6,587,186	-	-	-	(6,587,186)	-	(6,587,186)	-
Total governmental activities	236,265,615	32,866,595	25,905,033	-	(177,493,987)	-	(177,493,987)	-
Business-type activities:								
Water	35,909,639	39,569,738	-	955,594	-	4,615,693	4,615,693	-
Wastewater	43,919,976	57,375,547	-	5,869,748	-	19,325,319	19,325,319	-
Stormwater	7,852,619	9,780,647	-	32,947	-	1,960,975	1,960,975	-
Parking garages	962,781	986,913	-	-	-	24,132	24,132	-
Solid waste	10,377,926	10,447,288	-	-	-	69,362	69,362	-
Electric	753	-	-	-	-	(753)	(753)	-
Yardwaste	124,032	165,656	-	-	-	41,624	41,624	-
Total business-type activities	99,147,726	118,325,789	-	6,858,289	-	26,036,352	26,036,352	-
Total primary government	\$ 335,413,341	\$ 151,192,384	\$ 25,905,033	\$ 6,858,289	(177,493,987)	26,036,352	(151,457,635)	-
Component units:								
HANDS	\$ 34,145	\$ -	\$ 372,745	\$ -	-	-	-	338,600
Summit	60,010	137,000	-	-	-	-	-	76,990
UEA	715,602	434,719	-	-	-	-	-	(280,883)
CIB	9,926,770	5,460,101	-	2,214,444	-	-	-	(2,252,225)
RA	3,073,137	2,949,521	-	-	-	-	-	(123,616)
PTC	15,203,712	1,902,858	4,826,584	730,322	-	-	-	(7,743,948)
DID	593,516	8,885	595,868	-	-	-	-	11,237
CDC	867,488	741,865	-	-	-	-	-	(125,623)
Total component units	\$ 30,474,380	\$ 11,634,949	\$ 5,795,197	\$ 2,944,766	-	-	-	(10,099,468)
General revenues:								
Property Taxes					108,230,933	-	108,230,933	-
County Economic Development Income Tax (CEDIT)					22,542,375	-	22,542,375	-
County Option Income Tax (COIT)					19,405,620	-	19,405,620	-
Excise Taxes					7,878,755	-	7,878,755	-
Sur/Wheel Taxes					4,509,289	-	4,509,289	-
Financial Institutions Taxes (FIT)					655,005	-	655,005	-
Local assessments and taxes					-	-	-	5,738,647
Indiana room tax income					-	-	-	3,162,617
Unrestricted investment earnings					1,971,939	246,666	2,218,605	52,186
Other					14,015,726	-	14,015,726	155,575
Transfers					8,539,733	(8,539,733)	-	-
Total general revenues and transfers					187,749,375	(8,293,067)	179,456,308	9,109,025
Change in net position					10,255,388	17,743,285	27,998,673	(990,443)
Net position - beginning					654,748,688	514,288,568	1,169,037,256	65,766,286
Restatement - See Note 21					2,375,205	931,553	3,306,758	-
Net position - beginning - restated					657,123,893	515,220,121	1,172,344,014	65,766,286
Net position - ending					\$ 667,379,281	\$ 532,963,406	\$ 1,200,342,687	\$ 64,775,843

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

CITY OF FORT WAYNE
BALANCE SHEET -
GOVERNMENTAL FUNDS
December 31, 2014

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Community Legacy	Non-major Governmental Funds	Totals
Assets									
Cash and cash equivalents	\$ 7,348,571	\$ 4,171,323	\$ 7,618,110	\$ 5,760,551	\$ 1,007,736	\$ 29,334,224	\$ -	\$ 34,257,800	\$ 89,498,315
Investments	-	-	-	-	-	-	38,011,407	-	38,011,407
Receivables (net of allowances for uncollectibles):									
Taxes	4,091,576	-	1,576,939	574,459	1,537,873	24,565	-	841,147	8,646,559
Assessments	-	-	-	-	-	-	-	492,808	492,808
Intergovernmental	275,931	1,104,822	500	-	-	-	-	2,927,253	4,308,506
Loans	-	-	108,576	-	-	-	-	6,033,967	6,142,543
Miscellaneous	1,632,720	330,859	23,058	128,622	21,169	3,420,654	-	3,767,850	9,324,932
Installments	-	-	-	-	-	-	24,783,333	-	24,783,333
Interfund receivable - pooled cash	-	-	-	-	-	-	-	8,232,537	8,232,537
Interfund receivable	-	-	-	-	-	-	-	386,943	386,943
Due from other funds	84,408	11,079	-	-	-	-	-	96,259	191,746
Due from Redevelopment Authority	-	-	-	-	-	9,509,106	-	-	9,509,106
Net investment in direct financing lease	106,269	-	-	-	-	-	-	-	106,269
Assets held for resale	-	-	-	-	-	18,225,509	-	5,696,238	23,921,747
Restricted assets:									
Cash and cash equivalents - restricted	-	-	2,082,484	-	-	-	-	-	2,082,484
Investments - restricted	-	-	-	-	-	-	10,000,000	-	10,000,000
Total assets	\$ 13,539,475	\$ 5,618,083	\$ 11,409,667	\$ 6,463,632	\$ 2,566,778	\$ 60,514,058	\$ 72,794,740	\$ 62,732,802	\$ 235,639,235
Liabilities, deferred inflows of resources and fund balances									
Liabilities:									
Accounts payable	\$ 520,358	\$ 121,275	\$ 51,941	\$ 387,176	\$ 103,676	\$ 344,530	\$ 57,338	\$ 700,317	\$ 2,286,611
Wages and withholdings payable	2,586,034	413,893	3,109	356,422	1,358,499	22,247	-	401,468	5,141,672
Contracts payable	282,627	-	664,916	-	-	2,792,460	376,596	501,328	4,617,927
Retainage payable	108,056	69,564	-	-	-	-	85,731	178,063	441,414
Interfund payable - pooled cash	-	-	-	-	-	-	5,644,002	2,588,535	8,232,537
Due to other funds	33,658	-	-	-	-	-	-	93,579	127,237
Unearned revenue	-	-	-	31,165	-	-	8,100,020	101,909	8,233,094
Total liabilities	3,530,733	604,732	719,966	774,763	1,462,175	3,159,237	14,263,687	4,565,199	29,080,492
Deferred inflows of resources	4,226,368	-	1,576,939	574,459	1,537,873	24,565	-	2,335,047	10,275,251
Fund balances:									
Nonspendable fund balance	-	-	-	-	-	18,225,509	-	11,524,597	29,750,106
Restricted fund balance	-	-	-	-	-	-	-	4,297,607	4,297,607
Committed fund balance	448,628	-	591,320	508,331	-	12,089,681	3,355,129	3,536,252	20,529,341
Assigned fund balance	599,260	5,013,351	8,521,442	4,606,079	-	27,015,066	55,175,924	38,145,560	139,076,682
Unassigned fund balance	4,734,486	-	-	-	(433,270)	-	-	(1,671,460)	2,629,756
Total fund balances	5,782,374	5,013,351	9,112,762	5,114,410	(433,270)	57,330,256	58,531,053	55,832,556	196,283,492
Total liabilities, deferred inflows of resources and fund balances	\$ 13,539,475	\$ 5,618,083	\$ 11,409,667	\$ 6,463,632	\$ 2,566,778	\$ 60,514,058	\$ 72,794,740	\$ 62,732,802	\$ 235,639,235

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

CITY OF FORT WAYNE, INDIANA
RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION -
GOVERNMENTAL FUNDS
December 31, 2014

Total **fund balances** for governmental funds \$ 196,283,4

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

Capital assets used in governmental activities (excluding internal service fund capital assets of \$431,323 net of \$837,155 accumulated depreciation) are not financial resources and therefore, are not reported in the funds.

Those assets consist of:

Land	39,345,903	
Roads accounted for using the modified approach	527,486,912	
Construction in progress	6,383,009	
Buildings, net of \$44,414,908 accumulated depreciation	87,038,925	
Improvements other than buildings, net of \$32,981,152 accumulated depreciation	58,266,489	
Machinery and equipment, net of \$55,779,185 accumulated depreciation	<u>24,360,891</u>	
Total capital assets (See Note 3)		742,882,1

Inventory of assets purchased from governmental funds. 1,124,9

Some assets are not available to pay for current-period expenditures and therefore, are deferred in the funds. 726,6

Internal service funds are used by the City to account for the financing of goods or services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position is: 752,2

City tax collections related to 2014 will be collected beyond the 60 day period used to record revenue in the fund statements. Revenue and a corresponding receivable for this amount are included in the government-wide statements. 8,646,5

State shared revenue appropriated during the State of Indiana's fiscal year ended June 30, 2014 will be collected by the City in calendar year 2015. Revenue and a corresponding receivable for the amount appropriated but not received by December 31, 2014 are included in the government-wide statements. 1,054,8

Some of the City's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore, are deferred in the funds. 573,8

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

Balances at December 31, 2014 are:

Bonds payable	(101,355,892)	
Bond interest payable	(304,550)	
Leases payable	(55,203,982)	
Lease interest payable	(501,569)	
Loans payable	(6,858,460)	
Loan interest payable	(119,137)	
Compensated absences payable	(9,134,035)	
Other postemployment benefits liability	<u>(20,868,779)</u>	
Total long-term liabilities		(194,346,4)

Net pension obligations, including the 1925 Police Officers' Pension Plan, the 1937 Firefighters' Pension Plan and the Sanitary Officers' Pension Plan are not due and payable in the current period and therefore, are not reported in the funds, but are included in the government-wide statements. (90,319,0

Total **net position** of governmental activities \$ 667,379,2

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

CITY OF FORT WAYNE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Community Legacy	Non-major Governmental Funds	Total Governmental Funds
Revenues:									
Taxes	\$ 70,722,484	\$ 4,509,289	\$ 23,407,698	\$ 13,436,506	\$ 37,374,452	\$ 9,737,304	\$ -	\$ 6,985,904	\$ 166,173,637
Special assessments	-	-	-	-	-	-	-	695,473	695,473
Licenses and permits	2,485,658	-	-	51,680	-	-	-	1,359,828	3,897,166
Intergovernmental	2,340,113	11,896,736	1,320	-	-	-	-	9,078,076	23,316,245
Charges for services	3,036,138	134,729	-	3,848,950	10,476	543,958	280,917	1,492,838	9,348,006
Fines and forfeits	357,463	-	-	-	12,552	-	-	2,178,366	2,548,381
Other	767,506	171,594	34,587	1,389,452	52,791	8,132,235	3,516,472	3,482,481	17,547,118
Total revenues	<u>79,709,362</u>	<u>16,712,348</u>	<u>23,443,605</u>	<u>18,726,588</u>	<u>37,450,271</u>	<u>18,413,497</u>	<u>3,797,389</u>	<u>25,272,966</u>	<u>223,526,026</u>
Expenditures:									
Current:									
General government	12,603,401	-	-	-	-	-	7,318,462	2,694,168	22,616,031
Public safety	51,935,310	-	-	-	37,324,636	-	-	13,141,191	102,401,137
Highways and streets	11,229,736	19,881,544	-	-	-	-	-	1,359,903	32,471,183
Health and welfare	2,655,510	-	-	-	-	-	-	315,710	2,971,220
Economic opportunity	646,234	-	-	-	-	-	-	377,440	1,023,674
Economic development	4,230,462	-	-	-	-	-	-	416,974	4,647,436
Culture and recreation	-	-	-	19,094,469	-	-	-	-	19,094,469
Urban redevelopment and housing	-	-	-	-	-	8,825,182	-	3,814,609	12,639,791
Debt service:									
Principal	-	-	6,325,000	-	-	2,445,197	-	2,785,000	11,555,197
Interest and other charges	-	-	1,888,881	-	-	2,289,639	-	2,061,769	6,240,289
Capital outlay	-	-	6,862,062	-	-	-	-	14,267,844	21,129,906
Total expenditures	<u>83,300,653</u>	<u>19,881,544</u>	<u>15,075,943</u>	<u>19,094,469</u>	<u>37,324,636</u>	<u>13,560,018</u>	<u>7,318,462</u>	<u>41,234,608</u>	<u>236,790,333</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(3,591,291)</u>	<u>(3,169,196)</u>	<u>8,367,662</u>	<u>(367,881)</u>	<u>125,635</u>	<u>4,853,479</u>	<u>(3,521,073)</u>	<u>(15,961,642)</u>	<u>(13,264,307)</u>
Other financing sources (uses):									
Transfers in	8,445,732	3,977,854	3,155,845	2,781,659	-	16,779,192	73,276	17,720,925	52,934,483
Transfers out	(2,318,848)	-	(8,675,493)	(2,534,191)	(150,000)	(10,650,650)	(6,700,000)	(13,365,568)	(44,394,750)
Issuance of debt	-	-	-	-	-	-	-	30,000,000	30,000,000
Capital leases issued	-	-	-	-	-	-	-	7,950,000	7,950,000
Total other financing sources (uses)	<u>6,126,884</u>	<u>3,977,854</u>	<u>(5,519,648)</u>	<u>247,468</u>	<u>(150,000)</u>	<u>6,128,542</u>	<u>(6,626,724)</u>	<u>42,305,357</u>	<u>46,489,733</u>
Net change in fund balances	<u>2,535,593</u>	<u>808,658</u>	<u>2,848,014</u>	<u>(120,413)</u>	<u>(24,365)</u>	<u>10,982,021</u>	<u>(10,147,797)</u>	<u>26,343,715</u>	<u>33,225,426</u>
Fund balances - beginning	<u>3,246,781</u>	<u>4,204,693</u>	<u>6,264,748</u>	<u>5,234,823</u>	<u>(408,905)</u>	<u>46,348,235</u>	<u>68,678,850</u>	<u>29,488,841</u>	<u>163,058,066</u>
Fund balances - ending	<u>\$ 5,782,374</u>	<u>\$ 5,013,351</u>	<u>\$ 9,112,762</u>	<u>\$ 5,114,410</u>	<u>\$ (433,270)</u>	<u>\$ 57,330,256</u>	<u>\$ 58,531,053</u>	<u>\$ 55,832,556</u>	<u>\$ 196,283,492</u>

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

CITY OF FORT WAYNE, INDIANA
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF ACTIVITIES -
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014

Net change in **fund balances** - total governmental funds \$ 33,225,426

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

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

Capital assets not being depreciated:

Land	53,750
Roads accounted for using the modified approach	917,975
Construction in progress	<u>(3,910,090)</u>
Total change in capital assets not being depreciated	(2,938,365)

Capital assets being depreciated:

Buildings, net of \$3,363,182 depreciation expense	(806,676)
Improvements other than buildings, net of \$2,435,824 depreciation expense	<u>(1,817,987)</u>
Machinery and equipment, net of \$5,146,770 depreciation expense	<u>7,763,880</u>
Total change in capital assets being depreciated	5,139,217

Total changes in capital assets 2,200,852

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

(19,136,101)

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

38,532

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

247,529

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

400,632

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

(5,391,337)

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

(662,834)

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

997,157

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

(1,664,468)

Changes in **net position** of governmental activities \$ 10,255,388

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

CITY OF FORT WAYNE
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
December 31, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Totals	
Assets						
Current assets:						
Cash and cash equivalents	\$ 9,982,379	\$ 3,141,470	\$ 6,035,413	\$ 1,754,834	\$ 20,914,096	\$ 4,145,894
Investments	-	10,000,000	-	-	10,000,000	-
Receivables:						
Accounts receivable (net of allowance for uncollectibles)	3,820,415	5,839,075	972,708	5,364	10,637,562	-
Miscellaneous receivable	-	-	-	6,359	6,359	4,741
Interest receivable	17,400	20,662	-	-	38,062	-
Due from other funds	15,973	14,607	5,144	1,435,729	1,471,453	159,237
Inventories	1,376,883	78,273	-	-	1,455,156	56,644
Prepaid expenses	82,616	76,046	1,614	1,610	161,886	820
Total current assets	15,295,666	19,170,133	7,014,879	3,203,896	44,684,574	4,367,336
Noncurrent assets:						
Restricted cash and cash equivalents	22,231,443	84,973,106	558,292	48,585	107,811,426	-
Restricted investments	5,050,424	5,050,424	-	-	10,100,848	-
Assessments receivable	-	1,168,048	-	-	1,168,048	-
Regulatory assets	3,257,811	2,021,126	96,141	-	5,375,078	-
Capital assets:						
Land, improvements to land and construction in progress	11,656,248	71,116,638	9,084,792	1,076,378	92,934,056	27,277
Other capital assets (net of accumulated depreciation)	273,558,828	393,093,334	94,407,200	4,312,212	765,371,574	404,046
Total noncurrent assets	315,754,754	557,422,676	104,146,425	5,437,175	982,761,030	431,323
Total assets	331,050,420	576,592,809	111,161,304	8,641,071	1,027,445,604	4,798,659
Deferred outflow of resources	-	370,750	-	-	370,750	-
Liabilities						
Current liabilities:						
Accounts payable	2,838,175	5,910,655	398,666	53,450	9,200,946	1,108,174
Wages and withholdings payable	666,558	696,492	163,895	15,823	1,542,768	32,567
Contracts payable	-	-	-	746,670	746,670	844,670
Due to other funds	589,761	799,405	301,027	2,938	1,693,131	2,068
Interfund payable	124,898	91,430	56,517	43	272,888	-
Compensated absences payable - current portion	584,977	521,239	140,097	10,390	1,256,703	43,762
Accrued group insurance benefits payable	-	-	-	-	-	1,783,714
Capital lease payable - current portion	-	-	-	382,647	382,647	-
Customer deposits payable	1,560,623	-	-	-	1,560,623	-
Loans payable - current portion	3,357,000	6,048,612	-	-	9,405,612	-
Bonds payable - current portion	3,620,000	11,475,000	1,155,000	100,000	16,350,000	-
Accrued interest payable	247,405	3,708,224	154,083	40,211	4,149,923	-
Other current liabilities	821,560	1,352,586	25,000	798	2,199,944	231,475
Total current liabilities	14,410,957	30,603,643	2,394,285	1,352,970	48,761,855	4,046,430
Noncurrent liabilities:						
Compensated absences payable	543,152	345,423	49,839	464	938,878	-
Capital lease payable	-	-	-	1,025,473	1,025,473	-
Loans payable	40,772,000	94,014,862	-	-	134,786,862	-
Bonds payable, net	110,615,892	189,754,490	8,110,443	745,000	309,225,825	-
Interfund payable	70,323	7,412	36,306	14	114,055	-
Total noncurrent liabilities	152,001,367	284,122,187	8,196,588	1,770,951	446,091,093	-
Total liabilities	166,412,324	314,725,830	10,590,873	3,123,921	494,852,948	4,046,430
Net position						
Net investment in capital assets	139,060,304	208,435,520	94,226,550	3,185,238	444,907,612	431,323
Restricted for:						
Debt service	12,950,472	39,111,490	404,209	25,373	52,491,544	-
Capital projects	313,247	1,685,304	-	-	1,998,551	-
Unrestricted	12,314,073	13,005,415	5,939,672	2,306,539	33,565,699	320,906
Total net position	\$ 164,638,096	\$ 262,237,729	\$ 100,570,431	\$ 5,517,150	\$ 532,963,406	\$ 752,229

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

CITY OF FORT WAYNE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
For The Year Ended December 31, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Totals	
Operating revenues:						
Charges for goods and services	\$ 39,569,738	\$ 57,375,547	\$ 9,780,647	\$ 11,599,857	\$ 118,325,789	\$ 7,965,834
City contributions	-	-	-	-	-	28,097,712
Employee contributions	-	-	-	-	-	2,090,498
Insurance recoveries	-	-	-	-	-	43,746
Total operating revenues	<u>39,569,738</u>	<u>57,375,547</u>	<u>9,780,647</u>	<u>11,599,857</u>	<u>118,325,789</u>	<u>38,197,790</u>
Operating expenses:						
Personnel services	9,715,668	8,298,632	1,607,025	333,266	19,954,591	771,916
Contractual services	1,833,713	2,738,812	190,052	9,170,847	13,933,424	5,921,921
Utilities	1,504,565	2,156,675	-	59,992	3,721,232	38,511
Chemicals	2,465,615	819,944	-	-	3,285,559	-
Administrative services	4,250,054	6,171,486	2,277,724	25,449	12,724,713	-
Other supplies and services	4,944,414	5,168,413	183,946	483,116	10,779,889	3,387,475
Insurance claims and premiums	-	-	-	6,251	6,251	29,718,248
Depreciation	<u>8,861,325</u>	<u>12,903,192</u>	<u>2,214,644</u>	<u>1,296,042</u>	<u>25,275,203</u>	<u>38,770</u>
Total operating expenses	<u>33,575,354</u>	<u>38,257,154</u>	<u>6,473,391</u>	<u>11,374,963</u>	<u>89,680,862</u>	<u>39,876,841</u>
Operating income (loss)	<u>5,994,384</u>	<u>19,118,393</u>	<u>3,307,256</u>	<u>224,894</u>	<u>28,644,927</u>	<u>(1,679,051)</u>
Nonoperating revenues (expenses):						
Interest and investment revenue	50,853	185,019	8,941	1,853	246,666	4,056
Miscellaneous revenue	-	-	-	-	-	10,527
Interest expense	(1,790,266)	(5,353,519)	(307,089)	(90,529)	(7,541,403)	-
Amortization of debt issuance costs	(254,161)	(216,142)	(27,380)	-	(497,683)	-
Loss on disposal of assets	<u>(289,858)</u>	<u>(93,161)</u>	<u>(1,044,759)</u>	<u>-</u>	<u>(1,427,778)</u>	<u>-</u>
Total nonoperating revenue (expenses)	<u>(2,283,432)</u>	<u>(5,477,803)</u>	<u>(1,370,287)</u>	<u>(88,676)</u>	<u>(9,220,198)</u>	<u>14,583</u>
Income (loss) before contributions and transfers	<u>3,710,952</u>	<u>13,640,590</u>	<u>1,936,969</u>	<u>136,218</u>	<u>19,424,729</u>	<u>(1,664,468)</u>
Capital contributions	955,594	5,869,748	32,947	-	6,858,289	-
Transfers in	-	-	2,028,330	-	2,028,330	-
Transfers out	<u>(2,364,391)</u>	<u>(6,014,306)</u>	<u>(1,223,326)</u>	<u>(966,040)</u>	<u>(10,568,063)</u>	<u>-</u>
Change in net position	<u>2,302,155</u>	<u>13,496,032</u>	<u>2,774,920</u>	<u>(829,822)</u>	<u>17,743,285</u>	<u>(1,664,468)</u>
Total net position - beginning	162,033,210	248,275,453	97,632,933	6,346,972	514,288,568	2,416,697
Restatement (Note 21)	<u>302,731</u>	<u>466,244</u>	<u>162,578</u>	<u>-</u>	<u>931,553</u>	<u>-</u>
Total net position - beginning (restated)	<u>162,335,941</u>	<u>248,741,697</u>	<u>97,795,511</u>	<u>6,346,972</u>	<u>515,220,121</u>	<u>2,416,697</u>
Total net position - ending	<u>\$ 164,638,096</u>	<u>\$ 262,237,729</u>	<u>\$ 100,570,431</u>	<u>\$ 5,517,150</u>	<u>\$ 532,963,406</u>	<u>\$ 752,229</u>

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

CITY OF FORT WAYNE
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
For The Year Ended December 31, 2014

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Total	
Cash flows from operating activities:						
Receipts from customers and users	\$ 39,618,020	\$ 58,400,835	\$ 10,538,298	\$ 11,701,621	\$ 120,258,774	\$ 38,283,721
Payments to suppliers	(13,496,983)	(15,619,004)	(2,555,582)	(9,887,768)	(41,559,337)	(39,432,622)
Payments to employees	(9,695,790)	(8,266,414)	(1,604,302)	(323,214)	(19,889,720)	(770,808)
Other receipts (payments)	(247,073)	(14,357)	11	7	(261,412)	-
Net cash provided (used) by operating activities	16,178,174	34,501,060	6,378,425	1,490,646	58,548,305	(1,919,709)
Cash flows from noncapital financing activities:						
Transfer to other funds	(2,364,391)	(3,985,976)	(1,223,326)	(966,040)	(8,539,733)	-
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	(65,596,378)	(44,110,537)	(2,962,702)	(82,097)	(112,751,714)	(72,729)
Proceeds from sale of capital assets	19,478	36,765	23,632	14	79,889	-
Proceeds from capital debt	63,000,000	8,215,891	-	-	71,215,891	-
Bond Discount & premium addition	1,487,625	-	-	-	1,487,625	-
Principal paid on capital debt	(6,261,001)	(16,401,057)	(1,110,000)	(95,000)	(23,867,058)	-
Capital lease payments	-	-	-	(386,874)	(386,874)	-
Interest paid on capital debt	(3,202,072)	(9,349,744)	(416,737)	(97,668)	(13,066,221)	-
Debt issuance costs	(1,105,911)	(215,647)	-	-	(1,321,558)	-
Contribution in aid of construction	9,013	13,043	7,947	-	30,003	-
Net cash used by capital and related financing activities	(11,649,246)	(61,811,286)	(4,457,860)	(661,625)	(78,580,017)	(72,729)
Cash flows from investing activities:						
Purchase of investments	-	(10,000,000)	-	-	(10,000,000)	-
Proceeds from sales and maturities of investments	-	30,000,000	-	-	30,000,000	10,527
Investment income received	34,313	203,659	8,941	1,853	248,766	4,056
Net cash provided by investing activities	34,313	20,203,659	8,941	1,853	20,248,766	14,583
Net increase (decrease) in cash and cash equivalents	2,198,850	(11,092,543)	706,180	(135,166)	(8,322,679)	(1,977,855)
Cash and cash equivalents, January 1	30,014,972	99,207,119	5,887,525	1,938,585	137,048,201	6,123,749
Cash and cash equivalents, December 31	\$ 32,213,822	\$ 88,114,576	\$ 6,593,705	\$ 1,803,419	\$ 128,725,522	\$ 4,145,894
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 5,994,384	\$ 19,118,393	\$ 3,307,256	\$ 224,894	\$ 28,644,927	\$ (1,679,051)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Depreciation expense	8,861,325	12,903,192	2,214,644	1,296,042	25,275,203	38,770
Allowance for uncollectible accounts	(2,005)	(3,860)	-	-	(5,865)	-
(Increase) decrease in assets:						
Accounts receivable	48,282	1,025,288	757,651	-	1,831,221	-
Miscellaneous receivable	-	-	-	90,386	90,386	70,306
Due from other funds	-	-	-	11,378	11,378	15,625
Inventories	-	-	-	-	-	1,913
Prepaid expenses	-	-	-	2,221	2,221	(359)
Other assets	(245,068)	(10,497)	11	7	(255,547)	-
Increase (decrease) in liabilities:						
Accounts payable and other liabilities	1,521,256	1,468,544	98,863	(206,233)	2,882,430	(1,239,463)
Due to other funds	-	-	-	(1,579)	(1,579)	(1,034)
Wages and withholdings payable	-	-	-	7,422	7,422	1,423
Contracts payable	-	-	-	63,478	63,478	426,396
Accrued group insurance benefits	-	-	-	-	-	446,080
Compensated absences payable	-	-	-	2,630	2,630	(315)
Total adjustments	10,183,790	15,382,667	3,071,169	1,265,752	29,903,378	(240,658)
Net cash provided (used) by operating activities	\$ 16,178,174	\$ 34,501,060	\$ 6,378,425	\$ 1,490,646	\$ 58,548,305	\$ (1,919,709)
Noncash investing, capital and financing activities:						
Capital assets included in accounts payable	\$ 1,464,897	\$ 3,954,656	\$ 310,388	\$ -	\$ 5,729,941	\$ -
Contributions of capital assets	946,580	5,856,705	25,000	-	6,828,285	-
Interfund capital asset contribution	-	(2,028,330)	2,028,330	-	-	-
Capitalized interest added to capital assets	659,892	3,802,897	85,326	-	4,548,115	-

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

CITY OF FORT WAYNE
STATEMENT OF NET POSITION -
FIDUCIARY FUNDS
December 31, 2014

	Pension Trust Funds	Agency Funds
<u>Assets</u>		
Cash and cash equivalents	\$ 2,039,761	\$ -
Receivables:		
Taxes	<u>19,842</u>	<u>-</u>
Total assets	<u>\$ 2,059,603</u>	<u>\$ -</u>
<u>Liabilities</u>		
Accounts payable	<u>\$ 34,942</u>	<u>\$ -</u>
Net position restricted for pension	<u>\$ 2,024,661</u>	

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

CITY OF FORT WAYNE
STATEMENT OF CHANGES IN NET POSITION -
FIDUCIARY FUNDS
For The Year Ended December 31, 2014

	Pension Trust Funds
<u>Additions</u>	
Contributions:	
Employer	\$ 15,024,158
Plan members	288
Other	9,110
Investment income:	
Interest	<u>1,872</u>
 Total additions	 <u>15,035,428</u>
 <u>Deductions</u>	
Benefit payments, including refunds of member contributions	15,034,783
Administrative expenses	<u>42,448</u>
 Total deductions	 <u>15,077,231</u>
 Net decrease in net position	 (41,803)
 <u>Net position restricted for pension</u>	
Net position - beginning	<u>2,066,464</u>
 Net position - ending	 <u>\$ 2,024,661</u>

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

CITY OF FORT WAYNE
COMBINING STATEMENT OF NET POSITION -
DISCRETELY PRESENTED COMPONENT UNITS
December 31, 2014

	HANDS	Summit	UEA	CIB	RA	PTC	DID	CDC	Totals
Assets									
Cash and cash equivalents	\$ (349,158)	\$ 85,017	\$ 998,305	\$ 540,185	\$ -	\$ 4,407,517	\$ 336,692	\$ 3,455,219	\$ 9,473,777
Investments	-	-	-	3,255,828	-	-	-	-	3,255,828
Receivables (net of allowances for uncollectibles):									
Accounts	-	-	513	487,308	-	-	29,994	-	517,815
Intergovernmental	372,745	-	-	4,583,251	-	845,383	-	-	5,801,379
Loans	-	-	-	-	-	-	-	4,888,149	4,888,149
Miscellaneous	-	-	-	76,412	-	103,146	-	34,745	214,303
Inventories	-	-	-	-	-	299,091	-	-	299,091
Prepaid expense	-	-	9,943	17,447	-	87,926	6,874	-	122,190
Assets held for resale	364,622	-	18,000	-	-	-	-	-	382,622
Net investment in direct financing lease (Note 19)	-	-	-	-	71,796,927	-	-	-	71,796,927
Restricted assets:									
Cash and cash equivalents	-	-	-	7,541,717	17,405,813	1,447,217	-	452,821	26,847,568
Accounts receivable	-	-	-	3,922,930	-	13,089	-	-	3,936,019
Capital assets:									
Land and construction in progress	-	-	38,000	975,000	-	496,940	-	-	1,509,940
Other capital assets, net of depreciation	-	-	540,783	37,053,981	-	17,339,876	26,151	-	54,960,791
Total assets	388,209	85,017	1,605,544	58,454,059	89,202,740	25,040,185	399,711	8,830,934	184,006,399
Deferred outflows of resources	-	-	-	-	3,234,361	-	-	-	3,234,361
Liabilities									
Accounts payable	45,308	-	306,658	246,530	-	378,565	25,528	51,887	1,054,476
Accrued interest payable	-	-	-	-	1,382,109	463,039	-	-	1,845,148
Customer deposits	-	-	14	36,236	-	-	-	-	36,250
Due to primary government (Note 7)	-	-	-	-	9,509,106	-	-	-	9,509,106
Other current liabilities	-	-	-	-	-	440,000	16,252	-	456,252
Noncurrent liabilities:									
Due within one year:									
Capital lease payable	-	-	-	1,287,500	-	-	-	-	1,287,500
Lease rental revenue bonds payable (Note 4)	-	-	-	-	3,690,000	-	-	-	3,690,000
Due in more than one year:									
Capital lease payable	-	-	-	20,262,500	-	-	-	-	20,262,500
Lease rental revenue bonds payable (net of premium) (Note 4)	-	-	-	-	79,517,820	-	-	-	79,517,820
Other postemployment benefits liability	-	-	-	-	-	3,337,545	-	-	3,337,545
Other noncurrent liabilities	-	-	-	-	-	1,468,320	-	-	1,468,320
Total liabilities	45,308	-	306,672	21,832,766	94,099,035	6,087,469	41,780	51,887	122,464,917
Net position									
Net investment in capital assets	-	-	578,783	21,062,232	-	17,559,343	26,151	-	39,226,509
Temporarily restricted	-	-	666,424	11,465,155	-	-	868	7,580,001	19,712,448
Unrestricted	342,901	85,017	53,665	4,093,906	(1,661,934)	1,393,373	330,912	1,199,046	5,836,886
Total net position	\$ 342,901	\$ 85,017	\$ 1,298,872	\$ 36,621,293	\$ (1,661,934)	\$ 18,952,716	\$ 357,931	\$ 8,779,047	\$ 64,775,843

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF ACTIVITIES -
 DISCRETELY PRESENTED COMPONENT UNITS
 For The Year Ended December 31, 2014

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position								
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	HANDS	Summit	UEA	CIB	RA	PTC	DID	CDC	Totals
Component units:													
HANDS	\$ 34,145	\$ -	\$ 372,745	\$ -	\$ 338,600	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 338,600
Summit	60,010	137,000	-	-	-	76,990	-	-	-	-	-	-	76,990
UEA	715,602	434,719	-	-	-	-	(280,883)	-	-	-	-	-	(280,883)
CIB	9,926,770	5,460,101	-	2,214,444	-	-	-	(2,252,225)	-	-	-	-	(2,252,225)
RA	3,073,137	2,949,521	-	-	-	-	-	-	(123,616)	-	-	-	(123,616)
PTC	15,203,712	1,902,858	4,826,584	730,322	-	-	-	-	-	(7,743,948)	-	-	(7,743,948)
DID	593,516	8,885	595,868	-	-	-	-	-	-	-	11,237	-	11,237
CDC	867,488	741,865	-	-	-	-	-	-	-	-	-	(125,623)	(125,623)
Total component units	<u>\$ 30,474,380</u>	<u>\$ 11,634,949</u>	<u>\$ 5,795,197</u>	<u>\$ 2,944,766</u>	<u>338,600</u>	<u>76,990</u>	<u>(280,883)</u>	<u>(2,252,225)</u>	<u>(123,616)</u>	<u>(7,743,948)</u>	<u>11,237</u>	<u>(125,623)</u>	<u>(10,099,468)</u>
General revenues:													
Local assessments and taxes	-	-	-	-	-	-	-	-	-	5,738,647	-	-	5,738,647
Indiana room tax income	-	-	-	-	-	-	-	3,162,617	-	-	-	-	3,162,617
Unrestricted investment earnings	-	19	-	-	-	19	1,708	39,612	303	3,350	443	6,751	52,186
Other	-	-	-	-	-	-	129	12,892	-	142,306	-	248	155,575
Total general revenues	-	-	-	-	-	19	1,837	3,215,121	303	5,884,303	443	6,999	9,109,025
Change in net position					338,600	77,009	(279,046)	962,896	(123,313)	(1,859,645)	11,680	(118,624)	(990,443)
Net position - beginning					4,301	8,008	1,577,918	35,658,397	(1,538,621)	20,812,361	346,251	8,897,671	65,766,286
Net position - ending					<u>\$ 342,901</u>	<u>\$ 85,017</u>	<u>\$ 1,298,872</u>	<u>\$ 36,621,293</u>	<u>\$ (1,661,934)</u>	<u>\$ 18,952,716</u>	<u>\$ 357,931</u>	<u>\$ 8,779,047</u>	<u>\$ 64,775,843</u>

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

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NOTES TO THE FINANCIAL STATEMENTS



CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

The component units discussed below are included in the primary government's reporting entity because of the significance of their operational or financial relationships with the primary government. Blended component units, although legally separate entities are so integrated with the City that they are in substance part of the government's operations and/or the component unit's total debt outstanding, if any, including leases, is expected to be repaid almost entirely with the resources of the primary government; data from these units is combined with data of the primary government. Discretely presented component units are involved in activities of an operational nature independent from the government; their transactions are reported in a separate column in the government-wide financial statements.

Blended Component Units

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

The *Consolidated Communications Partnership* (CCP) is a significant blended component unit of the primary government. The City of Fort Wayne and Allen County jointly created the CCP on

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

February 19, 2010 to provide centralized communication service to City of Fort Wayne and Allen County. A joint Operation Board is established pursuant to I.C. § 36-1-7-3 (5) (b) to oversee and administer the CCP. The Operation Board is comprised of the Chief of Police for the City of Fort Wayne, Chief of Fire for the City of Fort Wayne, Allen County Sheriff and a County Commissioner. The City Controller has the duty and responsibility to receive, disburse and account for all monies of the CCP, in accordance with procedures adopted by the City for the receipts and payments of vouchers or claims. The primary government and Allen County equally appoint the CCP board. The component unit's total debt outstanding, if any, including leases, is expected to be repaid almost entirely with the resources of the primary government. Although it is legally separate from the primary government, the CCP is reported as if it is a part of the primary government and is reported as the Consolidated Communications Partnership fund (non-major special revenue fund).

The *Fort Wayne Infrastructure Corporation* is a significant blended component unit of the primary government. The City created it in 2014 for the sole purpose of financing transportation infrastructure improvements. The primary government appoints a voting majority of the Fort Wayne Infrastructure Corporation's board and a financial benefit/burden relationship exists between the primary government and the Fort Wayne Infrastructure Corporation. Although it is legally separate from the primary government, the Fort Wayne Infrastructure Corporation is reported as if it were a part of the primary government because it provides services entirely or almost entirely to the primary government. The Fort Wayne Infrastructure Corporation is reported as the Infrastructure Improvements fund (non-major capital projects fund).

Discretely Presented Component Units

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

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

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

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

The *Allen County Fort Wayne Capital Improvement Board of Managers (CIB)*, formerly the *Fort Wayne - Allen County Convention and Tourism Authority*, is a significant discretely presented

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

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

The *Fort Wayne Redevelopment Authority* (RA) is a significant discretely presented component unit of the primary government. Fort Wayne Redevelopment Authority is governed by a three-member board. The members of the board are appointed by the Mayor and must be residents of the City. The Fort Wayne Redevelopment Authority was established by the Fort Wayne Redevelopment Commission (a department of the City) in September 2000 and created by the City of Fort Wayne Common Council in February 2002. The Authority was organized under IC 36-7-14.5 as a separate body corporate and politic and as an instrumentality of the City, for the purpose of financing economic development improvements to be leased to the Commission. The RA's budget is subject to approval by the Commission. A financial burden/benefit relationship exists between the primary government and the RA.

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

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

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

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

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

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

Fort Wayne Municipal Building
Corporation
Room 470 Citizens Square
200 E. Berry Street
Fort Wayne, IN 46802

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

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

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

Fort Wayne Infrastructure Corporation
Room 470 Citizens Square
200 E. Berry Street
Fort Wayne, IN 46802

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

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

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

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

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

Related Organizations

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

B. Government-Wide and Fund Financial Statements

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

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

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

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

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting as are the proprietary fund and fiduciary fund financial statements. Agency funds, however, report only assets and liabilities. Since, they do not report equity (or changes in equity), they have no measurement focus. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of the related cash flows. Property taxes are recognized in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met.

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

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

The government reports the following major governmental funds:

- o The General fund is the primary operating fund. It accounts for all financial resources of the general government, except those required to be accounted for in another fund.
- o The Highways and Streets fund (special revenue) accounts for the financial resources and expenses for construction, operation and maintenance of local and arterial roads and street system. The Motor Vehicle Highway and Local Roads and Streets funds have been combined to form the Highways and Streets fund. The major revenue sources for these funds include Wheel Tax/Surtax, Fuel Tax and reimbursements from other sources for services such as leaf collection.

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

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

The government reports the following major proprietary funds:

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Additionally, the government reports the following fund types:

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

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

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

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

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

D. Assets, Liabilities and Net Position or Equity

1. Deposits and Investments

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

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

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

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

Open-end mutual funds are reported at fair value.

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

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

2. Interfund Transactions and Balances

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

3. Property Taxes

Property taxes levied are collected by the Treasurer of Allen County and are remitted to the City Controller in June and in December. State statutes (Indiana Code 6-1.1-17-16) require the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments that become delinquent if not paid by May 10 and November 10. All property taxes collected by the County Treasurer and available for distribution were distributed to the primary government prior to December 31 of the year collected. Delinquent property taxes outstanding at year-end for governmental funds, net of allowance for uncollectible accounts, are recorded as a receivable.

4. Cash and Cash Equivalents

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

5. Inventories and Prepaid Items

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

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

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6. Restricted Assets/Net Position

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

7. Capital Assets

Capital assets, which include property, plant, equipment and infrastructure assets (e.g., roads, bridges, sidewalks and similar items), are reported in the applicable governmental or business-type activities column in the government-wide financial statements. Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

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

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

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

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

Major outlays for capital assets and improvements are capitalized as projects are constructed.

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(Continued)

Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. In 2014 net interest capitalized was \$659,892 for Water Utility, \$3,802,897 for Wastewater Utility, and \$85,326 for Stormwater Utility.

8. Assets Held for Resale

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

9. Compensated Absences

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

Police Officers and Firefighters

Vacation Leave:

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

Sick Leave:

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

Employees Other Than Police Officers and Firefighters

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

Vacation Leave:

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

For union and non-union employees, unused vacation shall automatically be carried over into the next year; however, amounts of more than two year's carryover shall be lost if not used by December 31st.

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Sick Leave:

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

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

Employees with a frozen sick time account will be eligible for either 50 percent of the employee's hourly rate as of December 31, 2013 for each accumulated hour over 520, or an employee with 20 years of City service and who retires, may receive credit at the rate of 100 percent of the employee's hourly rate at December 31, 2013 for each sick hour over 520 to be used for the purchase of group health insurance. The maximum payment per employee cannot exceed \$25,000.

10. Unbilled Revenue

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

11. Unearned Revenues

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

12. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities or proprietary fund type statement of net position. Bond premiums and discounts are deferred and amortized over the life of the bonds using the straight-line method. Bonds payable are reported net of the applicable bond premium or discount. Bond issuance costs are reported as regulatory assets and amortized over the term of the related debt in the business-type activities of the government-wide statement of net position and the proprietary fund statements per the exception for regulatory utilities in *GASB Statement No. 65*. In the fund financial statements, governmental fund types recognize bond premiums and discounts during the current period. The face amount of debt issued is reported as other financing sources. Premiums received on debt issuance are reported as other financing sources while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from actual debt proceeds received, are reported as debt service expenditures.

13. Deferred Inflows of Resources

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

14. Fund Balance

Fund balance in the governmental fund statements have been classified per *GASB Statement No. 54, Fund Balance Reporting and Governmental Fund Type Definitions*. City's governmental

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(Continued)

fund balances are reported under classifications of nonspendable, restricted, committed, assigned and unassigned fund balances. A brief description of each category is as follows:

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

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

Committed – represents amounts that can only be used for a specific purpose pursuant to constraints imposed by the government's highest level of decision making authority. The City of Fort Wayne's highest level of decision making authority is the City Council. Fund balance commitments are established, modified, or rescinded by City Council action through passage of an ordinance.

Assigned – represents amounts that are not classified as nonspendable, restricted or committed, but are intended to be used by the City for specific purposes. Intent is expressed by legislation or by action of the Board of Public Works or the City Controller to which legislation has delegated the authority to assign amounts to be used for specific purposes.

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

In circumstances when an expenditure is made for a purpose for which amounts are available in multiple fund balance classifications, fund balance is generally depleted in the order of restricted, committed, assigned and unassigned.

For functionalized classification of fund balance, please refer to note 18.

Note 2. Deposits and Investments

A. Primary Government

1. Deposits

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

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2014, the City had the following investments:

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(Continued)

Investment Type	Market Value	Investment Maturity	
		Less Than 1 Year	Greater Than 1 Year
Certificates of Deposit	\$ 20,100,848	\$ -	\$ 20,100,848
Equities	1,960,590	1,960,590	-
Mutual Funds	46,050,817	46,050,817	-
Total	<u>\$ 68,112,255</u>	<u>\$ 48,011,407</u>	<u>\$ 20,100,848</u>

Investment Policies

Indiana Code 5-13-9 authorizes the City to invest in securities backed by the full faith and credit of the United States Treasury or fully guaranteed by the United States of America and issued by the United States Treasury, a federal agency, a federal instrumentality, or a federal government sponsored enterprise. Indiana Code also authorizes the unit to invest in securities fully guaranteed and issued by a federal agency, a federal instrumentality or a federal government sponsored enterprise. These investments are required by statute to have a stated final maturity of not more than five years.

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

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

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

Investment Custodial Credit Risk

The custodial credit risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City does not have a formal investment policy for custodial credit risk for investments that are uninsured and 1) uncollateralized, 2) collateralized with securities held by the pledging financial institution, or 3) collateralized with securities held by the pledging financial institution's trust department or agent but not in the

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government's name.

Interest Rate Risk

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

Credit Risk

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

Investment Type	Morningstar Rating	City of Fort Wayne Investments
		Amount
Certificates of Deposit	NR	\$ 20,100,848
Equities	NR	1,960,590
Mutual Funds	Below Average	11,201,548
	Average	15,610,586
	Above Average	11,434,085
	High	7,804,598
Total		<u>\$ 68,112,255</u>

Concentration of Credit Risk

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

Foreign Currency Risk

Foreign currency risk relates to adverse effects on the fair value of an investment from changes in exchange rates. The City does not have a formal policy in regards to foreign currency risk. The City's exposure to foreign currency risk derives from their investment at December 31, 2014 in foreign mutual funds with a fair value of \$15,240,934.

B. Discretely Presented Component Units

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds, and has a principal office or branch that qualifies to receive public funds of the political subdivision. At December 31, 2014, the City's discretely presented component units' deposits with financial institutions of \$39,577,173 were entirely insured by federal depository insurance, with the exception of Urban Enterprise Association's deposits of \$689,854 and Community Development Corporation's deposits of \$1,598,118.

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Note 3. Capital Assets

Capital asset activity for the year ended December 31, 2014 was as follows:

Primary government:

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 39,319,430	\$ 53,750	\$ -	\$ 39,373,180
Roads accounted for using the modified approach	526,568,937	917,975	-	527,486,912
Construction in progress	10,293,099	5,623,547	9,533,637	6,383,009
Total capital assets not being depreciated	576,181,466	6,595,272	9,533,637	573,243,101
Capital assets being depreciated:				
Buildings	129,414,686	2,556,506	-	131,971,192
Improvements other than buildings	90,629,804	617,837	-	91,247,641
Machinery and equipment	70,533,647	13,392,118	3,061,847	80,863,918
Total capital assets being depreciated	290,578,137	16,566,461	3,061,847	304,082,751
Less accumulated depreciation for:				
Buildings	41,263,592	3,379,597	-	44,643,189
Improvements other than buildings	30,545,328	2,435,824	-	32,981,152
Machinery and equipment	53,872,042	5,233,737	2,717,720	56,388,059
Total accumulated depreciation	125,680,962	11,049,158	2,717,720	134,012,400
Total capital assets being depreciated, net	164,897,175	5,517,303	344,127	170,070,351
Total governmental activities capital assets, net	\$ 741,078,641	\$ 12,112,575	\$ 9,877,764	\$ 743,313,452

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

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets not being depreciated:				
Land	\$ 27,277	\$ -	\$ -	\$ 27,277
Capital assets being depreciated:				
Buildings	517,359	-	-	517,359
Machinery and equipment	636,216	153,742	66,116	723,842
Total capital assets being depreciated	1,153,575	153,742	66,116	1,241,201
Less accumulated depreciation for:				
Buildings	211,866	16,415	-	228,281
Machinery and equipment	571,622	86,967	49,715	608,874
Total accumulated depreciation	783,488	103,382	49,715	837,155
Total capital assets being depreciated, net	370,087	50,360	16,401	404,046
Total internal service capital assets, net	\$ 397,364	\$ 50,360	\$ 16,401	\$ 431,323

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NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

	Beginning Balance	Additions	Reductions	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 10,840,283	\$ 4,838,331	\$ 1,064,922	\$ 14,613,692
Construction in progress	46,804,032	120,733,858	89,217,526	78,320,364
Total capital assets not being depreciated	57,644,315	125,572,189	90,282,448	92,934,056
Capital assets being depreciated:				
Distribution and collection	559,722,837	92,794,794	1,188,659	651,328,972
Buildings and improvements	227,606,400	10,644,110	86,604	238,163,906
Equipment and machinery	230,025,444	19,436,811	961,670	248,500,585
Total capital assets being depreciated	1,017,354,681	122,875,715	2,236,933	1,137,993,463
Less accumulated depreciation for:				
Distribution and collection	140,228,239	35,184,552	1,017,257	174,395,534
Buildings and improvements	73,893,337	9,841,305	743	83,733,899
Equipment and machinery	98,231,924	16,946,948	686,416	114,492,456
Total accumulated depreciation	312,353,500	61,972,805	1,704,416	372,621,889
Total capital assets being depreciated, net	705,001,181	60,902,910	532,517	765,371,574
Total business-type activities capital assets, net	<u>\$ 762,645,496</u>	<u>\$ 186,475,099</u>	<u>\$ 90,814,965</u>	<u>\$ 858,305,630</u>

Discretely presented component units:

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets not being depreciated:				
Land	\$ 1,428,430	\$ 77,170	\$ -	\$ 1,505,600
Construction in progress	4,340	-	-	4,340
Total capital assets not being depreciated	1,432,770	77,170	-	1,509,940
Capital assets being depreciated:				
Buildings and improvements	62,332,863	91,104	-	62,423,967
Equipment and machinery	22,525,606	867,092	774,249	22,618,449
Total capital assets being depreciated	84,858,469	958,196	774,249	85,042,416
Less accumulated depreciation for:				
Buildings and improvements	16,522,046	1,814,046	-	18,336,092
Equipment and machinery	11,116,191	1,402,081	772,739	11,745,533
Total accumulated depreciation	27,638,237	3,216,127	772,739	30,081,625
Total capital assets being depreciated, net	57,220,232	(2,257,931)	1,510	54,960,791
Total discretely presented component units capital assets, net	<u>\$ 58,653,002</u>	<u>\$ (2,180,761)</u>	<u>\$ 1,510</u>	<u>\$ 56,470,731</u>

CITY OF FORT WAYNE, INDIANA
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(Continued)

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

Governmental activities:		
General government		\$ 1,044,591
Public safety		3,451,027
Highways and streets		2,182,668
Health and welfare		107,863
Urban redevelopment and housing		1,626,098
Culture and recreation		<u>2,533,529</u>
Subtotal		10,945,776
Internal Service Funds*		<u>103,382</u>
Total depreciation expense - governmental activities		<u>\$ 11,049,158</u>
Business-type activities:		
Water	\$ 8,861,325	
Wastewater	12,903,194	
Stormwater	2,214,644	
Parking garages	362,098	
Solid waste	950,469	
Other	<u>4,511</u>	
Total depreciation expense - business-type activities		25,296,241
Adjustments to accumulated depreciation due to Purchase of Aqua Indiana Inc. (see Note 20)		
Water	35,019,980	
Wastewater	<u>1,656,584</u>	
		<u>36,676,564</u>
		<u>\$ 61,972,805</u>

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

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December 31, 2014
(Continued)

Note 4. Long-term Debt

A. Changes in Long-term Debt

During the year ended December 31, 2014, the following changes occurred in liabilities reported on the Statement of Net Position:

Primary government:

<u>Governmental Activities:</u>	Balance, 01/01/2014	Additions	Reductions	Balance, 12/31/2014	Due Within One Year
General obligation bonds	\$ 1,950,000	\$ -	\$ 300,000	\$ 1,650,000	\$ 310,000
Special obligation bonds	47,585,000	30,000,000	7,210,000	70,375,000	8,740,000
Compensated absences	9,655,424	3,117,475	3,595,102	9,177,797	7,760,814
First mortgage bonds	31,805,000	-	2,295,000	29,510,000	2,390,000
Capital leases	55,630,859	7,950,000	8,376,877	55,203,982	7,586,714
Notes and loans payable	7,490,482	-	632,022	6,858,460	503,460
Other postemployment benefits liability	15,477,442	10,262,890	4,871,553	20,868,779	-
Net pension obligation (See Note 21)	90,719,634	-	400,632	90,319,002	-
Totals	<u>\$ 260,313,841</u>	<u>\$ 51,330,365</u>	<u>\$ 27,681,186</u>	<u>\$ 283,963,020</u>	<u>\$ 27,290,988</u>

<u>Business-type Activities:</u>	Balance, 01/01/2014	Additions	Reductions	Balance, 12/31/2014	Due Within One Year
Revenue bonds	\$ 274,975,000	\$ 63,000,000	\$ 15,265,000	\$ 322,710,000	\$ 16,350,000
Compensated absences	2,593,570	1,575,425	1,973,414	2,195,581	1,256,703
Capital leases	1,794,994	-	386,874	1,408,120	382,647
Notes and loans payable	144,578,640	8,215,891	8,602,057	144,192,474	9,405,612
Net pension obligation (See Note 21)	-	-	-	-	-
Totals	<u>\$ 423,942,204</u>	<u>\$ 72,791,316</u>	<u>\$ 26,227,345</u>	<u>\$ 470,506,175</u>	<u>\$ 27,394,962</u>

Discretely presented component units:

	Balance, 01/01/2014	Additions	Reductions	Balance, 12/31/2014	Due Within One Year
Lease rental revenue bonds payable	\$ 62,940,000	\$ 18,365,000	\$ 3,645,000	\$ 77,660,000	\$ 3,690,000
Capital leases	22,800,000	-	1,250,000	21,550,000	1,287,500
Totals	<u>\$ 85,740,000</u>	<u>\$ 18,365,000</u>	<u>\$ 4,895,000</u>	<u>\$ 99,210,000</u>	<u>\$ 4,977,500</u>

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

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

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

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(Continued)

B. Description of Bond Issues:

Primary government:

General Obligation Bonds:	Balance, 12/31/2014	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$3,100,000 2009 Park District Refunding Bonds due in installments of \$310,000 to \$355,000 plus interest through July 1, 2019; interest at 3 percent to 4 percent.	\$ 1,650,000	\$ 310,000	\$ 36,874	\$ 1,376,874
Special Obligation Bonds:	Balance, 12/31/2014	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$25,000,000 2005 Economic Development Income Tax Revenue Bonds due in installments of \$1,415,000 to \$1,510,000 plus interest through December 1, 2016; interest at 4.25 percent.	\$ 5,850,000	\$ 2,860,000	\$ 64,992	\$ 3,054,992
\$3,310,000 Redevelopment District Revenue Bonds, Series 2005 A-1 due in installments of \$120,000 to \$155,000 through June 1, 2021; interest at 4.25 percent to 5.0 percent.	1,785,000	240,000	22,751	1,567,751
\$6,690,000 Redevelopment District Revenue Bonds, Series 2005 A-2 due in installments of \$250,000 to \$330,000 through June 1, 2021; interest at 5.24 percent.	3,675,000	490,000	-	3,185,000
\$10,000,000 Redevelopment District Revenue Bonds, Series 2005 B due in installments of \$560,000 to \$595,000 through December 1, 2016; interest at 4.125 percent.	2,310,000	1,130,000	7,934	1,187,934
\$10,000,000 2005 Park District Improvement Bonds due in installments of \$1,360,000 to \$1,415,000 plus interest through July 15, 2015; interest at 3.75 percent.	1,415,000	1,415,000	-	-
\$30,000,000 2009 Economic Development Income Tax Revenue Bonds due in installments of \$425,000 to \$1,015,000 plus interest through June 1, 2034; interest at 4.0 percent to 5.125 percent.	25,830,000	855,000	(412,411)	24,562,589
\$30,000,000, 2014 Economic Development Income Tax Lease Rental Bonds due in installments of \$495,000 to \$2,350,000 plus interest through June 1, 2034; interest at 2.43 percent.	29,510,000	1,750,000	-	27,760,000
Total Special Obligation Bonds	\$ 70,375,000	\$ 8,740,000	\$ (316,734)	\$ 61,318,266
First Mortgage Bonds:	Balance, 12/31/2014	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$4,215,000 2005 First Mortgage Bonds due in installments of \$150,000 to \$185,000 plus interest through December 1, 2020; interest at 4.125 percent to 4.50 percent.	\$ 1,995,000	\$ 300,000	\$ -	\$ 1,695,000
\$20,825,000, 2006 First Mortgage Bonds due in installments of \$1,440,000 to \$1,895,000 plus interest through December 15, 2022; interest at 4.50 percent to 5.01 percent.	13,435,000	1,440,000	-	11,995,000
\$7,655,000, 2009 First Mortgage Bonds-Series 2009A due in installments of \$155,000 to \$815,000 plus interest through December 15, 2022; interest at 3.25 percent to 4.125 percent.	5,240,000	650,000	100,752	4,690,752
\$8,840,000, 2009 First Mortgage Bonds-Series 2009B due in installments of \$690,000 to \$2,465,000 plus interest through December 15, 2029; interest at 5.60 percent to 6.37 percent.	8,840,000	-	-	8,840,000
Total First Mortgage Bonds	\$ 29,510,000	\$ 2,390,000	\$ 100,752	\$ 27,220,752

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Business-type Activities:

Revenue Bonds:	Balance, 12/31/2014	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$1,700,000 2001 Parking Garage Revenue Bonds due in installments of \$100,000 to \$140,000 plus interest through January 15, 2021; interest at 5.51 percent to 5.59 percent.	\$ 845,000	\$ 100,000	\$ -	\$ 745,000
\$5,800,000 2003 Water Works Revenue Bond due in installments of \$460,000 to \$505,000 plus interest through 2017; interest at 4.0 percent to 4.25 percent.	1,445,000	460,000	2,214	987,214
\$16,700,000 2005 Water Works Revenue Bond due in installments of \$1,530,000 to \$2,345,000 plus interest through 2019; interest at 4.0 percent to 4.13 percent.	9,365,000	1,530,000	15,377	7,850,377
\$17,000,000 2006 Stormwater Management District Revenue Bond due in installments of \$1,155,000 to \$1,500,000 plus interest through 2021; interest at 4.0 percent.	9,245,000	1,155,000	20,443	8,110,443
\$24,155,000 2007 Sewage Works Revenue Bonds of 2007, due in installments of \$1,055,000 to \$1,775,000 plus interest through 2027; interest at 4.25 percent to 4.75 percent.	17,950,000	1,055,000	(14,356)	16,880,644
\$41,045,000 2010 Sewage Works Revenue Bonds of 2010, due in installments of \$1,780,000 to \$3,135,000 plus interest through 2030; interest at 4.25 percent to 4.50 percent.	37,585,000	1,780,000	(174,178)	35,630,822
\$38,100,000 2011 Sewage Works Revenue Bonds of 2011, due in installments of \$2,605,000 to \$3,490,000 plus interest through 2026; interest at 2.8 percent.	35,520,000	2,605,000	-	32,915,000
\$15,530,000 2012 Sewage Works Revenue Bonds of 2012, due in installments of \$1,005,000 to \$1,295,000 plus interest through 2027; interest at 2.0 percent to 3.0 percent.	14,530,000	1,005,000	527,772	14,052,772
\$19,675,000 2012 Sewage Works Refunding Revenue Bonds of 2012, due in installments of \$1,935,000 to \$2,140,000 plus interest through 2022; interest at 1.45 percent.	16,270,000	1,935,000	43,122	14,378,122
\$40,000,000 2012 Water Works Revenue Bonds of 2012, due in installments of \$1,145,000 to \$2,975,000 plus interest through 2032; interest at 2.0 percent to 3.0 percent.	38,485,000	1,145,000	478,180	37,818,180
\$7,335,000 2013 Sewage Works Refunding Revenue Bonds of 2013, due in installments of \$1,355,000 to \$1,390,000 plus interest through 2018; interest at 1.0 percent.	5,485,000	1,355,000	-	4,130,000
\$32,955,000 2013 Sewage Works Revenue Bonds of 2013 Series A, due in installments of \$1,740,000 to \$4,650,000 plus unamortized debt premium of \$565,110 and interest through 2024; interest at 1.95 percent.	30,725,000	1,740,000	522,130	29,507,130
\$42,260,000 2013 Sewage Works Revenue Bonds of 2013 Series B, due in installments of \$4,165,000 to \$5,295,000 plus interest through 2033; interest at 3.50 percent to 3.63 percent.	42,260,000	-	-	42,260,000
\$63,000,000 2014 Water Works Revenue Bonds of 2014, due in installments of \$485,000 to \$5,730,000 plus interest through 2034; interest at 2.00 percent to 4.00 percent	63,000,000	485,000	1,445,121	63,960,121
Total Revenue Bonds	<u>\$ 322,710,000</u>	<u>\$ 16,350,000</u>	<u>\$ 2,865,825</u>	<u>\$ 309,225,825</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Discretely presented component units:

	Balance, 12/31/2014	Due Within One Year	Premium (Discount)	Due In More Than One Year
Lease Rental Revenue Bonds:				
\$18,235,000 2007B Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$950,000 to \$1,450,000 plus interest through February 1, 2020; interest at 5.25 percent to 5.80 percent.	\$ 12,140,000	\$ 1,920,000	\$ (30,738)	\$ 10,189,262
\$25,135,000 2012 Fort Wayne Redevelopment Authority Lease Rental Revenue Refunding Bonds due in installments of \$1,270,000 to \$1,980,000 plus interest through February 1, 2028; interest at 3.0 percent to 5.0 percent.	22,185,000	1,270,000	1,818,869	22,733,869
\$24,970,000 2014 Fort Wayne Redevelopment Authority Lease Rental Revenue Refunding Bonds due in installments of \$250,000 to \$1,380,000 plus interest through February 1, 2034; interest at 3.00 percent to 5.00 percent	24,970,000	500,000	3,704,327	28,174,327
\$18,365,000 2014A Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$200,000 to \$900,000 plus interest through February 1, 2034; interest at 3.00 percent to 3.25 percent	18,365,000	-	55,362	18,420,362
Total Lease Rental Revenue Bonds	<u>\$ 77,660,000</u>	<u>\$ 3,690,000</u>	<u>\$ 5,547,820</u>	<u>\$ 79,517,820</u>

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

The special obligation bonds and first mortgage bonds are not backed by the full faith and credit of the City of Fort Wayne. The 2005 Series B and 2005 Park District Bonds, and in addition, the 2005, 2009 and 2014 Economic Development Income Tax Revenue Bonds, special obligation bonds, are secured by a pledge of the City's Economic Development Income Tax revenues. The special obligation bond section also includes the 2005 Series A-1 and A-2 redevelopment district revenue bonds that are an obligation of the redevelopment district whose boundaries and taxing district are within the City. The 2005, 2006, 2009 Series A, and 2009 Series B First Mortgage Bonds are secured by the pledge of the mortgaged property.

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

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

C. Debt Service Requirement to Maturity - Bonds

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

Primary government:

Governmental Activities:

Year Ended December 31	General Obligation			Special Obligation		
	Principal	Interest	Totals	Principal	Interest	Totals
2015	\$ 310,000	\$ 62,900	\$ 372,900	\$ 8,740,000	\$ 2,552,407	\$ 11,292,407
2016	315,000	53,600	368,600	9,170,000	2,207,060	11,377,060
2017	330,000	41,000	371,000	5,940,000	1,906,637	7,846,637
2018	340,000	27,800	367,800	6,105,000	1,724,706	7,829,706
2019	355,000	14,200	369,200	6,305,000	1,538,236	7,843,236
2020-2024	-	-	-	18,625,000	5,176,111	23,801,111
2025-2029	-	-	-	7,225,000	3,157,353	10,382,353
2030-2034	-	-	-	8,265,000	1,095,213	9,360,213
Total	<u>\$ 1,650,000</u>	<u>\$ 199,500</u>	<u>\$ 1,849,500</u>	<u>\$ 70,375,000</u>	<u>\$ 19,357,721</u>	<u>\$ 89,732,721</u>

Business-type Activities:

Year Ended December 31	First Mortgage			Revenue		
	Principal	Interest	Totals	Principal	Interest	Totals
2015	\$ 2,390,000	\$ 1,474,550	\$ 3,864,550	\$ 16,350,000	\$ 10,282,088	\$ 26,632,088
2016	2,485,000	1,376,050	3,861,050	16,870,000	9,832,192	26,702,192
2017	2,590,000	1,269,743	3,859,743	17,435,000	9,360,405	26,795,405
2018	2,700,000	1,155,461	3,855,461	17,900,000	8,871,478	26,771,478
2019	2,830,000	1,032,401	3,862,401	18,405,000	8,363,807	26,768,807
2020-2024	10,140,000	3,277,535	13,417,535	91,745,000	34,075,524	125,820,524
2025-2029	6,375,000	1,418,918	7,793,918	85,760,000	19,478,603	105,238,603
2030-2034	-	-	-	58,245,000	5,636,070	63,881,070
Total	<u>\$ 29,510,000</u>	<u>\$ 11,004,658</u>	<u>\$ 40,514,658</u>	<u>\$ 322,710,000</u>	<u>\$ 105,900,167</u>	<u>\$ 428,610,167</u>

Discretely presented component units:

Year Ended December 31	Lease Rental Revenue		
	Principal	Interest	Totals
2015	\$ 3,690,000	\$ 2,759,098	\$ 6,449,098
2016	3,580,000	3,099,398	6,679,398
2017	4,150,000	2,920,619	7,070,619
2018	4,415,000	2,722,357	7,137,357
2019	4,820,000	2,506,255	7,326,255
2020-2024	24,870,000	9,423,600	34,293,600
2025-2029	23,085,000	3,881,990	26,966,990
2030-2034	9,050,000	785,194	9,835,194
Total	<u>\$ 77,660,000</u>	<u>\$ 28,098,511</u>	<u>\$ 105,758,511</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

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

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

D. Capital Leases Payable

The City has entered into the following capital leases:

Primary government:

Governmental activities:

Year	Description	Carrying Value
2007	Parking Garage	\$ 18,235,000
2010	Equipment	4,200,000
2011	Equipment	8,200,000
2012	Radios	5,570,506
2013	Equipment	6,100,000
2014	Baseball Stadium	24,470,000
2014	Equipment	7,000,000
2014	Fire Truck	950,000
	Totals	<u>\$ 74,725,506</u>

Business-type Activities:

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

Discretely presented component units:

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

The following is a schedule of minimum future lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2014:

Year Ended December 31	Primary Government		Discretely Presented Component Units
	Governmental Activities	Business-type Activities	
2015	\$ 9,704,395	\$ 420,101	\$ 2,189,500
2016	8,341,363	427,639	2,187,000
2017	7,519,227	641,458	2,189,000
2018	6,997,175	-	2,191,000
2019	5,956,621	-	2,190,500
2020-2024	16,769,500	-	10,596,500
2025-2029	11,373,000	-	7,178,000
2030-2034	4,056,500	-	-
Total minimum lease payments	70,717,781	1,489,198	28,721,500
Less amount representing interest	15,513,799	81,078	7,171,500
Present value of net minimum lease payments	<u>\$ 55,203,982</u>	<u>\$ 1,408,120</u>	<u>\$ 21,550,000</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

E. Loans Payable

Annual debt service requirements to maturity for the loans as of December 31, 2014, are as follows:

Primary government:

<u>Governmental Activities</u>	<u>Balance, 12/31/2014</u>
The City borrowed \$1,140,000 in 1999 and refinanced it in 2003. Payments are due in installments of \$100,000 to \$105,000 plus interest 5.07 to 5.19 percent through August 1, 2016. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	\$ 205,000
The City borrowed \$6,250,000 in 2008. Payments are due in installments of \$350,000 to \$400,000 plus interest between 4.33 percent and 5.38 percent through August 1, 2027. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	4,850,000
The City borrowed \$1,100,000 in 2008. Payments are due in installments of \$53,460 to \$192,022 plus interest at prime rate through December 18, 2015. This loan is payable from the Redevelopment Fund.	53,460
The City borrowed \$1,750,000 in 2013. Payments are due in installments of \$90,000 to \$125,000 plus variable interest through August 1, 2033. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	1,750,000
Total	<u>\$ 6,858,460</u>

<u>Business-type Activities</u>	<u>Balance, 12/31/2014</u>
During 2005, 2009, 2011, 2012 and 2014 the City entered into finance assistance agreements with the State of Indiana's Wastewater Revolving Loan program that allows for a maximum of \$40,000,000, \$5,000,000, \$33,576,000, \$10,415,000 and \$82,887,000 in 2005, 2009, 2011, 2012 and 2014 respectively, for improvements at the Wastewater treatment facility. At December 31, 2014, \$40,000,000, \$5,000,000, \$33,576,000, \$9,020,302 and \$7,315,518 had been drawn down against the 2005, 2009, 2011, 2012 and 2014 agreements, respectively, resulting in unissued loan principal of \$76,066,180. The City does not intend to draw any more funds against either the 2005, 2009 or 2011 agreement. Payments are due in installments of \$1,940,000 to \$2,635,000 plus interest at 3.1 percent through 2025 for the 2005 agreement. Payments are due in installments of \$242,658 to \$248,547 plus interest at .16 percent through 2030 for the 2009 agreement. Payments are due in installments of \$1,443,000 to \$2,073,000 plus interest at 2.29 percent through 2031 for the 2011 agreement. Payments are due in installments of \$453,000 to \$612,000 plus interest at 1.78 percent through 2032 for the 2012 agreement. Payments are due in installments of \$720,000 to \$1,094,000 plus interest at 2.35 percent through 2033 for the 2014 Series A agreement, of \$625,000 to \$2,012,000 plus interest at 3.074 percent through 2034 for the 2014 Series B agreement and of \$195,000 to \$350,000 plus interest at 3.074 percent through 2034 for the 2014 Series C agreement. The following debt service requirements to maturity reflect the anticipated loan payments after the loans have been drawn down completely.	\$ 74,823,282
During 2006, 2009 and 2011, the city participated in a shared loan arrangement through State of Indiana's State Revolving Fund Pooled Loan program. This program allows Indiana municipalities to collectively borrow funds under the AAA rating of the State of Indiana's creditworthiness as well as receive other financial benefits. Under this program, the City received \$31,900,000 in 2006 to invest in improvements to the Water Utility's infrastructure. Payments are due in installments of \$2,185,000 to \$2,755,000 plus interest at 3.95 percent through 2021. In 2009, the City received \$29,091,005 to invest in improvements in the Wastewater Utility's infrastructure. Payments are due in installments of \$1,130,954 to \$2,084,297 plus interest at 4.16 percent through 2030. In 2011, the City received \$26,906,000 to invest in improvements in the Water Utility's infrastructure. Payments are due in installments of \$1,172,000 to \$2,073,000 plus interest at 2.967 percent through 2031.	69,130,192
During 2009, the City entered into a finance assistance agreement with the State of Indiana's Wastewater Revolving Loan program in which the City received \$906,000 for the purchase of wastewater assets from the Town of Zanesville. The interest rate is 2.0 percent and the principal matures serially in amounts ranging from \$119,000 to \$120,000 in 2016.	239,000
Total	<u>\$ 144,192,474</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Annual debt service requirements to maturity for the loans as of December 31, 2014, are as follows:

Year Ended December 31	Governmental Activities			Business-type Activities		
	Principal	Interest	Totals	(Anticipated) Principal	(Anticipated) Interest	Totals
2015	\$ 503,460	\$ 288,662	\$ 792,122	\$ 9,405,612	\$ 5,764,504	\$ 15,170,116
2016	455,000	266,700	721,700	10,519,048	6,286,540	16,805,588
2017	440,000	245,570	685,570	10,751,442	5,962,528	16,713,970
2018	440,000	227,810	667,810	11,105,875	5,629,301	16,735,176
2019	440,000	209,840	649,840	11,462,431	5,284,356	16,746,787
2020-2024	2,350,000	750,710	3,100,710	58,459,250	21,095,262	79,554,512
2025-2029	1,740,000	211,680	1,951,680	64,305,152	12,178,751	76,483,903
2030-2034	490,000	24,700	514,700	44,249,844	3,040,022	47,289,866
Unissued	-	-	-	(76,066,180)	-	(76,066,180)
Total	<u>\$ 6,858,460</u>	<u>\$ 2,225,672</u>	<u>\$ 9,084,132</u>	<u>\$ 144,192,474</u>	<u>\$ 65,241,264</u>	<u>\$ 209,433,738</u>

F. Debt Refunding

On December 23, 2014 the Redevelopment Authority issued \$24,970,000 in refunding revenue bonds with an interest rate between 3.25% and 5.0% to advance refund \$25,635,000 of outstanding 2007A series bonds with an interest rate range from 4.50% to 5.25. The net proceeds of \$28,404,256 (including \$3,704,327 in premium and after payment of \$270,071 in issuance costs) were used to purchase U.S. Treasury Securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 2007A series bonds. As a result, these bonds are considered to be defeased and the liabilities for those bonds have been removed from the Statement of Net Position. The refunding resulted in the accounting loss of \$2,648,391, which has been recognized on the Statement of Net Position as Deferred outflows of resources. This amount will be amortized using the straight line method and charged to Interest expense over the next twenty years. The Redevelopment Authority in effect lowered its aggregate debt service payment by \$2,740,867, over the next twenty years and realized an economic gain (difference between the present values of the old and new debt service payments) of \$1,780,090.

Note 5. Operating Leases

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

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

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Note 6. Deficit Fund Balances

The following funds have deficit fund balances at December 31, 2014:

Primary Government:

Fire Major fund - Deficit fund balance:

Fire \$ 433,270

Non-Major Debt Service fund - Deficit fund balance:

Public Safety Academy 1,408,433

Non-Major Special Revenue funds - Deficit fund balance:

Omnibus Crime 354
Federal Revolving 227,407
Urban Enterprise Association 15,606
Parking 19,660

Total Deficit fund balances \$ 2,104,730

The deficit fund balances listed above will be eliminated in 2015 by a decrease in expenditures and an increase in revenues.

Note 7. Interfund Balances and Activity

A. Due To/From Other Funds

The composition of due to/from other funds as of December 31, 2014, is as follows:

Due To	Due From									
	General	Highways and Streets	Redevelopment	Non-major Governmental	Water	Wastewater	Stormwater	Non-major Enterprise	Internal Service	Total
Governmental:										
General	\$ -	\$ -	\$ -	\$ -	\$ 14,953	\$ 13,725	\$ 4,978	\$ 2	\$ -	\$ 33,658
Non-major Governmental	-	-	-	93,579	-	-	-	-	-	93,579
Proprietary:										
Water	31,178	11,079	-	866	-	-	-	479,533	67,105	589,761
Wastewater	26,931	-	-	1,322	-	-	-	696,328	74,824	799,405
Stormwater	26,255	-	-	488	-	-	-	256,995	17,289	301,027
Non-major Enterprise	44	-	-	4	-	-	-	2,871	19	2,938
Internal Service	-	-	-	-	1,020	882	166	-	-	2,068
DCU-RA	-	-	9,509,106	-	-	-	-	-	-	9,509,106
Totals	<u>\$ 84,408</u>	<u>\$ 11,079</u>	<u>\$ 9,509,106</u>	<u>\$ 96,259</u>	<u>\$ 15,973</u>	<u>\$ 14,607</u>	<u>\$ 5,144</u>	<u>\$ 1,435,729</u>	<u>\$ 159,237</u>	<u>\$ 11,331,542</u>

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

B. Interfund Receivables/Payables

The following are reported in the fund financial statements:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
Governmental:		Proprietary:	
Non-major Governmental	\$ 386,943	Water	\$ 195,221
		Wastewater	98,842
		Stormwater	92,823
		Non-major Enterprise	57
		Total	\$ 386,943

In 2012, the Utilities participated in the City's Commercial Master Lease in order to finance the purchase of rolling stock at a not to exceed value of \$1,322,000. The Utilities will repay the City with interest over the 5 year term of the lease. The \$386,943 represents the amount that the Utilities owes the City for its share of the Commercial Master Lease.

C. Interfund Receivables/Payables – Pooled Cash

The following are reported in the fund financial statements:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
Governmental:		Governmental:	
Non-major Governmental	\$ 8,232,537	Community Legacy	\$ 5,644,002
		Non-major Governmental	2,588,535
		Total	\$ 8,232,537

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

D. Interfund Transfers:

Interfund transfers for the year ended December 31, 2014 in the fund financial statements were as follows:

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Transfer From	Transfer To								Total
	General	Highways and Streets	CEDIT	Parks	Redevelopment	Community Legacy	Non-major Governmental	Stormwater	
Governmental:									
General	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 2,318,848	\$ -	\$ 2,318,848
CEDIT	670,000	1,311,814	2,178,453	373,671	1,503,660	-	2,637,895	-	8,675,493
Parks	-	-	165,453	2,368,738	-	-	-	-	2,534,191
Fire	-	-	150,000	-	-	-	-	-	150,000
Redevelopment	-	-	654,743	39,250	9,956,657	-	-	-	10,650,650
Community Legacy	-	1,700,000	-	-	5,000,000	-	-	-	6,700,000
Non-major Governmental	202,039	-	7,196	-	318,875	73,276	12,764,182	-	13,365,568
Proprietary:									
Water	2,364,391	-	-	-	-	-	-	-	2,364,391
Wastewater	3,985,976	-	-	-	-	-	-	2,028,330	6,014,306
Stormwater	1,223,326	-	-	-	-	-	-	-	1,223,326
Non-major Enterprise	-	966,040	-	-	-	-	-	-	966,040
Total	\$ 8,445,732	\$ 3,977,854	\$ 3,155,845	\$ 2,781,659	\$ 16,779,192	\$ 73,276	\$ 17,720,925	\$ 2,028,330	\$ 54,962,813

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

Note 8. Risk Management

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents; and natural disasters. The City assumes some of these risks as described below and carries commercial insurance from independent third parties for excess risk. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years.

Self Insurance

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

General and Auto Liability

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

Worker's Compensation Insurance

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

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

At December 31, 2014, the total of the liabilities for the Worker's Compensation was \$231,475. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2013	\$ 543,433	\$ 693,217	\$ 696,988	\$ 539,662
2014	539,662	158,251	466,438	231,475

Group Health Insurance

An excess policy covers individual claims in excess of \$300,000 per year. In addition, the insurance company assumes the risk when total monthly claims exceed an amount based upon an aggregate monthly factor that averaged \$2,857,343 in 2014.

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

At December 31, 2014, the total of the liabilities for the Group Health Insurance was \$1,783,714. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2013	\$ 1,453,447	\$ 24,371,322	\$ 24,487,135	\$ 1,337,634
2014	1,337,634	26,921,134	26,475,054	1,783,714

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(Continued)

Note 9. Segment information

<u>Types of Goods or Services Provided:</u>	<u>2001 Parking Garage Addition</u> Used to account for revenues and expenses in connection with the joint City and County parking facility addition.
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Condensed Statement of Net Position

Assets:	
Restricted cash and cash equivalents	\$ 48,585
Capital assets (net of accumulated depreciation)	1,095,905
Total assets	<u>1,144,490</u>
Liabilities:	
Current liabilities	123,212
Revenue bonds payable, net	745,000
Total liabilities	<u>868,212</u>
Net position:	
Net investment in capital assets	250,905
Restricted for: Debt service	25,373
Total net position	<u>\$ 276,278</u>

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

Operating income	\$ 234,381
Contractual services	(37,326)
Depreciation expense	(42,150)
Operating income	<u>154,905</u>
Nonoperating revenues (expenses):	
Interest expense	(47,200)
Change in net position	107,705
Total net position - beginning	<u>168,573</u>
Total net position - ending	<u>\$ 276,278</u>

Condensed Statement of Cash Flows

Net cash provided (used) by:	
Operating activities	\$ 192,949
Capital and related financing activities	(144,364)
Net increase in cash and cash equivalents	48,585
Cash and cash equivalents, January 1	<u>-</u>
Cash and cash equivalents, December 31	<u>\$ 48,585</u>

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(Continued)

Note 10. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the Fort Wayne Retiree Healthcare Plan are established by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2014, the City contributed \$4,871,553 to the plan.

Annual OPEB Cost and Net OPEB Obligation

The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution of the employer (ARC), an amount actuarially determined in accordance with the parameters of GASB Statement 45. The latest actuarial study was done as of December 31, 2014 with a December 31, 2015 projection. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The following table shows the components of the City's annual OPEB cost for the year, the amount actually contributed to the plan, and changes in the City's net OPEB obligation to the plan.

Annual required contribution	\$ 10,562,709
Interest on net OPEB obligation	541,710
Adjustment to ARC	<u>(841,529)</u>
Annual OPEB cost	10,262,890
Contributions made	<u>4,871,553</u>
Increase in net OPEB obligation	5,391,337
Net OPEB obligation, beginning of year	<u>15,477,442</u>
Net OPEB obligation, end of year	<u><u>\$ 20,868,779</u></u>

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2014	\$ 10,262,890	47%	\$ 20,868,779
12/31/2013	8,065,287	46%	15,477,442
12/31/2012	8,141,086	59%	11,132,749

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Funding Status and Funding Progress

As of December 31, 2014, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$114,128,359 and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$114,128,359. The covered payroll (annual payroll of active employees covered by the plan) was \$105,054,298 and the ratio of the UAAL to covered payroll was 109%.

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

Actuarial Methods and Assumptions

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

In the December 31, 2014, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 10% initially, reduced by decrements to an ultimate rate of 5% after twenty one years. All inflation is covered under the health care cost trend rate and assumes a 2.5% rate. A 3.5% rate of return on investments is assumed. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at December 31, 2014, was 21 years.

Note 11. Conduit Debt

From time to time, the City of Fort Wayne has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City of Fort Wayne, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2014, there were 11 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for 10 series issued after July 1, 1985 was \$27,402,549. The aggregate principal amount payable for the one series issued prior to July 1, 1985, could not be determined; however, the original issue amount was \$8,452,000.

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NOTES TO FINANCIAL STATEMENTS
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Note 12. Restricted Assets

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

Debt Service Reserve

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

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

Sinking Fund

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

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

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

Debt Service Reserve

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

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

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

CITY OF FORT WAYNE, INDIANA
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(Continued)

Construction

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

Airport Expressway

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

Customer Deposits

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

Connection Fees

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

Septic Elimination Program

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

Restricted assets at year-end consisted of the following:

Asset Type/Account	Governmental Funds			Enterprise Funds				
	CEDIT	Community Legacy	Total	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Total
Cash and cash equivalents								
Sinking fund	\$ -	\$ -	\$ -	\$ 1,007,060	\$ 11,344,198	\$ 558,292	\$ -	\$ 12,909,550
Debt service reserve	2,082,484	-	2,082,484	7,140,393	26,425,092	-	48,585	33,614,070
Construction	-	-	-	12,210,120	45,518,512	-	-	57,728,632
Airport expressway	-	-	-	313,247	-	-	-	313,247
Customer deposits	-	-	-	1,560,623	-	-	-	1,560,623
Connection fees	-	-	-	-	193,066	-	-	193,066
Septic elimination program	-	-	-	-	1,492,238	-	-	1,492,238
Total	2,082,484	-	2,082,484	22,231,443	84,973,106	558,292	48,585	107,811,426
Investments								
Debt service reserve	-	10,000,000	10,000,000	5,050,424	5,050,424	-	-	10,100,848
Total Restricted Assets	\$ 2,082,484	\$ 10,000,000	\$ 12,082,484	\$ 27,281,867	\$ 90,023,530	\$ 558,292	\$ 48,585	\$ 117,912,274

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Note 13. Lease and Subsequent Installment Sale of Electric Utility Assets

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

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

Annual Amount	Period	Period Totals	Amount Received	Future Payments
\$ 1,740,000	3/1/10 to 2/28/13	\$ 5,220,000	\$ 5,220,000	\$ -
2,200,000	3/1/13 to 2/28/16	6,600,000	4,216,667	2,383,333
2,400,000	3/1/16 to 2/28/21	12,000,000	-	12,000,000
2,600,000	3/1/21 to 2/28/25	10,400,000	-	10,400,000
	Totals	\$ 34,220,000	\$ 9,436,667	\$ 24,783,333

For accounting purposes, the asset transfer is being treated as an installment sale. As of December 31, 2014, total future payments are \$24,783,333, which is reported as Installments receivable.

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

Note 14. City of Fort Wayne Community Legacy Fund

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

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

In November 2012, the City Council amended the original 1975 authorizing ordinance since there was an approved settlement agreement between the private electric utility and the City of Fort Wayne Electric Utility (see Note 13). The amended ordinance requires that the settlement funds be

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placed into the Community Legacy Fund (renamed from the Fort Wayne Community Trust) to be used for transformational investment and to leverage additional resources.

Note 15. Net Investment in Direct Financing Lease

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

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

	Year	Amount
	2015	\$ 69,947
	2016	40,803
Total Minimum Lease Payments		110,750
Less: Unearned Interest Income		(4,481)
Net Investment in Direct Financing Lease		<u>\$ 106,269</u>

Note 16. Unearned Revenue

The City reports the following unearned revenue balances in the governmental funds as of December 31, 2014:

	Intergovernmental	Installment Interest	Miscellaneous Other	Total
Parks	\$ -	\$ -	\$ 31,165	\$ 31,165
Community Legacy	-	8,100,020	-	8,100,020
Other Non-major Governmental	101,909	-	-	101,909
Total	<u>\$ 101,909</u>	<u>\$ 8,100,020</u>	<u>\$ 31,165</u>	<u>\$ 8,233,094</u>

Note 17. Deferred Inflows of Resources

The City reports the following deferred inflows of resources balances in the governmental funds as of December 31, 2014:

	Taxes	Direct Financing Lease	Assessments	Intergovernmental	Total
General	\$ 4,091,576	\$ 106,269	\$ -	\$ 28,523	\$ 4,226,368
CEDIT	1,576,939	-	-	-	1,576,939
Parks	574,459	-	-	-	574,459
Fire	1,537,873	-	-	-	1,537,873
Redevelopment	24,565	-	-	-	24,565
Other Non-major Governmental	841,147	-	467,549	1,026,351	2,335,047
Total	<u>\$ 8,646,559</u>	<u>\$ 106,269</u>	<u>\$ 467,549</u>	<u>\$ 1,054,874</u>	<u>\$ 10,275,251</u>

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Note 18. Fund Balance Classification

The City's governmental fund balances as of December 31, 2014 are classified as below:

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Community Legacy	Non-major Governmental Funds	Totals
Nonspendable fund balance									
Economic development:									
Non current loan receivables	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	4,560	\$ 4,560
Urban redevelopment and housing:									
Non current loan receivables	-	-	-	-	-	-	-	5,823,799	5,823,799
Assets held for resale	-	-	-	-	-	18,225,509	-	5,696,238	23,921,747
Total nonspendable fund balance	-	-	-	-	-	18,225,509	-	11,524,597	29,750,106
Restricted fund balance									
General government	-	-	-	-	-	-	-	55,235	55,235
Public safety	-	-	-	-	-	-	-	296,443	296,443
Highways and streets	-	-	-	-	-	-	-	14,028	14,028
Health and welfare	-	-	-	-	-	-	-	1,017,023	1,017,023
Economic development	-	-	-	-	-	-	-	594,656	594,656
Urban redevelopment and housing	-	-	-	-	-	-	-	2,320,222	2,320,222
Total restricted fund balance	-	-	-	-	-	-	-	4,297,607	4,297,607
Committed fund balance									
General government:									
Street and road infrastructure	262,159	-	-	-	-	-	-	3,405,400	3,667,559
Telephone system upgrade	84,203	-	-	-	-	-	-	-	84,203
Other	102,266	-	-	-	-	-	-	-	102,266
Highways and streets:									
Street and road infrastructure	-	-	410,985	-	-	-	-	130,852	541,837
Ewing/Fairfield road conversion	-	-	-	-	-	-	26,523	-	26,523
Trail development	-	-	-	-	-	-	100,722	-	100,722
Neighborhood infrastructure	-	-	-	-	-	-	126,639	-	126,639
Economic development:									
Riverfront development	-	-	-	-	-	-	90,361	-	90,361
Gateways	-	-	-	-	-	-	6,056	-	6,056
Strategic, marketing and incentive funds	-	-	52,765	-	-	-	3,000,000	-	3,052,765
Skyline Parking Garage	-	-	-	-	-	11,590,777	-	-	11,590,777
Other	-	-	127,570	-	-	-	-	-	127,570
Culture and recreation:									
Youth sports assessment	-	-	-	-	-	-	4,828	-	4,828
Parks property maintenance and operation	-	-	-	508,331	-	-	-	-	508,331
Urban redevelopment and housing:									
Tax increment financing districts	-	-	-	-	-	498,904	-	-	498,904
Total committed fund balance	448,628	-	591,320	508,331	-	12,089,681	3,355,129	3,536,252	20,529,341
Assigned fund balance									
General government:									
City-County permit system implementation	59,070	-	-	-	-	-	-	-	59,070
Betterments	218,289	-	-	-	-	-	-	-	218,289
Vehicle and equipment replacements	-	-	-	-	-	-	-	648,628	648,628
Technology upgrades	-	-	-	-	-	-	-	676,557	676,557
Neighborhood improvements	-	-	-	-	-	-	-	2,329,396	2,329,396
Debt reserves	-	-	-	-	-	-	-	27,170,165	27,170,165
Other	226,095	-	-	-	-	-	-	137,535	363,630
Public safety:									
Law enforcement training	-	-	-	-	-	-	-	1,513,146	1,513,146
Code enforcement	-	-	-	-	-	-	-	4,797,314	4,797,314
City-County communications operations	-	-	-	-	-	-	-	405,993	405,993
Other	22,324	-	-	-	-	-	-	48,250	70,574
Highways and streets:									
Street and road infrastructure	-	-	46,665	-	-	-	-	117,265	163,930
Debt reserves	-	-	2,082,484	-	-	-	-	-	2,082,484
Trail development	-	-	-	-	-	-	7,692	-	7,692
Neighborhood infrastructure	-	-	-	-	-	-	23,470	-	23,470
Operations	63,994	5,013,351	-	-	-	-	-	-	5,077,345
Health and welfare	6,308	-	-	-	-	-	-	-	6,308
Economic development:									
Downtown over/under passes	-	-	-	-	-	-	12,000	-	12,000
Gateways	-	-	-	-	-	-	5,390	-	5,390
Community legacy transformation projects	-	-	-	-	-	-	55,121,304	-	55,121,304
Strategic, marketing and incentive funds	-	-	6,175,347	-	-	-	-	-	6,175,347
Other	3,180	-	216,946	-	-	-	-	20,909	241,035
Culture and recreation:									
McMillen community center	-	-	-	-	-	-	6,068	-	6,068
Parks property maintenance and operation	-	-	-	4,606,079	-	-	-	-	4,606,079
Urban redevelopment and housing:									
Tax increment financing districts	-	-	-	-	-	17,434,193	-	-	17,434,193
Harrison square stadium maintenance	-	-	-	-	-	1,587,312	-	-	1,587,312
Harrison square parking garage operations	-	-	-	-	-	17,461	-	-	17,461
Renaissance pointe development	-	-	-	-	-	-	-	273,328	273,328
Debt service	-	-	-	-	-	6,567,900	-	-	6,567,900
Other	-	-	-	-	-	1,408,200	-	7,074	1,415,274
Total assigned fund balance	599,260	5,013,351	8,521,442	4,606,079	-	27,015,066	55,175,924	38,145,560	139,076,682
Unassigned fund balance	4,734,486	-	-	-	(433,270)	-	-	(1,671,460)	2,629,756
Total fund balance	\$ 5,782,374	\$ 5,013,351	\$ 9,112,762	\$ 5,114,410	\$ (433,270)	\$ 57,330,256	\$ 58,531,053	\$ 55,832,556	\$ 196,283,492

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Note 19. Redevelopment Authority

Grand Wayne Center Expansion Project

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

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

The CIB will report on their financial statements a Capital lease payable, which is the net present value of the lease payable at December 31, 2014. The Redevelopment Authority will report on their financial statements Lease rental revenue bonds payable, which is the net amount of the lease rental revenue bonds and bond premium due at December 31, 2014.

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

Harrison Square Project

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

Skyline Parking Garage Project

The RA is also the financing entity chosen to finance the construction of the Skyline Parking Garage Project (SPG), which will support an urban mixed use building consisting of the SPG, certain office space, retail space to be constructed at street level, high rise residential space and residential townhomes to be constructed at street level, and to pay capitalized interest and all 2014A bond issuance expenses. The RC has transferred title for the SPG real estate to the RA.

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The RA has issued tax exempt lease revenue rental bonds secured by a lease of SPG to the RC. The RC will make lease payments directly to the Bond Trustee on behalf of the RA to cover

Note 20. Aqua Indiana, Inc. – Asset Purchase and Settlement of Litigation

On December 4, 2014, the City (Utilities) acquired all of the water assets and a portion of the wastewater assets in Allen County, Indiana of Utility Center, Inc., doing business as Aqua Indiana, Inc. (Aqua). The December 4th Asset Acquisition Agreement (AAA) also settled the outstanding litigation regarding the 2002 condemnation of a portion of Aqua's water and wastewater utility assets, provides for the treatment, by Aqua, of 1.5 million gallons per day of wastewater from the City spanning a 10 year period with an option for 5 additional years at volumes to be determined by the City and other post acquisition issues such as: 1) job opportunities for any displaced Aqua employees, 2) meter reading services to enable Aqua to bill its wastewater customers, 3) wastewater territory modifications and protection, 4) wastewater rate management and 5) other matters.

The total purchase price was \$67 million, of which \$16.9 million was paid in 2008. The entire purchase price was funded through bonds; the 2008 portion temporarily through a series of bond anticipation notes and permanently financed by the Water Revenue Bonds of 2012. The remaining balance of \$50.1 million was financed by the Water Revenue bonds of 2014. The acquired utility assets included 312 miles of water pipe, 20 miles of wastewater pipe, 6 treatment plants, 5 water towers and 1,500 hydrants; servicing 1,600 wastewater customers and 22,000 water customers consuming approximately 1.5 billion gallons of water.

Governmental Accounting Standards Board Statement 69 requires the assets acquired be recorded at their acquisition price which is assumed to be the market-based entry price. An outside appraisal firm was utilized to assist with the valuation of individual assets. Individual assets were valued at fair market value and recorded at purchase price or fair market value, whichever was less. The allocation of the \$67 million purchase price resulted in \$21,725,585 being allocated to the water assets acquired in 2008, \$1,868,168 to the wastewater assets acquired in 2008 and \$43,406,247 to the water assets acquired in 2014. Non-current wastewater assets were reduced from a net fair market value of \$3,228,513 to the purchase price of \$1,868,168. Net water assets' fair market value exceeded the purchase price by \$305,334, resulting in a reduction of non-current water assets acquired in 2014 of \$81,069 and the recognition of a deferred outflow of revenues for water assets acquired in 2008 of \$383,403. The Utilities elected to amortize fully the deferred outflow of revenues in 2014.

The Utilities have retired or will retire all but one of the newly acquired water treatment plants including supply wells and connecting appurtenances by the end of 2015. A reserve for obsolescence of \$7,975,505 was recorded in 2014 in anticipation of these retirements.

The Utilities assumed liabilities of \$581,835 for incentive contracts with developers that reimburse back to the developers a portion of the cost of their donated capital. The typical contract spans 10 years and the reimbursement occurs as residences connect to the water distribution system. No other liabilities were assumed as part of this Purchase Agreement.

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Note 21. Restatement – Change in Accounting Principle

Effective July 1, 2013, the Indiana Public Retirement System (INPRS), which is the administrator of the City's Public Employees' Retirement Fund (PERF), changed PERF from an agent multiple-employer retirement plan to a cost-sharing multiple employer retirement plan. This change is effective for the city beginning January 1, 2014. Due to this change, the net pension obligation for the fiscal year ended December 31, 2014 will not include an amount for PERF for governmental and business type activities, as reported in previous years.

	Governmental	Business Type	
	Activities	Activities	Total
Net position, 01/01/2014	\$ 654,748,688	\$ 514,288,568	\$ 1,169,037,256
Restatement, Change	2,375,205	931,553	3,306,758
Net position 01/01/2014, Restated	<u>\$ 657,123,893</u>	<u>\$ 515,220,121</u>	<u>\$ 1,172,344,014</u>

Note 22. Commitments and Contingencies

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

Consent Decree:

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

Aqua Agreement:

As part of the Asset Acquisition Agreement (AAA) executed December 4, 2014, the City shall pay \$2.75 per thousand gallons of sewage conveyed to Aqua Indiana, Inc. a minimum of \$1,505,625 per year for each of the first 5 years after the effective date. The effective date is the latest of the following dates: 1) the effective date of approval by the Indiana Utility Regulatory Commission, 2) The effective date of the approval by IDEM in a manner and upon discharge parameters that are consistent with the Preliminary National Pollutant Discharge Elimination System (NPDES) Standards, or 3) the date of the Purchased Assets Closing, as defined in the AAA. Items 1 and 3 have transpired and item 2 is pending approval. The rate and minimum shall be adjusted by a

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Consumer Price Index (CPI) escalator and will cover an additional 5 years. For years 11 through 15, the rate will escalate by a CPI escalator and the annual minimum shall be \$120,000 per year.

Other:

The Utilities have entered into many contracts for various construction projects. Remaining contract payments as of December 31, 2014 for each utility are as follows:

Water Utility	\$ 4,135,307
Wastewater Utility	31,459,430
Stormwater Utility	<u>36,961</u>
	<u>\$ 35,631,698</u>

Note 23. Subsequent Events

On January 27, 2015 the Common Council of Fort Wayne approved an Interlocal Agreement between The City of Fort Wayne, Indiana, in connection with the Board of Public Works; The Allen County Board of Commissioners; and The Allen County Redevelopment Commission. The project encompasses road improvements to Diebold Road from North Clinton Street to Dupont Road with an estimated total cost of \$3,644,000. The total cost will be equally shared between City and County resulting in an estimated cost of \$1,822,000 for each.

On March 10, 2015 the Common Council of Fort Wayne approved the sales purchase agreement for unleaded gas in 2016. The purchasing agreement is between the City of Fort Wayne, Indiana and Lassus Bros Oil, Inc. The total cost of Unleaded Gas through this agreement is \$1,496,250.

On March 10, 2015 the Common Council authorized the City of Fort Wayne, Indiana to issue Economic Development Revenue Bonds, Series 2015 (Park Center Project). The purpose of this issuance is to refund the prior revenue bonds from 2006 and to provide funding for further renovations and equipment needed at the Park Center, Inc. mental health services building.

On May 12, 2015 the Common Council approved the City of Fort Wayne, Indiana to finance the purchase of various vehicles and equipment. Per the ordinance, all vehicles and equipment shall not exceed the gross cost, excluding financing costs, of \$2,500,000.

On May 26, 2015 the Common Council approved the appropriation of \$6,000,000 from the Community Legacy fund for investment in the Downtown Riverfront Development. These funds will be used for implementation of the first phase as presented in the Riverfront Action Plan. For any distribution of these Legacy funds in excess of \$100,000, the Board of Trustees shall present a resolution to the City Council and obtain approval by majority vote.

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Note 24. Net Investment in Capital Assets

As of December 31, 2014, Net Investment in capital assets is calculated as follows:

	Governmental Activities	Business-type Activities	Total
Net capital assets	\$ 743,313,452	\$ 858,305,630	\$ 1,601,619,082
Less:			
Total capital leases payable	(55,203,982)	(1,408,120)	(56,612,102)
Total notes and loans payable	(6,858,460)	(144,192,474)	(151,050,934)
Total general obligation bonds payable, net	(1,686,874)	-	(1,686,874)
Total special obligation bonds payable, net	(70,058,266)	-	(70,058,266)
Total first mortgage bonds payable, net	(29,610,752)	-	(29,610,752)
Total revenue bonds payable, net	-	(325,575,825)	(325,575,825)
Add:			
Debt not related to capital assets	6,858,460	49,769	6,908,229
Unspent bond/loan proceeds	32,452,810	57,728,632	90,181,442
Net Investment in capital assets	<u>\$ 619,206,388</u>	<u>\$ 444,907,612</u>	<u>\$ 1,064,114,000</u>

Note 25. Pension Plans

A. Single-Employer Defined Benefit Pension Plans

1. 1937 Firefighters' Pension Plan

Plan Administration

The City contributes to the 1937 Firefighters' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The pension board consists of eight members, which include the Mayor, the Fire Chief, the Pension Secretary, four trustees elected from active members, and one trustee elected from retired members. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established and may be amended by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Plan membership

Plan membership at December 31, 2014, consisted of the following:

Retirees and beneficiaries currently receiving benefits	252
Active employees - vested	-
Active employees - nonvested	-
Total	<u>252</u>

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NOTES TO FINANCIAL STATEMENTS
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(Continued)

Benefits provided

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

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age fifty-two with twenty or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First Class Firefighter, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with 32 years of service.

Non-converted plan members of any age with twenty or more years of creditable service and converted plan members age fifty with twenty years or more of creditable service are eligible to receive early retirement benefits. Early retirement benefits are unreduced for unconverted plan members. Early retirement benefits are reduced by 7% per year for converted plan members between ages fifty and fifty-two. Late retirement benefits are calculated in the same manner as normal retirement benefits.

Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Firefighter. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. For converted plan members, the disability benefit is equal to the benefit the member would have received if the member had retired. If a converted member does not have twenty years of service or is not at least age fifty-two on the date of disability, the benefit is computed as if the member does have twenty years of service and is age fifty-two at the date of disability.

Pre-retirement death benefits vary for converted and non-converted plan members and depending upon whether or not the death is considered in the line of duty or not in the line of duty. Such benefits range from 20-50% of a First Class Firefighter's salary, with longevity, or from 55-100% of the monthly benefit the member was receiving, or was entitled to receive, on the date of death. Pre-retirement death benefits are payable to the surviving spouse, children and dependent parents of plan members provided they meet eligibility guidelines. A one-time funeral death benefit is paid to the heirs or estate upon a member's death from any cause and is equal to at least \$12,000. An additional benefit of \$150,000 is paid from the Pension Relief Fund to a surviving spouse, children, or parent(s) if death occurs in the line of duty.

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

Benefits for non-converted retired members are increased annually based on increases in the First Class Firefighter's salary as approved by the employer. Converted retired member benefits are increased annually based on increases in the CPI-U index. The increase is subject to a 3% maximum and 0% minimum.

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(Continued)

Contributions

Plan members are required by state statute (IC 36-8-7-8) to contribute an amount equal to six percent (6%) of the salary of a First Class Firefighter until they have completed thirty-two years of service.

Actuarial valuations are performed annually for the 1937 Firefighters' Pension Plan. Benefits to members of the Plan are funded on a pay-as-you-go basis by certain revenues and appropriations from the State of Indiana to the Pension Relief Fund. The Pension Relief Fund has been created within the Indiana Public Retirement System (INPRS) and is administered by INPRS and is used as a temporary holding account for collecting State revenues and appropriations before funds are distributed to employers. Amounts required to pay benefits are distributed from the fund to the City.

Investments

The pension plan's investment policy is consistent with the overall policy of the City as described in Note 2. – Deposits and Investments. The plan held no investments during the reporting period.

Deferred Retirement Option Plan

The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than 12 months and not more than 36 months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions. When a member enters the DROP, a "DROP frozen benefit" will be calculated. Members of the DROP are eligible to receive a lump sum equal to the amount of the DROP frozen benefit multiplied by the number of months in the DROP. A member may elect to receive this amount in three annual installments instead of a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. Forms of payment include a single life annuity or a joint annuity with 60% survivor benefits. A member, upon retirement, may elect to forgo DROP benefits and instead receive monthly retirement benefits calculated as if the member never elected to participate in the DROP. There is no balance of amounts held by the pension plan pursuant to the DROP.

Net Pension Liability

The components of the net pension liability of the 1937 Firefighters' Pension Plan at December 31, 2014, were as follows:

Total pension liability	\$ 102,675,980
Plan fiduciary net position	(444,263)
Net pension liability	<u>\$ 102,231,717</u>
Plan fiduciary net position as a percentage of the total pension liability	0.43%

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Actuarial Assumptions

The actuarial assumptions used in the valuation were selected and approved by the INPRS Board of Trustees. The total pension liability was determined by an actuarial valuation as of December 31, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.50%
Cost-of-living increases	
Non-converted	2.50%
Converted	2.00%

Mortality rates were based on the future mortality improvement scale included in the Social Security Administration's 2014 Trustee Report.

The actuarial assumptions used in the December 31, 2014 valuation are consistent with the results of an experience study completed in April 2015, which reflects the experience period beginning July 1, 2010 and ending June 30, 2014. The actuarial cost method used for computing the total pension liability is the Entry Age Normal - Level Percent of Payroll method.

Discount Rate

The discount rate is set equal to the Barclay's 20-year Municipal Bond Index rate of 2.56% as of December 31, 2014.

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

The following represents the net pension liability of the City, calculated using the discount rate of 2.56%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.56 percent) or 1-percentage point higher (3.56 percent) than the current rate:

	1% Decrease (1.56%)	Current Rate (2.56%)	1% Increase (3.56%)
Net Pension Liability	\$ 113,890,309	\$ 102,231,717	\$ 92,441,218

2. 1925 Police Officers' Pension Plan

Plan Administration

The City contributes to the 1925 Police Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The pension board consists of nine members. Three are members by virtue of office: the Mayor, the City Controller, and the Police Chief. Five members are elected representatives of the active membership of the police department, and one additional member, a retired officer, is elected. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established and may be amended by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

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(Continued)

Plan membership

Plan membership at December 31, 2014, consisted of the following:

Retirees and beneficiaries currently receiving benefits	295
Active employees - vested	7
Active employees - nonvested	-
Total	<u>302</u>

Benefits provided

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

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age fifty-two with twenty or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First Class Patrolman, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with 32 years of service.

Non-converted plan members of any age with twenty or more years of creditable service and converted plan members age fifty with twenty years or more of creditable service are eligible to receive early retirement benefits. Early retirement benefits are unreduced for unconverted plan members. Early retirement benefits are reduced by 7% per year for converted plan members between ages fifty and fifty-two. Late retirement benefits are calculated in the same manner as normal retirement benefits.

Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Patrolman. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. For converted plan members, the disability benefit is equal to the benefit the member would have received if the member had retired. If a converted member does not have twenty years of service or is not at least age fifty-two on the date of disability, the benefit is computed as if the member does have twenty years of service and is age fifty-two at the date of disability.

Pre-retirement death benefits vary for converted and non-converted plan members and depending upon whether or not the death is considered in the line of duty or not in the line of duty. Such benefits range from 20-50% of a First Class Patrolman salary, with longevity, or from 55-100% of the monthly benefit the member was receiving, or was entitled to receive, on the date of death. Pre-retirement death benefits are payable to the surviving spouse, children and dependent parents of plan members provided they meet eligibility guidelines. A one-time funeral death benefit is paid to the heirs or estate upon a member's death from any cause and is equal to at least \$12,000. An additional benefit of \$150,000 is paid from the Pension Relief Fund to a surviving spouse, children, or parent(s) if death occurs in the line of duty.

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

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

Contributions

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to six percent (6%) of the salary of a First Class Patrolman until they have completed thirty-two years of service.

Actuarial valuations are performed annually for the 1925 Police Officers' Pension Plan. The assumptions used in the valuation are selected and approved by the Indiana Public Retirement System (INPRS) Board of Trustees. Benefits to members of the plan are funded on a pay-as-you-go basis by certain revenues and appropriations of the State of Indiana to the Pension Relief Fund. The Pension Relief Fund has been created within the INPRS and is administered by INPRS and is used as a temporary holding account for collecting State revenues and appropriations before funds are distributed to employers. Amounts required to pay benefits are distributed from the fund to the City.

Investments

The pension plan's investment policy is consistent with the overall policy of the City as described in Note 2. – Deposits and Investments. The plan held no investments during the reporting period.

Deferred Retirement Option Plan

The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than 12 months and not more than 36 months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions. When a member enters the DROP, a "DROP frozen benefit" will be calculated. Members of the DROP are eligible to receive a lump sum equal to the amount of the DROP frozen benefit multiplied by the number of months in the DROP. A member may elect to receive this amount in three annual installments instead of a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. Forms of payment include a single life annuity or a joint annuity with 60% survivor benefits. A member, upon retirement, may elect to forgo DROP benefits and instead receive monthly retirement benefits calculated as if the member never elected to participate in the DROP. There is no balance of amounts held by the pension plan pursuant to the DROP.

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Net Pension Liability

The components of the net pension liability of the 1925 Police Officers' pension Plan at December 31, 2014, were as follows:

Total pension liability	\$ 133,380,691
Plan fiduciary net position	(1,531,146)
Net pension liability	<u>\$ 131,849,545</u>
Plan fiduciary net position as a percentage of the total pension liability	1.15%

Actuarial Assumptions

The actuarial assumptions used in the valuation were selected and approved by the INPRS Board of Trustees. The total pension liability was determined by an actuarial valuation as of December 31, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.25%
Salary increases	2.50%
Cost-of-living increases	
Non-converted	2.50%
Converted	2.00%

Mortality rates were based on the future mortality improvement scale included in the Social Security Administration's 2014 Trustee Report.

The actuarial assumptions used in the December 31, 2014 valuation are consistent with the results of an experience study completed in April 2015, which reflects the experience period beginning July 1, 2010 and ending June 30, 2014. The actuarial cost method used for computing the total pension liability is the Entry Age Normal - Level Percent of Payroll method.

Discount Rate

The discount rate is set equal to the Barclay's 20-year Municipal Bond Index rate of 2.56% as of December 31, 2014.

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

The following represents the net pension liability of the City, calculated using the discount rate of 2.56%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (1.56 percent) or 1-percentage point higher (3.56 percent) than the current rate:

	1% Decrease (1.56%)	Current Rate (2.56%)	1% Increase (3.56%)
Net Pension Liability	\$ 148,208,014	\$ 131,849,545	\$ 118,260,660

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3. Sanitary Officers' Pension Plan

Plan Administration

The City contributes to the Sanitary Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan includes all sanitary officers hired before April 1, 1982 and is administered by the local pension board. The pension board consists of three members who are elected by plan members to three year terms. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The City contributes to the plan as provided by a mandate of the Allen County Circuit Court, Cause No. CC-73-519. The contribution requirements of plan members for the Sanitary Officers' Pension Plan are established and may be amended by state statute. The City is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis). The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Plan Membership

Plan membership at December 31, 2014, consisted of the following:

Retirees and beneficiaries currently receiving benefits	19
Active employees - vested	-
Active employees - nonvested	-
Total	<u>19</u>

Benefits provided

The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan includes all sanitary officers hired before April 1, 1982 and is administered by the local pension board. The plan provides a one-time \$12,000 payment in the event of the death of the retiree. Plan members are employees of Allen County. There are no active participants remaining. The pension plan is closed to new entrants.

Contributions

Members are not required to make plan contributions. The contribution requirements of plan members for the Sanitary Officers' Pension Plan are established and may be amended by state statute.

Actuarial valuations are performed annually for the Sanitary Officers' Pension Plan. The assumptions used in the valuation are approved by the plan sponsor. Benefits to members of the plan are funded on a pay-as-you-go basis by certain revenues and appropriations of the City.

Investments

The pension plan's investment policy is consistent with the overall policy of the City as described in Note 2. – Deposits and Investments. The plan held no investments during the reporting period.

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Net Pension Liability

The components of the net pension liability of the Sanitary Officers' Pension Plan at December 31, 2014, were as follows:

Total pension liability	\$ 9,921,779
Plan fiduciary net position	(49,252)
Net pension liability	<u>\$ 9,872,527</u>
 Plan fiduciary net position as a percentage of the total pension liability	 0.50%

Actuarial Assumptions

The cost method used was the Entry Age Actuarial Cost Method and the asset valuation method used was the Fair Market Value. The total pension liability was determined by an actuarial valuation as of December 31, 2014, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00%
Cost-of-living increases	4.00%

Mortality rates were based on the RP-2014 Blue Collar Mortality (sex-distinct) with mortality improvement projected on a generational basis using Scale MP-2014.

Discount Rate

The discount rate used to measure the total pension liability was 3.0%.

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

The following represents the net pension liability of the City, calculated using the discount rate of 3.0%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (2.0 percent) or 1-percentage point higher (4.0 percent) than the current rate:

	1% Decrease (2.00%)	Current Rate (3.00%)	1% Increase (4.00%)
Net Pension Liability	\$ 11,310,013	\$ 9,872,527	\$ 8,704,269

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

4. Financial Statements for Defined Benefit Plans

COMBINING STATEMENT OF NET POSITION -
PENSION TRUST FUNDS

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension
<u>Assets</u>			
Cash and cash equivalents	\$ 458,579	\$ 1,550,453	\$ 30,729
Receivables:			
Taxes	-	-	19,842
Total assets	<u>458,579</u>	<u>1,550,453</u>	<u>50,571</u>
<u>Liabilities</u>			
Accounts payable	<u>14,316</u>	<u>19,307</u>	<u>1,319</u>
Total liabilities	<u>14,316</u>	<u>19,307</u>	<u>1,319</u>
Net position restricted for pensions	<u>\$ 444,263</u>	<u>\$ 1,531,146</u>	<u>\$ 49,252</u>

STATEMENT OF CHANGES IN NET POSITION -
PENSION TRUST FUNDS

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension
<u>Additions</u>			
Contributions:			
Employer	\$ 6,850,878	\$ 7,683,308	\$ 489,972
Plan members	-	288	-
Other	-	9,110	-
Investment income:			
Interest	<u>469</u>	<u>1,399</u>	<u>4</u>
Total additions	<u>6,851,347</u>	<u>7,694,105</u>	<u>489,976</u>
<u>Deductions</u>			
Benefit payments, including refunds of member contributions	6,806,308	7,759,395	469,080
Administrative expenses	<u>22,055</u>	<u>16,092</u>	<u>4,301</u>
Total deductions	<u>6,828,363</u>	<u>7,775,487</u>	<u>473,381</u>
Net increase in net position	22,984	(81,382)	16,595
<u>Net position restricted for pensions</u>			
Net position - beginning	<u>421,279</u>	<u>1,612,528</u>	<u>32,657</u>
Net position - ending	<u>\$ 444,263</u>	<u>\$ 1,531,146</u>	<u>\$ 49,252</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

5. Actuarial Information for the Above Plans

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension
Annual required contribution	\$ 6,590,100	\$ 8,518,800	\$ 554,448
Interest on NPO	2,185,200	3,000,500	128,716
Adjustment to annual required contribution	<u>(2,560,300)</u>	<u>(3,515,600)</u>	<u>(278,335)</u>
Annual pension cost	6,215,000	8,003,700	404,829
Contributions made	<u>6,850,877</u>	<u>7,683,308</u>	<u>489,976</u>
Increase(decrease) in NPO	(635,877)	320,392	(85,147)
NPO, beginning of year	<u>36,420,237</u>	<u>50,008,856</u>	<u>4,290,541</u>
NPO, end of year	<u><u>\$ 35,784,360</u></u>	<u><u>\$ 50,329,248</u></u>	<u><u>\$ 4,205,394</u></u>

The Net Pension Obligation reported in the Statement of Net Position is \$90,319,002 (1937 Firefighters' Pension, \$35,784,360; 1925 Police Officers' Pension, \$50,329,248; Sanitary Officers' Pension, \$4,205,394).

Contribution rates:	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension
City	0%	0%	N/A
Plan members	6%	6%	3%
	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension
Actuarial valuation date	1/1/2014	1/1/2014	1/1/2015
Actuarial cost method	Entry age normal	Entry age normal	Entry age normal
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	30 years	30 years	30 years
Amortization period (from date)	01/01/05	01/01/05	01/01/05
Asset valuation method	4 year phase in of realized and unrealized capital	4 year phase in of realized and unrealized capital	4 year phase in of realized and unrealized capital

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Actuarial assumptions:	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension
Investment rate of return	4.31%	4.31%	4.31%
Inflation rate	3%	3%	3%
Projected future salary increases:			
Total	3.25%	3.25%	4%
Cost-of-living adjustments	* 2.25% / 3.25%	* 2.25% / 3.25%	4%

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

Three Year Trend Information

1937 Firefighters' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 6,295,200	113%	\$ 37,144,241
12/31/2013	6,047,700	112%	36,420,237
12/31/2014	6,215,000	110%	35,784,360

1925 Police Officers' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 7,552,800	103%	\$ 50,660,829
12/31/2013	7,768,600	108%	50,008,856
12/31/2014	8,003,700	96%	50,329,248

Sanitary Officers' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2012	\$ 413,304	98%	\$ 4,213,567
12/31/2013	420,627	82%	4,290,541
12/31/2014	404,829	121%	4,205,394

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Funded Status and Funding Progress for the Above Plans

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

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
<u>1937 Firefighters' Pension Plan:</u>						
01/01/14	\$ 421,279	\$ 93,742,300	\$ (93,321,021)	0%	\$ -	N/A
<u>1925 Police Officers' Pension Plan:</u>						
01/01/14	\$ 1,612,528	\$ 119,826,800	\$ (118,214,272)	1%	\$ 212,800	(40,524%)
<u>Sanitary Officers' Pension:</u>						
01/01/15	\$ 49,252	\$ 9,921,779	\$ (9,872,527)	0%	\$ -	N/A

Schedule of funding progress, presented as RSI for the above plans following the notes to the financial statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liability for benefits.

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

1. Public Employees' Retirement Fund

Plan Description

The City of Fort Wayne contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. On July 1, 2013, PERF changed from an agent multiple-employer retirement plan to a cost-sharing multiple employer retirement plan. PERF provides retirement benefits to plan members and beneficiaries. All full-time employees are eligible to participate in the defined benefit plan. State statutes (IC 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system and give the City authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at three percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2014
(Continued)

Funding Policy and Annual Pension Costs

PERF members are required to contribute 3 percent of their annual covered salary. The City is required to contribute at an actuarially determined rate; the rate for 2014 is 11.2 percent of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by the INPRS Board of Trustees. The City's contributions to the plan for the years ending December 31, 2014, 2013, and 2012 were \$5,785,471, \$5,654,443, and \$5,921,176 respectively, which were equal to the required contributions for each year.

2. 1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

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

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

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

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

Funding Policy and Annual Pension Costs

Plan members are required to contribute 6 percent of the first class Police Officers' and Firefighters' salary and the City is to contribute at an actuarially determined rate. The current rate is 19.7 percent of the First Class Police Officers' and Firefighters' salary. The contribution requirements of plan members and the City are established and may be amended by the INPRS Board of Trustees. The City's contributions to the plan for the years ending December 31, 2014, 2013, and 2012 were \$7,962,821, \$7,730,428, and \$7,842,280 respectively, which were equal to the required contributions for each year.

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REQUIRED SUPPLEMENTARY INFORMATION



CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE -
GENERAL FUND
For The Year Ended December 31, 2014

	General Fund			
	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 71,188,326	\$ 71,188,326	\$ 70,722,484	\$ (465,842)
Licenses and permits	2,195,725	2,195,725	2,485,658	289,933
Intergovernmental	2,328,916	2,328,916	2,340,113	11,197
Charges for services	3,201,132	3,201,132	3,036,138	(164,994)
Fines and forfeits	435,200	435,200	357,463	(77,737)
Other	446,576	446,576	767,506	320,930
Total revenues	<u>79,795,875</u>	<u>79,795,875</u>	<u>79,709,362</u>	<u>(86,513)</u>
Expenditures:				
Current:				
General government	13,878,139	13,388,235	12,603,401	784,834
Public safety	51,748,561	52,566,238	51,935,310	630,928
Highways and streets	12,030,702	11,404,750	11,229,736	175,014
Health and welfare	2,717,230	2,710,922	2,655,510	55,412
Economic opportunity	660,659	660,659	646,234	14,425
Economic development	4,316,027	4,312,847	4,230,462	82,385
Total expenditures	<u>85,351,318</u>	<u>85,043,651</u>	<u>83,300,653</u>	<u>1,742,998</u>
Other financing sources (uses):				
Operating transfers in	8,281,122	8,281,122	8,445,732	164,610
Operating transfers out	<u>(2,328,848)</u>	<u>(2,328,848)</u>	<u>(2,318,848)</u>	<u>10,000</u>
Total other financing sources (uses)	<u>5,952,274</u>	<u>5,952,274</u>	<u>6,126,884</u>	<u>174,610</u>
Net change in fund balance	396,831	704,498	2,535,593	1,831,095
Fund balance - beginning	<u>3,246,781</u>	<u>3,246,781</u>	<u>3,246,781</u>	<u>-</u>
Fund balance - ending	<u>\$ 3,643,612</u>	<u>\$ 3,951,279</u>	<u>\$ 5,782,374</u>	<u>\$ 1,831,095</u>

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULES -
MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2014

	Highways and Streets				Parks			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 4,213,283	\$ 4,213,283	\$ 4,509,289	\$ 296,006	\$ 13,626,696	\$ 13,626,696	\$ 13,436,506	\$ (190,190)
Licenses and permits	-	-	-	-	26,248	26,248	51,680	25,432
Intergovernmental	11,351,410	11,351,410	11,896,736	545,326	-	-	-	-
Charges for services	399,785	399,785	134,729	(265,056)	4,065,711	4,065,711	3,848,950	(216,761)
Fines and forfeits	-	-	-	-	-	-	-	-
Other	74,946	74,946	171,594	96,648	1,340,086	1,340,086	1,389,452	49,366
Total revenues	16,039,424	16,039,424	16,712,348	672,924	19,058,741	19,058,741	18,726,588	(332,153)
Expenditures:								
Current:								
General government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	9,829,376	10,174,376	9,921,700	252,676	-	-	-	-
Supplies	3,203,631	3,554,603	3,481,415	73,188	-	-	-	-
Other services and charges	4,503,884	4,999,521	4,748,529	250,992	-	-	-	-
Capital outlay	1,011,825	2,368,648	1,729,900	638,748	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	9,771,497	9,714,497	9,535,181	179,316
Supplies	-	-	-	-	1,625,970	1,671,904	1,623,373	48,531
Other services and charges	-	-	-	-	6,867,819	6,649,879	6,548,434	101,445
Capital outlay	-	-	-	-	1,387,481	1,387,481	1,387,481	-
Total expenditures	18,548,716	21,097,148	19,881,544	1,215,604	19,652,767	19,423,761	19,094,469	329,292
Other financing sources (uses):								
Operating transfers in	1,296,040	1,296,040	3,977,854	2,681,814	2,781,659	2,781,659	2,781,659	-
Operating transfers out	-	-	-	-	(2,934,191)	(2,534,191)	(2,534,191)	-
Total other financing sources (uses)	1,296,040	1,296,040	3,977,854	2,681,814	(152,532)	247,468	247,468	-
Net change in fund balances	(1,213,252)	(3,761,684)	808,658	4,570,342	(746,558)	(117,552)	(120,413)	(2,861)
Fund balances - beginning	4,204,693	4,204,693	4,204,693	-	5,234,823	5,234,823	5,234,823	-
Fund balances - ending	\$ 2,991,441	\$ 443,009	\$ 5,013,351	\$ 4,570,342	\$ 4,488,265	\$ 5,117,271	\$ 5,114,410	\$ (2,861)

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULES -
MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2014

	Fire				Community Legacy			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 35,656,733	\$ 35,656,733	\$ 37,374,452	\$ 1,717,719	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	143,485	143,485	10,476	(133,009)	280,917	280,917	280,917	-
Fines and forfeits	6,100	6,100	12,552	6,452	-	-	-	-
Other	50	50	52,791	52,741	3,516,472	3,516,472	3,516,472	-
Total revenues	35,806,368	35,806,368	37,450,271	1,643,903	3,797,389	3,797,389	3,797,389	-
Expenditures:								
Current:								
General government	-	-	-	-	7,318,462	7,318,462	7,318,462	-
Public safety:								
Personal services	33,098,363	34,123,856	33,998,951	124,905	-	-	-	-
Supplies	764,658	699,965	697,757	2,208	-	-	-	-
Other services and charges	2,766,886	2,596,393	2,536,780	59,613	-	-	-	-
Capital outlay	101,793	91,148	91,148	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	36,731,700	37,511,362	37,324,636	186,726	7,318,462	7,318,462	7,318,462	-
Other financing sources (uses):								
Operating transfers in	-	-	-	-	73,276	73,276	73,276	-
Operating transfers out	(150,000)	(150,000)	(150,000)	-	(6,700,000)	(6,700,000)	(6,700,000)	-
Total other financing sources (uses)	(150,000)	(150,000)	(150,000)	-	(6,626,724)	(6,626,724)	(6,626,724)	-
Net change in fund balances	(1,075,332)	(1,854,994)	(24,365)	1,830,629	(10,147,797)	(10,147,797)	(10,147,797)	-
Fund balances - beginning	(408,905)	(408,905)	(408,905)	-	68,678,850	68,678,850	68,678,850	-
Fund balances - ending	\$ (1,484,237)	\$ (2,263,899)	\$ (433,270)	\$ 1,830,629	\$ 58,531,053	\$ 58,531,053	\$ 58,531,053	\$ -

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
INFRASTRUCTURE - MODIFIED REPORTING

Comparison of Budgeted-to-Actual Maintenance/Preservation

Roads	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Arterial					
Budgeted	\$ 1,114,428	\$ 722,237	\$ 1,239,501	\$ 1,792,620	\$ 813,357
Actual	1,083,974	1,221,654	1,439,999	1,858,338	802,329
Collector					
Budgeted	1,269,324	603,953	120,235	361,852	33,520
Actual	1,306,175	588,017	116,519	359,134	33,520
Residential					
Budgeted	4,064,266	1,195,156	3,223,858	4,628,500	5,555,060
Actual	4,100,327	1,181,496	2,935,413	4,103,939	4,995,008

Condition Rating:

Average Pavement Condition Index (PCI)

	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Total System	63	63	65	67	69

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
<u>1937 Firefighters' Pension Plan:</u>						
01/01/09	\$ 1,420,305	\$ 108,739,500	\$ (107,319,195)	1%	\$ 136,900	(78,392%)
01/01/10	1,771,481	99,673,900	(97,902,419)	2%	50,100	(195,414%)
01/01/11	733,811	100,224,400	(99,490,589)	1%	52,100	(190,961%)
01/01/12	824,984	87,227,900	(86,402,916)	1%	52,200	(165,523%)
01/01/13	635,809	83,131,300	(82,495,491)	1%	-	N/A
01/01/14	421,279	93,742,300	(93,321,021)	0%	-	N/A
<u>1925 Police Officers' Pension Plan:</u>						
01/01/09	\$ 3,600,861	\$ 115,100,200	\$ (111,499,339)	3%	\$ 747,900	(14,908%)
01/01/10	2,593,260	116,137,100	(113,543,840)	2%	782,100	(14,518%)
01/01/11	1,439,838	117,915,700	(116,475,862)	1%	508,400	(22,910%)
01/01/12	1,853,026	105,130,000	(103,276,974)	2%	353,300	(29,232%)
01/01/13	1,034,022	106,802,900	(105,768,878)	1%	261,000	(40,524%)
01/01/14	1,612,528	119,826,800	(118,214,272)	1%	212,800	(40,524%)
<u>Sanitary Officers' Pension:</u>						
01/01/10	\$ 99,950	\$ 6,516,098	\$ (6,416,148)	2%	\$ 24,442	(26,251%)
01/01/11	144,131	6,337,004	(6,192,873)	2%	-	N/A
01/01/12	215,227	6,121,362	(5,906,135)	4%	-	N/A
01/01/13	152,335	8,932,147	(8,779,812)	2%	-	N/A
01/01/14	33,932	8,580,753	(8,546,821)	0%	-	N/A
01/01/15	49,252	9,921,779	(9,872,527)	0%	-	N/A
<u>Retiree Healthcare Plan</u>						
01/01/13	\$ -	\$ 75,828,671	\$ (75,828,671)	0%	\$ 99,760,520	(76%)
01/01/14	-	109,627,185	(109,627,185)	0%	100,893,778	(109%)
01/01/15	-	114,128,359	(114,128,359)	0%	105,054,298	(109%)

N/A - Not applicable

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS FROM THE EMPLOYER

Retiree Healthcare Plan		
Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed
12/31/12	\$ 8,220,636	57%
12/31/13	8,220,636	47%
12/31/14	10,562,709	46%

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
Last 10 Fiscal Years *

<u>1937 Firefighters' Pension Plan</u>	<u>2014</u>	<u>2013</u>
Total pension liability		
Service cost	\$ -	\$ -
Interest	3,894,050	4,778,921
Change in benefit terms	-	-
Differences between expected and actual experience	-	(401,476)
Change of assumptions	11,845,931	13,198,813
Benefit payments, including refunds of member contributions	<u>(6,806,308)</u>	<u>(6,965,285)</u>
Net change in total pension liability	8,933,673	10,610,973
Total pension liability - beginning	<u>93,742,307</u>	<u>83,131,334</u>
Total pension liability - ending	<u>102,675,980</u>	<u>93,742,307</u>
Plan fiduciary net position		
Contributions - employer		-
Contributions - member		-
Non-employer contributing entity contributions	6,850,878	6,771,704
Net investment income	469	501
Benefit payments, including refunds of member contributions	(6,806,308)	(6,965,285)
Administrative expense	(22,055)	(21,633)
Other	<u>-</u>	<u>183</u>
Net change in plan fiduciary net position	22,984	(214,530)
Plan fiduciary net position - beginning	<u>421,279</u>	<u>635,809</u>
Plan fiduciary net position - ending	<u>444,263</u>	<u>421,279</u>
Net pension liability	<u>\$ 102,231,717</u>	<u>\$ 93,321,028</u>
 <u>1925 Police Officers' Pension Plan</u>	 <u>2014</u>	 <u>2013</u>
Total pension liability		
Service cost	\$ 95,039	\$ 66,728
Interest	4,998,646	6,175,881
Change in benefit terms		
Differences between expected and actual experience	-	(3,273,748)
Change of assumptions	16,219,587	17,931,620
Benefit payments, including refunds of member contributions	<u>(7,759,395)</u>	<u>(7,876,577)</u>
Net change in total pension liability	13,553,877	13,023,904
Total pension liability - beginning	<u>119,826,814</u>	<u>106,802,910</u>
Total pension liability - ending	<u>133,380,691</u>	<u>119,826,814</u>
Plan fiduciary net position		
Contributions - employer	-	-
Contributions - member	288	72
Non-employer contributing entity contributions	7,683,308	8,420,573
Net investment income	1,399	1,169
Benefit payments, including refunds of member contributions	(7,759,395)	(7,846,037)
Administrative expense	(16,092)	(15,142)
Other	<u>9,110</u>	<u>17,871</u>
Net change in plan fiduciary net position	(81,382)	578,506
Plan fiduciary net position - beginning	<u>1,612,528</u>	<u>1,034,022</u>
Plan fiduciary net position - ending	<u>1,531,146</u>	<u>1,612,528</u>
Net pension liability	<u>\$ 131,849,545</u>	<u>\$ 118,214,286</u>

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
Last 10 Fiscal Years *
(Continued)

<u>Sanitary Officers' Pension Plan</u>	<u>2014</u>	<u>2013</u>
Total pension liability		
Service cost	\$ -	\$ -
Interest	249,800	257,423
Change in benefit terms	-	-
Differences between expected and actual experience	441,955	(151,071)
Change of assumptions	1,118,351	-
Benefit payments, including refunds of member contributions	<u>(469,080)</u>	<u>(457,746)</u>
Net change in total pension liability	1,341,026	(351,394)
Total pension liability - beginning	<u>8,580,753</u>	<u>8,932,147</u>
Total pension liability - ending	<u>9,921,779</u>	<u>8,580,753</u>
Plan fiduciary net position		
Contributions - employer	489,972	343,610
Contributions - member	-	-
Net investment income	4	43
Benefit payments, including refunds of member contributions	(469,080)	(457,746)
Administrative expense	(4,301)	(4,313)
Other	<u>-</u>	<u>-</u>
Net change in plan fiduciary net position	16,595	(118,406)
Plan fiduciary net position - beginning	<u>32,657</u>	<u>151,063</u>
Plan fiduciary net position - ending	<u>49,252</u>	<u>32,657</u>
Net pension liability	<u><u>\$ 9,872,527</u></u>	<u><u>\$ 8,548,096</u></u>

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE CITY'S NET PENSION LIABILITY AND RELATED RATIOS
Last 10 Fiscal Years *
(Continued)

1937 Firefighters' Pension Plan

	<u>2014</u>	<u>2013</u>
Total pension liability	\$ 102,675,980	\$ 93,742,307
Less plan fiduciary net position	<u>444,263</u>	<u>421,279</u>
Net pension liability	<u>\$ 102,231,717</u>	<u>\$ 93,321,028</u>
Plan fiduciary net position as a percentage of the total pension liability	0.43%	0.45%
Covered employee payroll	\$ -	\$ -
Net pension liability as a percentage of covered employee payroll	N/A	N/A

1925 Police Officers' Pension Plan

	<u>2014</u>	<u>2013</u>
Total pension liability	\$ 133,380,691	\$ 119,826,814
Less plan fiduciary net position	<u>1,531,146</u>	<u>1,612,528</u>
Net pension liability	<u>\$ 131,849,545</u>	<u>\$ 118,214,286</u>
Plan fiduciary net position as a percentage of the total pension liability	1.15%	1.35%
Covered employee payroll	\$ 186,196	\$ 212,795
Net pension liability as a percentage of covered employee payroll	70,812.23%	55,553.13%

Sanitary Officers' Pension Plan

	<u>2014</u>	<u>2013</u>
Total pension liability	\$ 9,921,779	\$ 8,580,753
Less plan fiduciary net position	<u>49,252</u>	<u>32,657</u>
Net pension liability	<u>\$ 9,872,527</u>	<u>\$ 8,548,096</u>
Plan fiduciary net position as a percentage of the total pension liability	0.50%	0.38%
Covered employee payroll	\$ -	\$ -
Net pension liability as a percentage of covered employee payroll	N/A	N/A

Note:

* GASB 67 requires that information be shown for 10 years. Until a full 10 year trend is compiled, information will be shown for those years for which the information is available.

The notes to RSI are an integral part of the RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CITY CONTRIBUTIONS
Last 10 Fiscal Years *

<u>1937 Firefighters' Pension Plan</u>	<u>2014</u>	<u>2013</u>
Actuarially determined contribution	\$ 6,850,878	\$ 6,771,704
Contributions in relation to the actuarially determined contribution	<u>6,850,878</u>	<u>6,771,704</u>
Contribution deficiency (excess)	<u>\$ -</u>	<u>\$ -</u>
Covered employee payroll	\$ -	\$ -
Contributions as a percentage of covered employee payroll	N/A	N/A
 <u>1925 Police Officers' Pension Plan</u>	 <u>2014</u>	 <u>2013</u>
Actuarially determined contribution	\$ 7,749,424	\$ 7,876,577
Contributions in relation to the actuarially determined contribution	<u>7,683,596</u>	<u>8,420,645</u>
Contribution deficiency (excess)	<u>\$ 65,828</u>	<u>\$ (544,068)</u>
Covered employee payroll	\$ 186,196	\$ 212,795
Contributions as a percentage of covered employee payroll	4,126.62%	3,957.16%
 <u>Sanitary Officers' Pension Plan</u>	 <u>2014</u>	 <u>2013</u>
Actuarially determined contribution	\$ 554,448	\$ 550,910
Contributions in relation to the actuarially determined contribution	<u>489,972</u>	<u>343,610</u>
Contribution deficiency (excess)	<u>\$ 64,476</u>	<u>\$ 207,300</u>
Covered employee payroll	\$ -	\$ -
Contributions as a percentage of covered employee payroll	N/A	N/A

Note:

* GASB 67 requires that information be shown for 10 years. Until a full 10 year trend is compiled, information will be shown for those years for which the information is available.

The notes to RSI are an integral part of the RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF INVESTMENT RETURNS
Last 10 Fiscal Years *

<u>1937 Firefighters' Pension Plan</u>	<u>2014</u>	<u>2013</u>
Annual money-weighted rate of return, net of investment expense	N/A **	N/A **
<u>1925 Police Officers' Pension Plan</u>	<u>2014</u>	<u>2013</u>
Annual money-weighted rate of return, net of investment expense	N/A **	N/A **
<u>Sanitary Officers' Pension Plan</u>	<u>2014</u>	<u>2013</u>
Annual money-weighted rate of return, net of investment expense	N/A **	N/A **

Notes:

* GASB 67 requires that information be shown for 10 years. Until a full 10 year trend is compiled, information will be shown for those years for which the information is available.

** The City of Fort Wayne pension funds do not have any investments and, therefore, no returns on investment to report.

The notes to RSI are an integral part of the RSI.

CITY OF FORT WAYNE, INDIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2014

Note 1. Budgets and Budgetary Accounting

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

CITY OF FORT WAYNE, INDIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2014
(Continued)

8. Budgeted amounts are as originally adopted, or as amended by the City Council and approved by the Indiana Department of Local Government Finance in the regular legal manner. Net decreases to the original appropriations totaled \$85,199 in 2014.

B. Expenditures in Excess of Appropriations

For the year ended December 31, 2014, expenditures exceeded budgeted appropriations at the legal level of control (object classification for all funds except the General Fund, which is by object classification within each department) in the following funds, by the amounts below:

General	Board of Public Works	Personal services	\$ 66,153
General	Board of Public Works	Other services and charges	19,933
General	Board of Public Works	Capital outlay	436
General	Community Development	Other services and charges	9,550
General	Law	Other services and charges	38,482
Cable TV		Other services and charges	107,403

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

Note 2. Infrastructure Assets – Modified Approach

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

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

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

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

CITY OF FORT WAYNE, INDIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2014
(Continued)

Note 3. Financial Reporting – Pension Plans

A. Changes of assumptions.

- The discount rate for the 1937 Firefighters' and 1925 Police Officers' Pension plans decreased from 6% for the January 1, 2013 valuation to 2.56% for the December 31, 2014 valuation, based on the Barclay's 20-year Municipal Bond Index rate.
- For the Sanitary Officers' Pension plan, in 2014, there was a change from the use of RP-2000 Combined Healthy Mortality (sex-distinct) projected to 2014 using Scale BB to the RP-2014 Total Data Set Mortality with Two Dimensional Generational Mortality Improvement Scale MP-2014.

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

The actuarially determined contribution rates in the schedule of the 1937 Firefighters' and 1925 Police Officers' Pension plans contributions are calculated as of December 31, 2014. The following actuarial method and assumptions were used to determine contribution rates reported in their respective schedules:

1937 Firefighters' and 1925 Police Officers' Pension Plans

Actuarial cost method	Entry Age Normal – Level Percent of Payroll
Amortization method	Level percentage of projected payroll, closed
Remaining amortization period	20 years
Inflation	3.0%
Salary increases	2.50%
Cost-of-Living Increases	Non-converted 2.50% per year in retirement Converted 2.00% per year in retirement
Discount rate	2.56% (Based on Barclay's 20-year Municipal Bond Index rate)
Mortality assumption	Future mortality improvement scale inherent in the mortality projection shown in the Social Security Administration's 2014 Trustee report

Sanitary Officers' Pension Plan

Actuarial cost method	Entry Age Normal – Level Percent of Payroll
Amortization method	Level percentage of projected payroll, closed
Remaining amortization period	20 years
Inflation	3.0%
Cost-of-Living Increases	4.0%
Discount rate	3.0%
Mortality assumption	RP-2014 Blue Collar Morality (sex-distinct) with mortality improvement projected on a generational basis using Scale MP-2014

SUPPLEMENTARY INFORMATION



Major Governmental Funds

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

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

General Government:

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

Public Safety:

- Weights and Measures
- Police Merit Commission
- Police

Highways and Streets:

- Street Lighting/Flood/Transportation Engineering/Infrastructure

Health and Welfare:

- Animal Control

Economic Opportunity:

- Metropolitan Human Relations

Economic Development:

- Community Development

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

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

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

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

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

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

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

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

CITY OF FORT WAYNE
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND
For The Year Ended December 31, 2014

<u>Function and Department</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
General government:				
Mayor				
Personal services	\$ 2,136,284	\$ 2,119,284	\$ 2,053,514	\$ 65,770
Supplies	13,018	13,018	11,361	1,657
Other services and charges	129,448	143,539	120,588	22,951
Finance & Administration				
Personal services	2,216,940	2,216,940	2,147,408	69,532
Supplies	187,306	207,306	207,244	62
Other services and charges	6,609,104	6,275,430	5,647,317	628,113
Capital outlay	294,202	120,881	42,391	78,490
City Clerk				
Personal services	489,598	489,598	476,377	13,221
Supplies	10,550	10,550	9,751	799
Other services and charges	32,150	32,150	26,438	5,712
City Council				
Personal services	484,071	484,071	479,962	4,109
Supplies	750	750	185	565
Other services and charges	3,893	3,893	463	3,430
Board of Works				
Personal services	461,653	461,653	527,806	(66,153)
Supplies	5,936	5,936	5,021	915
Other services and charges	15,565	15,565	35,498	(19,933)
Law				
Personal services	398,185	398,185	395,541	2,644
Supplies	2,188	2,188	1,353	835
Other services and charges	110,436	110,436	148,918	(38,482)
Internal Audit				
Personal services	267,606	267,606	262,028	5,578
Supplies	300	300	295	5
Other services and charges	8,956	8,956	3,942	5,014
Total General government	<u>13,878,139</u>	<u>13,388,235</u>	<u>12,603,401</u>	<u>784,834</u>
Public safety:				
Weights and Measures				
Personal services	115,994	117,994	117,669	325
Supplies	5,973	5,973	3,643	2,330
Other services and charges	11,562	11,562	10,093	1,469
Capital outlay	17,000	15,000	-	15,000
Police Merit Commission				
Personal services	5,000	5,000	2,500	2,500
Police				
Personal services	42,190,072	43,191,072	42,688,560	502,512
Supplies	2,349,592	2,232,269	2,142,012	90,257
Other services and charges	6,953,393	6,917,393	6,902,236	15,157
Capital outlay	99,975	69,975	68,597	1,378
Total Public safety	<u>51,748,561</u>	<u>52,566,238</u>	<u>51,935,310</u>	<u>630,928</u>
Highways and streets:				
Street Lighting/Flood/Transp Engineering/Infrastructure				
Personal services	3,299,649	3,246,649	3,119,312	127,337
Supplies	425,045	420,471	413,093	7,378
Other services and charges	3,235,008	3,192,471	3,151,736	40,735
Capital outlay	5,071,000	4,545,159	4,545,595	(436)
Total Highways and streets	<u>12,030,702</u>	<u>11,404,750</u>	<u>11,229,736</u>	<u>175,014</u>

(Continued)

CITY OF FORT WAYNE
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND
For The Year Ended December 31, 2014
(Continued)

<u>Function and Department</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Health and welfare:				
Animal Control				
Personal services	2,253,614	2,248,614	2,216,194	32,420
Supplies	122,492	122,174	116,162	6,012
Other services and charges	<u>341,124</u>	<u>340,134</u>	<u>323,154</u>	<u>16,980</u>
Total Health and welfare	<u>2,717,230</u>	<u>2,710,922</u>	<u>2,655,510</u>	<u>55,412</u>
Economic opportunity:				
Metropolitan Human Relations				
Personal services	639,902	639,902	631,720	8,182
Supplies	3,096	3,096	2,106	990
Other services and charges	<u>17,661</u>	<u>17,661</u>	<u>12,408</u>	<u>5,253</u>
Total Economic opportunity	<u>660,659</u>	<u>660,659</u>	<u>646,234</u>	<u>14,425</u>
Economic development:				
Community Development				
Personal services	3,575,436	3,575,436	3,499,580	75,856
Supplies	57,500	57,500	44,719	12,781
Other services and charges	677,093	675,008	684,558	(9,550)
Capital outlay	<u>5,998</u>	<u>4,903</u>	<u>1,605</u>	<u>3,298</u>
Total Economic development	<u>4,316,027</u>	<u>4,312,847</u>	<u>4,230,462</u>	<u>82,385</u>
Total General Fund	<u>\$ 85,351,318</u>	<u>\$ 85,043,651</u>	<u>\$ 83,300,653</u>	<u>\$ 1,742,998</u>

CITY OF FORT WAYNE
BUDGETARY COMPARISON SCHEDULES -
OTHER BUDGETED MAJOR GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014

	Redevelopment				CEDIT			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 9,729,432	\$ 9,729,432	\$ 9,737,304	\$ 7,872	\$ 23,407,000	\$ 23,407,000	\$ 23,407,698	\$ 698
Intergovernmental	-	-	-	-	1,320	1,320	1,320	-
Charges for services	543,958	543,958	543,958	-	-	-	-	-
Other	8,132,235	8,132,235	8,132,235	-	42,789	42,789	34,587	(8,202)
Total revenues	18,405,625	18,405,625	18,413,497	7,872	23,451,109	23,451,109	23,443,605	(7,504)
Expenditures:								
Urban redevelopment and housing:								
Personal services	573,623	573,623	569,966	3,657	-	-	-	-
Supplies	38,445	38,445	38,342	103	-	-	-	-
Other services and charges	7,724,833	7,724,833	7,721,771	3,062	-	-	-	-
Capital outlay	495,103	495,103	495,103	-	-	-	-	-
Debt service:								
Principal	2,445,197	2,445,197	2,445,197	-	6,325,000	6,325,000	6,325,000	-
Interest	2,289,639	2,289,639	2,289,639	-	2,325,540	1,888,883	1,888,881	2
Capital outlay	-	-	-	-	7,516,675	7,188,725	6,862,062	326,663
Total expenditures	13,566,840	13,566,840	13,560,018	6,822	16,167,215	15,402,608	15,075,943	326,665
Other financing sources (uses):								
Transfers in	16,779,192	16,779,192	16,779,192	-	2,592,188	2,592,188	3,155,845	563,657
Transfers out	(10,650,650)	(10,650,650)	(10,650,650)	-	(10,168,006)	(8,604,663)	(8,675,493)	(70,830)
Total other financing sources (uses)	6,128,542	6,128,542	6,128,542	-	(7,575,818)	(6,012,475)	(5,519,648)	492,827
Net change in fund balances	10,967,327	10,967,327	10,982,021	14,694	(291,924)	2,036,026	2,848,014	811,988
Fund balances - beginning	46,348,235	46,348,235	46,348,235	-	6,264,748	6,264,748	6,264,748	-
Fund balances - ending	\$ 57,315,562	\$ 57,315,562	\$ 57,330,256	\$ 14,694	\$ 5,972,824	\$ 8,300,774	\$ 9,112,762	\$ 811,988

Non-major Governmental Funds

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Non-major Governmental Funds (Continued)

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

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

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

Levy Excess – to account for property tax levy excess revenues.

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

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

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

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

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

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

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

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

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

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

Cumulative Capital Improvement – to account for cigarette tax distributions.

Cumulative Capital Development – to account for revenues from additional taxes levied on real and personal property.

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

Infrastructure Improvements – to account for the proceeds of bonds secured by a lease for infrastructure improvements.

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

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

CITY OF FORT WAYNE
COMBINING BALANCE SHEET -
NON-MAJOR GOVERNMENTAL FUNDS
December 31, 2014

	Non-major Special Revenue Funds	Non-major Debt Service Fund	Non-major Capital Projects Funds	Totals
<u>Assets</u>				
Cash and cash equivalents	\$ 6,488,376	\$ -	\$ 27,769,424	\$ 34,257,800
Receivables (net of allowances for uncollectibles):				
Taxes	788,551	-	52,596	841,147
Assessments	-	-	492,808	492,808
Intergovernmental	2,867,074	-	60,179	2,927,253
Loans	6,033,967	-	-	6,033,967
Miscellaneous	3,731,506	-	36,344	3,767,850
Interfund receivable - pooled cash	-	-	8,232,537	8,232,537
Interfund receivable	-	-	386,943	386,943
Due from other funds	2,680	-	93,579	96,259
Assets held for resale	4,348,328	-	1,347,910	5,696,238
	<u>24,260,482</u>	<u>-</u>	<u>38,472,320</u>	<u>62,732,802</u>
Total assets	\$ 24,260,482	\$ -	\$ 38,472,320	\$ 62,732,802
<u>Liabilities, deferred inflows of resources and fund balances</u>				
<u>Liabilities:</u>				
Accounts payable	\$ 504,857	\$ -	\$ 195,460	\$ 700,317
Wages and withholdings payable	401,468	-	-	401,468
Contracts payable	-	-	501,328	501,328
Retainage payable	-	-	178,063	178,063
Interfund payable - pooled cash	1,180,102	1,408,433	-	2,588,535
Due to other funds	-	-	93,579	93,579
Unearned revenue	101,909	-	-	101,909
	<u>2,188,336</u>	<u>1,408,433</u>	<u>968,430</u>	<u>4,565,199</u>
Total liabilities	2,188,336	1,408,433	968,430	4,565,199
Deferred inflows of resources	<u>1,754,723</u>	<u>-</u>	<u>580,324</u>	<u>2,335,047</u>
<u>Fund balances:</u>				
Nonspendable fund balance	10,176,687	-	1,347,910	11,524,597
Restricted fund balance	2,796,986	-	1,500,621	4,297,607
Committed fund balance	-	-	3,536,252	3,536,252
Assigned fund balance	7,606,777	-	30,538,783	38,145,560
Unassigned fund balance	(263,027)	(1,408,433)	-	(1,671,460)
	<u>20,317,423</u>	<u>(1,408,433)</u>	<u>36,923,566</u>	<u>55,832,556</u>
Total fund balances	20,317,423	(1,408,433)	36,923,566	55,832,556
Total liabilities, deferred inflows of resources and fund balances	\$ 24,260,482	\$ -	\$ 38,472,320	\$ 62,732,802

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 NON-MAJOR GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2014

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Non-major Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 4,744,433	\$ 1,000,000	\$ 1,241,471	\$ 6,985,904
Special assessments	-	-	695,473	695,473
Licenses and permits	1,359,828	-	-	1,359,828
Intergovernmental	8,407,033	-	671,043	9,078,076
Charges for services	1,492,838	-	-	1,492,838
Fines and forfeits	2,178,366	-	-	2,178,366
Other	2,262,950	1,000,000	219,531	3,482,481
Total revenues	20,445,448	2,000,000	2,827,518	25,272,966
Expenditures:				
Current:				
General government	2,694,168	-	-	2,694,168
Public safety	13,140,191	1,000	-	13,141,191
Highways and streets	1,359,903	-	-	1,359,903
Health and welfare	315,710	-	-	315,710
Economic opportunity	377,440	-	-	377,440
Economic development	416,974	-	-	416,974
Urban redevelopment and housing	3,814,609	-	-	3,814,609
Debt service:				
Principal	-	-	2,785,000	2,785,000
Interest and other charges	-	-	2,061,769	2,061,769
Capital outlay	-	-	14,267,844	14,267,844
Total expenditures	22,118,995	1,000	19,114,613	41,234,608
Excess (deficiency) of revenues over (under) expenditures	(1,673,547)	1,999,000	(16,287,095)	(15,961,642)
Other financing sources (uses):				
Transfers in	2,544,628	300,000	14,876,297	17,720,925
Transfers out	(228,899)	(2,406,875)	(10,729,794)	(13,365,568)
Issuance of debt	-	-	30,000,000	30,000,000
Capital leases issued	-	-	7,950,000	7,950,000
Total other financing sources (uses)	2,315,729	(2,106,875)	42,096,503	42,305,357
Net change in fund balances	642,182	(107,875)	25,809,408	26,343,715
Fund balances - beginning	19,675,241	(1,300,558)	11,114,158	29,488,841
Fund balances - ending	\$ 20,317,423	\$ (1,408,433)	\$ 36,923,566	\$ 55,832,556

CITY OF FORT WAYNE
COMBINING BALANCE SHEET -
NON-MAJOR SPECIAL REVENUE FUNDS
December 31, 2014

	Abandoned Vehicle	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	Community Development Block Grants	Reimbursable State Grants	Unsafe Building	DED International Trade	HOME
Assets										
Cash and cash equivalents	\$ 443,106	\$ -	\$ 1,513,770	\$ -	\$ 374,351	\$ -	\$ 7,263	\$ 1,318,129	\$ 825	\$ 5,910
Receivables (net of allowances for uncollectibles):										
Taxes	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	15,002	-	1,026,247	7,856	-	-	346,016
Loans	-	-	-	-	-	768,791	-	-	-	3,628,583
Miscellaneous	-	170,347	-	-	439,450	-	-	3,069,804	-	-
Due from other funds	-	-	-	-	-	-	-	-	-	-
Assets held for resale	-	-	-	-	-	2,490,451	-	-	-	30,296
Total assets	\$ 443,106	\$ 170,347	\$ 1,513,770	\$ 15,002	\$ 813,801	\$ 4,285,489	\$ 15,119	\$ 4,387,933	\$ 825	\$ 4,010,805
Liabilities, deferred inflows of resources and fund balances										
Liabilities:										
Accounts payable	\$ 15	\$ 1,710	\$ 419	\$ 135	\$ 137,244	\$ 49,226	\$ 2,286	\$ 33,710	\$ -	\$ 17,749
Wages and withholdings payable	-	21,983	205	2,196	-	47,778	3,448	-	-	-
Interfund payable - pooled cash	-	58,284	-	12,671	-	676,006	-	-	-	-
Unearned revenue	-	-	-	-	-	-	-	-	-	-
Total liabilities	15	81,977	624	15,002	137,244	773,010	5,734	33,710	-	17,749
Deferred inflows of resources	-	-	-	354	-	-	5,372	-	-	-
Fund balances:										
Nonspendable fund balance	-	-	-	-	-	3,262,409	-	-	-	3,470,320
Restricted fund balance	-	-	-	-	-	250,070	4,013	-	-	522,736
Assigned fund balance	443,091	88,370	1,513,146	-	676,557	-	-	4,354,223	825	-
Unassigned fund balance	-	-	-	(354)	-	-	-	-	-	-
Total fund balances	443,091	88,370	1,513,146	(354)	676,557	3,512,479	4,013	4,354,223	825	3,993,056
Total liabilities, deferred inflows of resources and fund balances	\$ 443,106	\$ 170,347	\$ 1,513,770	\$ 15,002	\$ 813,801	\$ 4,285,489	\$ 15,119	\$ 4,387,933	\$ 825	\$ 4,010,805

CITY OF FORT WAYNE
COMBINING BALANCE SHEET -
NON-MAJOR SPECIAL REVENUE FUNDS
December 31, 2014

	Affordable Housing Trust	Federal Revolving	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Neighborhood Stabilization 2013	Public Safety Academy Operating	Public Safety LOIT
<u>Assets</u>									
Cash and cash equivalents	\$ 7,073	\$ -	\$ 20,084	\$ -	\$ -	\$ -	\$ -	\$ 37,782	\$ -
Receivables (net of allowances for uncollectibles):									
Taxes	-	-	-	-	-	-	-	-	788,236
Intergovernmental	-	1,251,398	-	-	76,905	89,725	-	-	-
Loans	224,031	-	-	-	-	958,002	450,000	-	-
Miscellaneous	-	-	-	49,269	-	-	-	921	-
Due from other funds	-	-	-	-	-	-	-	-	-
Assets held for resale	-	-	-	-	-	1,136,673	690,908	-	-
 Total assets	<u>\$ 231,104</u>	<u>\$ 1,251,398</u>	<u>\$ 20,084</u>	<u>\$ 49,269</u>	<u>\$ 76,905</u>	<u>\$ 2,184,400</u>	<u>\$ 1,140,908</u>	<u>\$ 38,703</u>	<u>\$ 788,236</u>
 <u>Liabilities, deferred inflows of resources and fund balances</u>									
<u>Liabilities:</u>									
Accounts payable	\$ -	\$ 218,547	\$ -	\$ 894	\$ 242	\$ 3,010	\$ -	\$ -	\$ -
Wages and withholdings payable	-	25,976	-	17,153	-	-	-	-	-
Interfund payable - pooled cash	-	225,852	-	46,828	76,655	60,144	-	-	-
Unearned revenue	-	101,909	-	-	-	-	-	-	-
 Total liabilities	<u>-</u>	<u>572,284</u>	<u>-</u>	<u>64,875</u>	<u>76,897</u>	<u>63,154</u>	<u>-</u>	<u>-</u>	<u>-</u>
 Deferred inflows of resources	<u>-</u>	<u>906,521</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>788,236</u>
 <u>Fund balances:</u>									
Nonspendable fund balance	224,031	-	-	-	-	2,074,459	1,140,908	-	-
Restricted fund balance	-	-	-	-	8	46,787	-	-	-
Assigned fund balance	7,073	-	20,084	-	-	-	-	38,703	-
Unassigned fund balance	-	(227,407)	-	(15,606)	-	-	-	-	-
 Total fund balances	<u>231,104</u>	<u>(227,407)</u>	<u>20,084</u>	<u>(15,606)</u>	<u>8</u>	<u>2,121,246</u>	<u>1,140,908</u>	<u>38,703</u>	<u>-</u>
 Total liabilities, deferred inflows of resources and fund balances	<u>\$ 231,104</u>	<u>\$ 1,251,398</u>	<u>\$ 20,084</u>	<u>\$ 49,269</u>	<u>\$ 76,905</u>	<u>\$ 2,184,400</u>	<u>\$ 1,140,908</u>	<u>\$ 38,703</u>	<u>\$ 788,236</u>

CITY OF FORT WAYNE
COMBINING BALANCE SHEET -
NON-MAJOR SPECIAL REVENUE FUNDS
December 31, 2014

	Consolidated Communication Partnership	General Donation	Domestic Violence	Levy Excess	Animal Care Donation	Animal Control Special Project	Parking Fund	Barrett Law Surplus	Totals
Assets									
Cash and cash equivalents	\$ 693,131	\$ 977,036	\$ 10,131	\$ 7,586	\$ 871,753	\$ 158,867	\$ -	\$ 41,579	\$ 6,488,376
Receivables (net of allowances for uncollectibles):									
Taxes	-	-	315	-	-	-	-	-	788,551
Intergovernmental	-	53,925	-	-	-	-	-	-	2,867,074
Loans	-	4,560	-	-	-	-	-	-	6,033,967
Miscellaneous	-	393	-	-	-	-	1,322	-	3,731,506
Due from other funds	-	-	-	-	-	-	2,680	-	2,680
Assets held for resale	-	-	-	-	-	-	-	-	4,348,328
Total assets	<u>\$ 693,131</u>	<u>\$ 1,035,914</u>	<u>\$ 10,446</u>	<u>\$ 7,586</u>	<u>\$ 871,753</u>	<u>\$ 158,867</u>	<u>\$ 4,002</u>	<u>\$ 41,579</u>	<u>\$ 24,260,482</u>
Liabilities, deferred inflows of resources and fund balances									
Liabilities:									
Accounts payable	\$ 15,513	\$ 18,806	\$ 584	\$ -	\$ 2,592	\$ 2,175	\$ -	\$ -	\$ 504,857
Wages and withholdings payable	271,625	2,274	-	-	7,843	987	-	-	401,468
Interfund payable - pooled cash	-	-	-	-	-	-	23,662	-	1,180,102
Unearned revenue	-	-	-	-	-	-	-	-	101,909
Total liabilities	<u>287,138</u>	<u>21,080</u>	<u>584</u>	<u>-</u>	<u>10,435</u>	<u>3,162</u>	<u>23,662</u>	<u>-</u>	<u>2,188,336</u>
Deferred inflows of resources	-	53,925	315	-	-	-	-	-	1,754,723
Fund balances:									
Nonspendable fund balance	-	4,560	-	-	-	-	-	-	10,176,687
Restricted fund balance	-	956,349	-	-	861,318	155,705	-	-	2,796,986
Assigned fund balance	405,993	-	9,547	7,586	-	-	-	41,579	7,606,777
Unassigned fund balance	-	-	-	-	-	-	(19,660)	-	(263,027)
Total fund balances	<u>405,993</u>	<u>960,909</u>	<u>9,547</u>	<u>7,586</u>	<u>861,318</u>	<u>155,705</u>	<u>(19,660)</u>	<u>41,579</u>	<u>20,317,423</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 693,131</u>	<u>\$ 1,035,914</u>	<u>\$ 10,446</u>	<u>\$ 7,586</u>	<u>\$ 871,753</u>	<u>\$ 158,867</u>	<u>\$ 4,002</u>	<u>\$ 41,579</u>	<u>\$ 24,260,482</u>

CITY OF FORT WAYNE
COMBINING BALANCE SHEET -
NON-MAJOR CAPITAL PROJECTS FUNDS
December 31, 2014

	Renaissance Pointe	Equipment Purchase	Cumulative Capital Improvement	Cumulative Capital Development	Building Project	Infrastructure Improvements	Barrett Law Commercial	Barrett Law Revolving Improvement	Totals
<u>Assets</u>									
Cash and cash equivalents	\$ 1,773,949	\$ 2,963,262	\$ 687,971	\$ 274,757	\$ 3,574,925	\$ 16,224,606	\$ 105,232	\$ 2,164,722	\$ 27,769,424
Receivables (net of allowances for uncollectibles):									
Taxes	-	-	-	52,596	-	-	-	-	52,596
Assessments	-	-	-	-	-	-	498	492,310	492,808
Intergovernmental	-	-	60,179	-	-	-	-	-	60,179
Miscellaneous	-	-	-	-	-	-	40	36,304	36,344
Interfund receivable - pooled cash	-	-	-	-	-	8,232,537	-	-	8,232,537
Interfund receivable	-	386,943	-	-	-	-	-	-	386,943
Due from other funds	-	93,579	-	-	-	-	-	-	93,579
Assets held for resale	1,347,910	-	-	-	-	-	-	-	1,347,910
Total assets	<u>\$ 3,121,859</u>	<u>\$ 3,443,784</u>	<u>\$ 748,150</u>	<u>\$ 327,353</u>	<u>\$ 3,574,925</u>	<u>\$ 24,457,143</u>	<u>\$ 105,770</u>	<u>\$ 2,693,336</u>	<u>\$ 38,472,320</u>
<u>Liabilities, deferred inflows of resources and fund balances</u>									
<u>Liabilities:</u>									
Accounts payable	\$ -	\$ 38,384	\$ 39,343	\$ 26,640	\$ -	\$ 88,933	\$ -	\$ 2,160	\$ 195,460
Contracts payable	-	-	-	-	-	501,328	-	-	501,328
Contracts retainage payable	-	-	-	-	-	178,063	-	-	178,063
Due to other funds	-	-	-	-	-	93,579	-	-	93,579
Total liabilities	-	38,384	39,343	26,640	-	861,903	-	2,160	968,430
Deferred inflows of resources	-	-	60,179	52,596	-	-	538	467,011	580,324
<u>Fund balances:</u>									
Nonspendable fund balance	1,347,910	-	-	-	-	-	-	-	1,347,910
Restricted fund balance	1,500,621	-	-	-	-	-	-	-	1,500,621
Committed fund balance	-	3,405,400	-	130,852	-	-	-	-	3,536,252
Assigned fund balance	273,328	-	648,628	117,265	3,574,925	23,595,240	105,232	2,224,165	30,538,783
Total fund balances	<u>3,121,859</u>	<u>3,405,400</u>	<u>648,628</u>	<u>248,117</u>	<u>3,574,925</u>	<u>23,595,240</u>	<u>105,232</u>	<u>2,224,165</u>	<u>36,923,566</u>
Total liabilities, deferred inflows of resources and fund balances	<u>\$ 3,121,859</u>	<u>\$ 3,443,784</u>	<u>\$ 748,150</u>	<u>\$ 327,353</u>	<u>\$ 3,574,925</u>	<u>\$ 24,457,143</u>	<u>\$ 105,770</u>	<u>\$ 2,693,336</u>	<u>\$ 38,472,320</u>

CITY OF FORT WAYNE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2014

	Abandoned Vehicle	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	Community Development Block Grants	Reimbursable State Grants	Unsafe Building	DED International Trade	HOME
Revenues:										
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	84,687	-	1,275,141	-	-	-	-	-
Intergovernmental	-	-	-	64,398	-	2,171,501	106,603	-	-	241,423
Charges for services	7,810	229,338	155,350	-	-	185,294	-	-	-	85,203
Fines and forfeits	-	410,175	22,934	-	-	-	-	1,492,436	-	-
Other	149,781	1,173	10,353	-	440	-	6,306	25,599	3	516
Total revenues	157,591	640,686	273,324	64,398	1,275,581	2,356,795	112,909	1,518,035	3	327,142
Expenditures:										
Current:										
General government	-	588,363	-	-	1,187,039	-	22,490	-	-	-
Public safety	1,549	-	176,704	63,273	-	-	102,983	427,210	-	-
Highways and streets	-	-	-	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-	-
Economic opportunity	-	-	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-	3,184	-
Urban redevelopment and housing	-	-	-	-	-	2,295,247	-	-	-	244,977
Total expenditures	1,549	588,363	176,704	63,273	1,187,039	2,295,247	125,473	427,210	3,184	244,977
Excess (deficiency) of revenues over (under) expenditures	156,042	52,323	96,620	1,125	88,542	61,548	(12,564)	1,090,825	(3,181)	82,165
Other financing sources (uses):										
Transfers in	-	-	-	-	-	820	-	-	-	-
Transfers out	-	-	-	-	(24,000)	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	(24,000)	820	-	-	-	-
Net change in fund balances	156,042	52,323	96,620	1,125	64,542	62,368	(12,564)	1,090,825	(3,181)	82,165
Fund balances - beginning	287,049	36,047	1,416,526	(1,479)	612,015	3,450,111	16,577	3,263,398	4,006	3,910,891
Fund balances - ending	\$ 443,091	\$ 88,370	\$ 1,513,146	\$ (354)	\$ 676,557	\$ 3,512,479	\$ 4,013	\$ 4,354,223	\$ 825	\$ 3,993,056

CITY OF FORT WAYNE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2014

	Affordable Housing Trust	Federal Revolving	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Neighborhood Stabilization 2013	Public Safety Academy Operating	Public Safety LOIT
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 4,729,414
Licenses and permits	-	-	-	-	-	-	-	-	-
Intergovernmental	-	1,487,685	-	-	207,945	378,611	931,938	-	-
Charges for services	-	611,781	-	-	-	8,402	-	-	-
Fines and forfeits	-	250,248	-	-	-	-	-	-	-
Other	8	13,279	23	411,132	-	300	-	500	-
Total revenues	8	2,362,993	23	411,132	207,945	387,313	931,938	500	4,729,414
Expenditures:									
Current:									
General government	-	368,891	-	-	-	-	-	-	-
Public safety	-	1,079,255	-	-	-	-	-	1,066	4,729,414
Highways and streets	-	1,202,993	-	-	-	-	-	-	-
Health and welfare	-	-	-	-	-	-	-	-	-
Economic opportunity	-	377,440	-	-	-	-	-	-	-
Economic development	-	-	-	411,132	-	-	-	-	-
Urban redevelopment and housing	-	80,019	-	-	209,090	390,093	528,529	-	-
Total expenditures	-	3,108,598	-	411,132	209,090	390,093	528,529	1,066	4,729,414
Excess (deficiency) of revenues over (under) expenditures	8	(745,605)	23	-	(1,145)	(2,780)	403,409	(566)	-
Other financing sources (uses):									
Transfers in	-	2,170	-	-	-	-	-	-	-
Transfers out	-	(2,270)	-	-	-	-	-	-	-
Total other financing sources (uses)	-	(100)	-	-	-	-	-	-	-
Net change in fund balances	8	(745,705)	23	-	(1,145)	(2,780)	403,409	(566)	-
Fund balances - beginning	231,096	518,298	20,061	(15,606)	1,153	2,124,026	737,499	39,269	-
Fund balances - ending	\$ 231,104	\$ (227,407)	\$ 20,084	\$ (15,606)	\$ 8	\$ 2,121,246	\$ 1,140,908	\$ 38,703	\$ -

CITY OF FORT WAYNE
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2014

	Consolidated Communication Partnership	General Donation	Domestic Violence	Levy Excess	Animal Care Donation	Animal Control Special Project	Parking Fund	Barrett Law Surplus	Totals
Revenues:									
Taxes	\$ -	\$ -	\$ 7,433	\$ 7,586	\$ -	\$ -	\$ -	\$ -	\$ 4,744,433
Licenses and permits	-	-	-	-	-	-	-	-	1,359,828
Intergovernmental	2,477,627	-	-	-	339,302	-	-	-	8,407,033
Charges for services	122,839	86,821	-	-	-	-	-	-	1,492,838
Fines and forfeits	-	2,573	-	-	-	-	-	-	2,178,366
Other	723,958	515,131	-	-	2,749	133,198	267,901	600	2,262,950
Total revenues	3,324,424	604,525	7,433	7,586	342,051	133,198	267,901	600	20,445,448
Expenditures:									
Current:									
General government	-	237,791	-	-	-	-	287,561	2,033	2,694,168
Public safety	6,376,047	175,391	7,299	-	-	-	-	-	13,140,191
Highways and streets	-	156,910	-	-	-	-	-	-	1,359,903
Health and welfare	-	-	-	-	171,606	144,104	-	-	315,710
Economic opportunity	-	-	-	-	-	-	-	-	377,440
Economic development	-	2,658	-	-	-	-	-	-	416,974
Urban redevelopment and housing	-	66,654	-	-	-	-	-	-	3,814,609
Total expenditures	6,376,047	639,404	7,299	-	171,606	144,104	287,561	2,033	22,118,995
Excess (deficiency) of revenues over (under) expenditures	(3,051,623)	(34,879)	134	7,586	170,445	(10,906)	(19,660)	(1,433)	(1,673,547)
Other financing sources (uses):									
Transfers in	2,318,848	201,190	-	-	-	21,600	-	-	2,544,628
Transfers out	-	(168,154)	-	-	(21,720)	(12,755)	-	-	(228,899)
Total other financing sources (uses)	2,318,848	33,036	-	-	(21,720)	8,845	-	-	2,315,729
Net change in fund balances	(732,775)	(1,843)	134	7,586	148,725	(2,061)	(19,660)	(1,433)	642,182
Fund balances - beginning	1,138,768	962,752	9,413	-	712,593	157,766	-	43,012	19,675,241
Fund balances - ending	\$ 405,993	\$ 960,909	\$ 9,547	\$ 7,586	\$ 861,318	\$ 155,705	\$ (19,660)	\$ 41,579	\$ 20,317,423

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND OTHER CHANGES IN FUND BALANCES -
 NON-MAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2014

	Renaissance Pointe	Equipment Purchase	Cumulative Capital Improvement	Cumulative Capital Development	Building Project	Infrastructure Improvements	Barrett Law Commercial	Barrett Law Revolving Improvement	Totals
Revenues:									
Taxes	\$ -	\$ -	\$ -	\$ 1,241,471	\$ -	\$ -	\$ -	\$ -	\$ 1,241,471
Special assessments	-	-	-	-	-	-	2,173	693,300	695,473
Intergovernmental	-	-	671,043	-	-	-	-	-	671,043
Other	(20,598)	429	9,796	-	227,545	840	19	1,500	219,531
Total revenues	(20,598)	429	680,839	1,241,471	227,545	840	2,192	694,800	2,827,518
Expenditures:									
Debt service:									
Principal	-	-	-	-	2,295,000	490,000	-	-	2,785,000
Interest and other charges	-	-	-	-	1,569,115	492,654	-	-	2,061,769
Capital outlay	-	6,480,193	678,451	993,354	-	5,920,554	-	195,292	14,267,844
Total expenditures	-	6,480,193	678,451	993,354	3,864,115	6,903,208	-	195,292	19,114,613
Excess (deficiency) of revenues over (under) expenditures	(20,598)	(6,479,764)	2,388	248,117	(3,636,570)	(6,902,368)	2,192	499,508	(16,287,095)
Other financing sources (uses):									
Transfers in	-	5,325,201	-	-	3,648,895	5,902,201	-	-	14,876,297
Transfers out	-	(5,325,201)	-	-	-	(5,404,593)	-	-	(10,729,794)
Issuance of debt	-	-	-	-	-	30,000,000	-	-	30,000,000
Capital leases issued	-	7,950,000	-	-	-	-	-	-	7,950,000
Total other financing sources	-	7,950,000	-	-	3,648,895	30,497,608	-	-	42,096,503
Net change in fund balances	(20,598)	1,470,236	2,388	248,117	12,325	23,595,240	2,192	499,508	25,809,408
Fund balances - beginning	3,142,457	1,935,164	646,240	-	3,562,600	-	103,040	1,724,657	11,114,158
Fund balances - ending	\$ 3,121,859	\$ 3,405,400	\$ 648,628	\$ 248,117	\$ 3,574,925	\$ 23,595,240	\$ 105,232	\$ 2,224,165	\$ 36,923,566

CITY OF FORT WAYNE
BUDGETARY COMPARISON SCHEDULES -
OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014

	Parking Meter				Law Enforcement Training				Cable Television			
	Budgeted Amounts		Variance Positive (Negative)		Budgeted Amounts		Variance Positive (Negative)		Budgeted Amounts		Variance Positive (Negative)	
	Original	Final			Original	Final			Original	Final		
Revenues:												
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ 89,000	\$ 89,000	\$ 84,687	\$ (4,313)	\$ 1,068,000	\$ 1,068,000	\$ 1,275,141	\$ 207,141
Charges for services	303,000	303,000	229,338	(73,662)	147,450	147,450	155,350	7,900	-	-	-	-
Fines and forfeits	400,000	400,000	410,175	10,175	33,600	33,600	22,934	(10,666)	-	-	-	-
Other	-	-	1,173	1,173	-	-	10,353	10,353	-	-	440	440
Total revenues	703,000	703,000	640,686	(62,314)	270,050	270,050	273,324	3,274	1,068,000	1,068,000	1,275,581	207,581
Expenditures:												
General government:												
Personal services	521,118	521,118	501,633	19,485	-	-	-	-	-	-	-	-
Supplies	16,566	16,566	15,345	1,221	-	-	-	-	-	-	-	-
Other services and charges	83,172	83,172	71,385	11,787	-	-	-	-	1,090,000	1,079,636	1,187,039	(107,403)
Capital outlay	-	-	-	-	-	-	-	-	-	-	-	-
Public safety:												
Other services and charges	-	-	-	-	193,000	189,130	176,704	12,426	-	-	-	-
Total expenditures	620,856	620,856	588,363	32,493	193,000	189,130	176,704	12,426	1,090,000	1,079,636	1,187,039	(107,403)
Other financing sources (uses):												
Transfers out	-	-	-	-	-	-	-	-	(24,000)	(24,000)	(24,000)	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-	(24,000)	(24,000)	(24,000)	-
Net change in fund balances	82,144	82,144	52,323	(29,821)	77,050	80,920	96,620	15,700	(46,000)	(35,636)	64,542	100,178
Fund balance - beginning	36,047	36,047	36,047	-	1,416,526	1,416,526	1,416,526	-	612,015	612,015	612,015	-
Fund balances - ending	\$ 118,191	\$ 118,191	\$ 88,370	\$ (29,821)	\$ 1,493,576	\$ 1,497,446	\$ 1,513,146	\$ 15,700	\$ 566,015	\$ 576,379	\$ 676,557	\$ 100,178

(Continued)

CITY OF FORT WAYNE
BUDGETARY COMPARISON SCHEDULES -
OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
For The Year Ended December 31, 2014
(Continued)

	Unsafe Building				Public Safety LOIT				Domestic Violence			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final			Original	Final		
Revenues:												
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 4,729,414	\$ 4,729,414	\$ 4,729,414	\$ -	\$ 7,433	\$ 7,433	\$ 7,433	\$ -
Fines and forfeits	1,492,436	1,492,436	1,492,436	-	-	-	-	-	-	-	-	-
Other	25,599	25,599	25,599	-	-	-	-	-	-	-	-	-
Total revenues	1,518,035	1,518,035	1,518,035	-	4,729,414	4,729,414	4,729,414	-	7,433	7,433	7,433	-
Expenditures:												
Public safety:												
Personal Services	-	-	-	-	4,729,414	4,729,414	4,729,414	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-	150	150	150	-
Other services and charges	427,210	427,210	427,210	-	-	-	-	-	7,149	7,149	7,149	-
Total expenditures	427,210	427,210	427,210	-	4,729,414	4,729,414	4,729,414	-	7,299	7,299	7,299	-
Net change in fund balances	1,090,825	1,090,825	1,090,825	-	-	-	-	-	134	134	134	-
Fund balances - beginning	3,263,398	3,263,398	3,263,398	-	-	-	-	-	9,413	9,413	9,413	-
Fund balances - ending	\$ 4,354,223	\$ 4,354,223	\$ 4,354,223	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 9,547	\$ 9,547	\$ 9,547	\$ -

	Cumulative Capital Improvement				Cumulative Capital Development			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,224,619	\$ 1,224,619	\$ 1,241,471	\$ 16,852
Intergovernmental	684,966	684,966	671,043	(13,923)	-	-	-	-
Other	-	-	9,796	9,796	-	-	-	-
Total revenues	684,966	684,966	680,839	(4,127)	1,224,619	1,224,619	1,241,471	16,852
Expenditures:								
Supplies	-	186,424	186,404	20	-	216,496	215,654	842
Services	-	199,000	190,225	8,775	210,000	242,079	219,908	22,171
Capital outlay	738,557	435,334	301,822	133,512	1,190,000	557,792	557,792	-
Total expenditures	738,557	820,758	678,451	142,307	1,400,000	1,016,367	993,354	23,013
Net change in fund balances	(53,591)	(135,792)	2,388	138,180	(175,381)	208,252	248,117	39,865
Fund balances - beginning	646,240	646,240	646,240	-	-	-	-	-
Fund balances - ending	\$ 592,649	\$ 510,448	\$ 648,628	\$ 138,180	\$ (175,381)	\$ 208,252	\$ 248,117	\$ 39,865

Non-major Proprietary Funds

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

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

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

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

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

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

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

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

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

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

CITY OF FORT WAYNE
COMBINING STATEMENT OF NET POSITION -
NON-MAJOR ENTERPRISE FUNDS
December 31, 2014

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
<u>Assets</u>							
Current assets:							
Cash and cash equivalents	\$ 758,277	\$ 539,125	\$ 9,098	\$ -	\$ -	\$ 448,334	\$ 1,754,834
Receivables:							
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	5,364	5,364
Miscellaneous receivable	6,359	-	-	-	-	-	6,359
Due from other funds	1,435,727	-	-	-	-	2	1,435,729
Prepaid expenses	281	1,320	-	-	-	9	1,610
Total current assets	<u>2,200,644</u>	<u>540,445</u>	<u>9,098</u>	<u>-</u>	<u>-</u>	<u>453,709</u>	<u>3,203,896</u>
Noncurrent assets:							
Restricted cash and cash equivalents	-	-	-	48,585	-	-	48,585
Capital Assets:							
Land, improvements to land and construction in progress	-	997,802	-	-	75,732	2,844	1,076,378
Other capital assets (net of accumulated depreciation)	<u>1,358,352</u>	<u>1,622,309</u>	<u>200,000</u>	<u>1,095,905</u>	<u>17,476</u>	<u>18,170</u>	<u>4,312,212</u>
Total noncurrent assets	<u>1,358,352</u>	<u>2,620,111</u>	<u>200,000</u>	<u>1,144,490</u>	<u>93,208</u>	<u>21,014</u>	<u>5,437,175</u>
Total assets	<u>3,558,996</u>	<u>3,160,556</u>	<u>209,098</u>	<u>1,144,490</u>	<u>93,208</u>	<u>474,723</u>	<u>8,641,071</u>
<u>Liabilities</u>							
Current liabilities:							
Accounts payable	35,366	-	-	1,565	-	16,519	53,450
Wages and withholdings payable	15,823	-	-	-	-	-	15,823
Contracts payable	746,670	-	-	-	-	-	746,670
Due to other funds	-	-	-	-	-	2,938	2,938
Interfund payable	-	-	-	-	-	43	43
Compensated absences payable - current portion	9,600	-	-	-	-	790	10,390
Capital lease payable - current portion	382,647	-	-	-	-	-	382,647
Revenue bonds payable - current portion	-	-	-	100,000	-	-	100,000
Accrued interest payable	18,564	-	-	21,647	-	-	40,211
Other current liabilities	-	-	-	-	-	798	798
Total current liabilities	<u>1,208,670</u>	<u>-</u>	<u>-</u>	<u>123,212</u>	<u>-</u>	<u>21,088</u>	<u>1,352,970</u>
Noncurrent liabilities:							
Compensated absences payable	-	-	-	-	-	464	464
Capital lease payable	1,025,473	-	-	-	-	-	1,025,473
Revenue bonds payable, net	-	-	-	745,000	-	-	745,000
Interfund payable	-	-	-	-	-	14	14
Total noncurrent liabilities	<u>1,025,473</u>	<u>-</u>	<u>-</u>	<u>745,000</u>	<u>-</u>	<u>478</u>	<u>1,770,951</u>
Total liabilities	<u>2,234,143</u>	<u>-</u>	<u>-</u>	<u>868,212</u>	<u>-</u>	<u>21,566</u>	<u>3,123,921</u>
<u>Net position</u>							
Net investment in capital assets	-	2,620,111	200,000	250,905	93,208	21,014	3,185,238
Restricted for:							
Debt service	-	-	-	25,373	-	-	25,373
Unrestricted	<u>1,324,853</u>	<u>540,445</u>	<u>9,098</u>	<u>-</u>	<u>-</u>	<u>432,143</u>	<u>2,306,539</u>
Total net position	<u>\$ 1,324,853</u>	<u>\$ 3,160,556</u>	<u>\$ 209,098</u>	<u>\$ 276,278</u>	<u>\$ 93,208</u>	<u>\$ 453,157</u>	<u>\$ 5,517,150</u>

CITY OF FORT WAYNE
COMBINING STATEMENT OF NET POSITION -
INTERNAL SERVICE FUNDS
December 31, 2014

	Self Insurance	Garage	Totals
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 3,305,003	\$ 840,891	\$ 4,145,894
Miscellaneous receivable	-	4,741	4,741
Due from other funds	18,729	140,508	159,237
Inventories	-	56,644	56,644
Prepaid expenses	451	369	820
Total current assets	<u>3,324,183</u>	<u>1,043,153</u>	<u>4,367,336</u>
Noncurrent assets:			
Capital assets:			
Land, improvements to land and construction in progress	-	27,277	27,277
Other capital assets (net of accumulated depreciation)	<u>21,410</u>	<u>382,636</u>	<u>404,046</u>
Total noncurrent assets	<u>21,410</u>	<u>409,913</u>	<u>431,323</u>
Total assets	<u>3,345,593</u>	<u>1,453,066</u>	<u>4,798,659</u>
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	1,057,561	50,613	1,108,174
Wages and withholdings payable	22,304	10,263	32,567
Contract payable	-	844,670	844,670
Due to other funds	-	2,068	2,068
Compensated absences payable - current portion	10,008	33,754	43,762
Accrued group insurance benefits payable	1,783,714	-	1,783,714
Other current liabilities	<u>231,475</u>	<u>-</u>	<u>231,475</u>
Total liabilities	<u>3,105,062</u>	<u>941,368</u>	<u>4,046,430</u>
<u>Net position</u>			
Net investment in capital assets	21,410	409,913	431,323
Unrestricted	<u>219,121</u>	<u>101,785</u>	<u>320,906</u>
Total net position	<u>\$ 240,531</u>	<u>\$ 511,698</u>	<u>\$ 752,229</u>

CITY OF FORT WAYNE
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
NON-MAJOR ENTERPRISE FUNDS
For The Year Ended December 31, 2014

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Operating revenues:							
Charges for goods and services	\$ 10,447,288	\$ 681,923	\$ 70,609	\$ 234,381	\$ -	\$ 165,656	\$ 11,599,857
Operating expenses:							
Personnel services	333,255	-	-	-	-	11	333,266
Contractual services	8,724,056	319,105	-	37,326	-	90,360	9,170,847
Utilities	2,373	57,619	-	-	-	-	59,992
Administrative services	-	-	-	-	-	25,449	25,449
Other supplies and services	344,849	49,214	84,599	-	-	4,454	483,116
Insurance claims and premiums	631	5,620	-	-	-	-	6,251
Depreciation	929,433	307,448	12,500	42,150	753	3,758	1,296,042
Total operating expenses	10,334,597	739,006	97,099	79,476	753	124,032	11,374,963
Operating income (loss)	112,691	(57,083)	(26,490)	154,905	(753)	41,624	224,894
Nonoperating revenues (expenses):							
Interest and investment revenue	1,845	-	8	-	-	-	1,853
Interest expense	(43,329)	-	-	(47,200)	-	-	(90,529)
Total nonoperating revenue (expenses)	(41,484)	-	8	(47,200)	-	-	(88,676)
Income (loss) before transfers	71,207	(57,083)	(26,482)	107,705	(753)	41,624	136,218
Transfers out	(966,040)	-	-	-	-	-	(966,040)
Change in net position	(894,833)	(57,083)	(26,482)	107,705	(753)	41,624	(829,822)
Total net position - beginning	2,219,686	3,217,639	235,580	168,573	93,961	411,533	6,346,972
Total net position - ending	\$ 1,324,853	\$ 3,160,556	\$ 209,098	\$ 276,278	\$ 93,208	\$ 453,157	\$ 5,517,150

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
 INTERNAL SERVICE FUNDS
 For The Year Ended December 31, 2014

	Self Insurance	Garage	Totals
Operating revenues:			
Charges for goods and services	\$ -	\$ 7,965,834	\$ 7,965,834
City contributions	28,097,712	-	28,097,712
Employee contributions	2,090,498	-	2,090,498
Insurance recoveries	43,746	-	43,746
Total operating revenues	30,231,956	7,965,834	38,197,790
Operating expenses:			
Personnel services	533,838	238,078	771,916
Contractual services	1,603,312	4,318,609	5,921,921
Utilities	607	37,904	38,511
Other supplies and services	19,678	3,367,797	3,387,475
Insurance claims and premiums	29,716,383	1,865	29,718,248
Depreciation	2,379	36,391	38,770
Total operating expenses	31,876,197	8,000,644	39,876,841
Operating loss	(1,644,241)	(34,810)	(1,679,051)
Nonoperating revenues:			
Interest and investment revenue	3,780	276	4,056
Miscellaneous revenue	-	10,527	10,527
Total nonoperating revenues	3,780	10,803	14,583
Change in net position	(1,640,461)	(24,007)	(1,664,468)
Total net position - beginning	1,880,992	535,705	2,416,697
Total net position - ending	\$ 240,531	\$ 511,698	\$ 752,229

CITY OF FORT WAYNE
COMBINING STATEMENT OF CASH FLOWS -
NON-MAJOR ENTERPRISE FUNDS
For The Year Ended December 31, 2014

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Cash flows from operating activities:							
Receipts from customers and users	\$ 10,516,820	\$ 681,923	\$ 77,540	\$ 234,475	\$ -	\$ 190,863	\$ 11,701,621
Payments to suppliers	(9,208,472)	(429,129)	(84,599)	(41,526)	-	(124,042)	(9,887,768)
Payments to employees	(323,203)	-	-	-	-	(11)	(323,214)
Other receipts	-	-	-	-	-	7	7
Net cash provided (used) by operating activities	985,145	252,794	(7,059)	192,949	-	66,817	1,490,646
Cash flows from noncapital financing activities:							
Transfer to other funds	(966,040)	-	-	-	-	-	(966,040)
Net cash used by noncapital financing activities	(966,040)	-	-	-	-	-	(966,040)
Cash flows from capital and related financing activities:							
Proceeds from sale of capital assets	-	-	-	-	-	14	14
Acquisition and construction of capital assets	(84,408)	-	-	-	-	2,311	(82,097)
Principal paid on capital debt	-	-	-	(95,000)	-	-	(95,000)
Capital lease payments	(386,874)	-	-	-	-	-	(386,874)
Interest paid on capital debt	(48,304)	-	-	(49,364)	-	-	(97,668)
Net cash provided (used) by capital and related financing activities	(519,586)	-	-	(144,364)	-	2,325	(661,625)
Cash flows from investing activities:							
Investment income received	1,845	-	8	-	-	-	1,853
Net increase (decrease) in cash and cash equivalents	(498,636)	252,794	(7,051)	48,585	-	69,142	(135,166)
Cash and cash equivalents, January 1	1,256,913	286,331	16,149	-	-	379,192	1,938,585
Cash and cash equivalents, December 31	\$ 758,277	\$ 539,125	\$ 9,098	\$ 48,585	\$ -	\$ 448,334	\$ 1,803,419
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	\$ 112,691	\$ (57,083)	\$ (26,490)	\$ 154,905	\$ (753)	\$ 41,624	\$ 224,894
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Depreciation expense	929,433	307,448	12,500	42,150	753	3,758	1,296,042
(Increase) decrease in assets:							
Miscellaneous receivable	58,154	-	6,931	94	-	25,207	90,386
Due from other funds	11,378	-	-	-	-	-	11,378
Prepaid expenses	(208)	2,429	-	-	-	-	2,221
Other assets	-	-	-	-	-	7	7
Increase (decrease) in liabilities:							
Accounts payable and other liabilities	(198,254)	-	-	(4,200)	-	(3,779)	(206,233)
Due to other funds	(1,579)	-	-	-	-	-	(1,579)
Wages and withholdings payable	7,422	-	-	-	-	-	7,422
Contracts payable	63,478	-	-	-	-	-	63,478
Compensated absences payable	2,630	-	-	-	-	-	2,630
Total adjustments	872,454	309,877	19,431	38,044	753	25,193	1,265,752
Net cash provided (used) by operating activities	\$ 985,145	\$ 252,794	\$ (7,059)	\$ 192,949	\$ -	\$ 66,817	\$ 1,490,646

CITY OF FORT WAYNE
COMBINING STATEMENT OF CASH FLOWS -
INTERNAL SERVICE FUNDS
For The Year Ended December 31, 2014

	Self Insurance	Garage	Totals
Cash flows from operating activities:			
Receipts from customers and users	\$ 30,319,271	\$ 7,964,450	\$ 38,283,721
Payments to suppliers	(32,160,608)	(7,272,014)	(39,432,622)
Payments to employees	(532,564)	(238,244)	(770,808)
Net cash provided (used) by operating activities	(2,373,901)	454,192	(1,919,709)
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	(23,789)	(48,940)	(72,729)
Cash flows from investing activities:			
Miscellaneous income received	-	10,527	10,527
Investment income received	3,780	276	4,056
Net cash provided by investing activities	3,780	10,803	14,583
Net increase (decrease) in cash and cash equivalents	(2,393,910)	416,055	(1,977,855)
Cash and cash equivalents, January 1	5,698,913	424,836	6,123,749
Cash and cash equivalents, December 31	\$ 3,305,003	\$ 840,891	\$ 4,145,894
Reconciliation of operating loss to net cash provided (used) by operating activities:			
Operating loss	\$ (1,644,241)	\$ (34,810)	\$ (1,679,051)
Adjustments to reconcile operating loss to net cash provided (used) by operating activities:			
Depreciation expense	2,379	36,391	38,770
(Increase) decrease in assets:			
Miscellaneous receivable	69,006	1,300	70,306
Due from other funds	18,309	(2,684)	15,625
Inventories	-	1,913	1,913
Prepaid expenses	(166)	(193)	(359)
Increase (decrease) in liabilities:			
Accounts payable and other liabilities	(1,265,453)	25,990	(1,239,463)
Due to other funds	(1,089)	55	(1,034)
Wages and withholdings payable	615	808	1,423
Contracts payable	-	426,396	426,396
Accrued group insurance benefits	446,080	-	446,080
Compensated absences payable	659	(974)	(315)
Total adjustments	(729,660)	489,002	(240,658)
Net cash provided (used) by operating activities	\$ (2,373,901)	\$ 454,192	\$ (1,919,709)

Non-major Fiduciary Funds

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

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

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

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

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

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET POSITION -
 PENSION TRUST FUNDS
 December 31, 2014

	Pension Trust Funds			
	Fire Pension	Police Pension	Sanitary Officers' Pension	Totals
<u>Assets</u>				
Cash and cash equivalents	\$ 458,579	\$ 1,550,453	\$ 30,729	\$ 2,039,761
Receivables:				
Taxes	-	-	19,842	19,842
Total assets	<u>458,579</u>	<u>1,550,453</u>	<u>50,571</u>	<u>2,059,603</u>
<u>Liabilities</u>				
Accounts payable	<u>14,316</u>	<u>19,307</u>	<u>1,319</u>	<u>34,942</u>
Net position restricted for pensions	<u>\$ 444,263</u>	<u>\$ 1,531,146</u>	<u>\$ 49,252</u>	<u>\$ 2,024,661</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CHANGES IN NET POSITION -
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2014

	Fire Pension	Police Pension	Sanitary Officers' Pension	Totals
<u>Additions</u>				
Contributions:				
Employer	\$ 6,850,878	\$ 7,683,308	\$ 489,972	\$ 15,024,158
Plan members	-	288	-	288
Other	-	9,110	-	9,110
Investment income:				
Interest	469	1,399	4	1,872
Total additions	<u>6,851,347</u>	<u>7,694,105</u>	<u>489,976</u>	<u>15,035,428</u>
<u>Deductions</u>				
Benefit payments, including refunds of member contributions	6,806,308	7,759,395	469,080	15,034,783
Administrative expenses	<u>22,055</u>	<u>16,092</u>	<u>4,301</u>	<u>42,448</u>
Total deductions	<u>6,828,363</u>	<u>7,775,487</u>	<u>473,381</u>	<u>15,077,231</u>
Net increase (decrease) in net position	22,984	(81,382)	16,595	(41,803)
<u>Net position restricted for pensions</u>				
Net position - beginning	<u>421,279</u>	<u>1,612,528</u>	<u>32,657</u>	<u>2,066,464</u>
Net position - ending	<u>\$ 444,263</u>	<u>\$ 1,531,146</u>	<u>\$ 49,252</u>	<u>\$ 2,024,661</u>

CITY OF FORT WAYNE
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES -
AGENCY FUND
For The Year Ended December 31, 2014

	<u>FWNP Program</u>
Assets:	
Other assets - January 1, 2014	\$ 31,156
Additions	311,643
Deductions	<u>(342,799)</u>
Other assets - December 31, 2014	<u>-</u>
Total assets - December 31, 2014	<u>\$ -</u>
Liabilities:	
Payables - January 1, 2014	\$ 31,156
Additions	-
Deductions	<u>(31,156)</u>
Payables - December 31, 2014	<u>-</u>
Total liabilities - December 31, 2014	<u>\$ -</u>

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STATISTICAL SECTION



Statistical Section

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

<u>Contents</u>	<u>Schedule</u>
Financial Trends These schedules contain trend information to help the reader understand how Fort Wayne's financial performance and well-being has changed over time.	1, 2, 3, 4
Revenue Capacity These schedules contain information to help the reader assess the factors affecting Fort Wayne's ability to generate its property taxes.	5, 6, 7, 8, 9, 10
Debt Capacity These schedules present information to help the reader assess the affordability of Fort Wayne's current levels of outstanding debt and the city's ability to issue additional debt in the future.	11, 12, 13, 14, 15
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which Fort Wayne's financial activities take place and to help make comparisons over time and with other governments.	16, 17
Operating Information These schedules contain information about Fort Wayne's operations and resources to help the reader understand how the city's financial information relates to the services Fort Wayne provides and the activities it performs.	18, 19, 20

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

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Governmental activities										
Net investment in capital assets	\$ 458,516,651	\$ 533,702,894	\$ 589,350,242	\$ 607,547,297	\$ 618,276,569	\$ 620,124,839	\$ 621,722,108	\$ 599,663,536	\$ 611,772,124	\$ 619,206,388
Unrestricted	<u>19,367,230</u>	<u>26,886,506</u>	<u>(2,400,493)</u>	<u>360,631</u>	<u>88,388,510</u>	<u>(17,889,370)</u>	<u>(9,568,045)</u>	<u>46,361,334</u>	<u>42,976,564</u>	<u>48,172,893</u>
Total governmental activities net position	<u>\$ 477,883,881</u>	<u>\$ 560,589,400</u>	<u>\$ 586,949,749</u>	<u>\$ 607,907,928</u>	<u>\$ 706,665,079</u>	<u>\$ 602,235,469</u>	<u>\$ 612,154,063</u>	<u>\$ 646,024,870</u>	<u>\$ 654,748,688</u>	<u>\$ 667,379,281</u>
Business-type activities										
Net investment in capital assets	\$ 349,671,981	\$ 320,404,006	\$ 386,420,190	\$ 402,815,943	\$ 414,351,923	\$ 411,514,334	\$ 417,438,607	\$ 428,453,754	\$ 434,943,499	\$ 444,907,612
Restricted	46,839,484	96,920,622	110,423,778	43,201,025	51,704,050	56,344,015	68,706,901	35,726,314	42,755,225	54,490,095
Unrestricted	<u>14,560,385</u>	<u>9,776,256</u>	<u>(48,810,671)</u>	<u>8,706,741</u>	<u>5,788,191</u>	<u>21,000,124</u>	<u>28,229,967</u>	<u>24,454,318</u>	<u>36,589,844</u>	<u>33,565,699</u>
Total business-type activities net position	<u>\$ 411,071,850</u>	<u>\$ 427,100,884</u>	<u>\$ 448,033,297</u>	<u>\$ 454,723,709</u>	<u>\$ 471,844,164</u>	<u>\$ 488,858,473</u>	<u>\$ 514,375,475</u>	<u>\$ 488,634,386</u>	<u>\$ 514,288,568</u>	<u>\$ 532,963,406</u>
Primary government										
Net investment in capital assets	\$ 808,188,632	\$ 854,106,900	\$ 975,770,432	\$ 1,010,363,240	\$ 1,032,628,492	\$ 1,031,639,173	\$ 1,039,160,715	\$ 1,028,117,290	\$ 1,046,715,623	\$ 1,064,114,000
Restricted	46,839,484	96,920,622	110,423,778	43,201,025	51,704,050	56,344,015	68,706,901	35,726,314	42,755,225	54,490,095
Unrestricted	<u>33,927,615</u>	<u>36,662,762</u>	<u>(51,211,164)</u>	<u>9,067,372</u>	<u>94,176,701</u>	<u>3,110,754</u>	<u>18,661,922</u>	<u>70,815,652</u>	<u>79,566,408</u>	<u>81,738,592</u>
Total primary government net position	<u>\$ 888,955,731</u>	<u>\$ 987,690,284</u>	<u>\$ 1,034,983,046</u>	<u>\$ 1,062,631,637</u>	<u>\$ 1,178,509,243</u>	<u>\$ 1,091,093,942</u>	<u>\$ 1,126,529,538</u>	<u>\$ 1,134,659,256</u>	<u>\$ 1,169,037,256</u>	<u>\$ 1,200,342,687</u>

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

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Expenses										
Governmental activities:										
General government	\$ 36,908,051	\$ 34,267,228	\$ 43,293,115	\$ 46,912,125	\$ 42,499,929	\$ 54,270,711	\$ 37,750,405	\$ 56,624,948	\$ 50,614,038	\$ 66,358,230
Public safety	80,640,428	85,874,761	73,322,973	89,437,205	91,472,609	88,538,736	99,719,439	117,073,744	95,038,152	89,423,819
Highways and streets	15,420,566	16,622,514	18,421,359	16,182,347	15,232,445	15,067,481	20,364,096	25,361,212	18,309,159	33,457,900
Sanitation	3,200	-	-	-	-	-	-	-	-	-
Health and welfare	1,913,439	2,048,561	2,061,814	2,241,770	2,208,504	2,293,273	2,360,378	2,427,916	2,337,893	2,436,466
Economic opportunity	563,393	633,818	676,725	581,361	614,539	629,750	853,216	859,447	1,097,287	1,023,674
Economic development	17,909,374	14,280,814	16,881,930	14,195,896	21,003,458	20,071,592	21,446,449	14,169,803	16,190,547	12,316,553
Culture and recreation	14,055,443	15,147,975	16,713,524	18,464,611	16,239,119	16,145,659	16,310,730	16,911,849	16,943,561	16,440,904
Urban redevelopment and housing	10,420,374	12,274,740	13,925,691	9,880,650	11,556,347	16,067,339	15,349,620	13,261,916	8,456,224	8,220,883
Interest on long-term debt	3,275,178	3,345,188	5,059,418	4,897,612	6,595,660	8,561,047	8,003,142	7,570,378	6,911,476	6,587,186
Total governmental activities expenses	<u>181,109,446</u>	<u>184,495,599</u>	<u>190,356,549</u>	<u>202,793,577</u>	<u>207,422,610</u>	<u>221,645,588</u>	<u>222,157,475</u>	<u>254,261,213</u>	<u>215,898,337</u>	<u>236,265,615</u>
Business-type activities:										
Water	20,937,933	22,097,610	23,967,328	25,534,359	27,115,430	28,536,908	30,172,661	30,861,585	31,646,349	35,909,639
Wastewater	22,897,615	25,818,890	25,070,120	27,108,486	30,155,146	32,286,367	35,442,210	36,861,668	39,188,536	43,919,976
Stormwater	5,455,740	6,790,476	8,524,119	9,297,028	8,814,871	6,726,323	6,644,746	6,340,243	6,988,721	7,852,619
Parking garages	872,193	856,677	870,496	1,103,152	927,160	962,090	1,031,575	840,032	1,029,036	962,781
Solid waste	6,433,915	9,198,279	9,685,013	9,173,713	9,421,139	9,176,636	9,537,722	10,302,317	10,587,142	10,377,926
Other	567,938	548,601	601,180	789,263	792,249	1,327,890	342,878	135,017	135,014	124,785
Total business-type activities expenses	<u>57,165,334</u>	<u>65,310,533</u>	<u>68,718,256</u>	<u>73,006,001</u>	<u>77,225,995</u>	<u>79,016,214</u>	<u>83,171,792</u>	<u>85,340,862</u>	<u>89,574,798</u>	<u>99,147,726</u>
Total primary government expenses	<u>\$ 238,274,780</u>	<u>\$ 249,806,132</u>	<u>\$ 259,074,805</u>	<u>\$ 275,799,578</u>	<u>\$ 284,648,605</u>	<u>\$ 300,661,802</u>	<u>\$ 305,329,267</u>	<u>\$ 339,602,075</u>	<u>\$ 305,473,135</u>	<u>\$ 335,413,341</u>
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 14,782,844	\$ 16,928,556	\$ 15,541,243	\$ 19,576,653	\$ 16,211,704	\$ 17,921,175	\$ 18,866,514	\$ 20,022,851	\$ 20,645,091	\$ 21,065,638
Public safety	1,794,739	1,998,386	3,669,870	3,466,134	2,784,920	3,187,197	2,131,190	4,556,089	2,009,087	4,413,243
Highways and streets	4,731,776	1,927,137	2,796,825	2,527,736	3,534,887	3,143,593	2,913,768	4,989,382	1,702,095	1,224,817
Health and welfare	415,067	410,062	402,630	415,483	-	389,397	392,683	351,282	352,843	396,996
Economic opportunity	9,500	-	-	-	-	-	-	-	239,652	-
Economic development	291,359	272,422	294,763	238,750	358,399	22,014	2,540	4,556	800	1,320
Culture and recreation	5,039,482	4,095,331	3,629,892	3,912,244	3,420,932	3,181,970	3,325,834	3,390,634	3,493,500	3,955,609
Urban redevelopment and housing	83,523	84,484	191,034	35,873	585,395	976,603	1,968,975	1,938,820	4,597,628	1,808,972
Operating grants and contributions	19,726,510	24,136,110	29,823,769	26,297,770	26,007,077	28,849,624	24,575,372	28,574,586	27,397,898	25,905,033
Capital grants and contributions	-	83,827,988	-	-	-	-	-	-	-	-
Total governmental activities program revenues	<u>46,874,800</u>	<u>133,680,476</u>	<u>56,350,026</u>	<u>56,470,643</u>	<u>52,903,314</u>	<u>57,671,573</u>	<u>54,176,876</u>	<u>63,828,200</u>	<u>60,438,594</u>	<u>58,771,628</u>
Business-type activities:										
Charges for services:										
Water	24,840,923	25,849,920	30,122,226	31,592,716	31,275,117	33,511,691	33,299,143	33,483,078	39,757,464	39,569,738
Wastewater	30,797,618	28,495,423	34,681,439	34,108,946	36,112,762	42,532,710	51,105,546	52,708,121	56,837,593	57,375,547
Stormwater	5,842,887	9,440,089	9,386,794	9,639,442	9,388,056	9,656,494	10,866,155	9,765,631	10,135,025	9,780,647
Parking garages	814,664	824,206	941,558	846,423	936,653	886,718	853,578	750,755	933,383	986,913
Solid waste	8,090,087	9,179,821	9,191,668	10,756,633	10,769,150	10,868,182	10,888,565	10,533,360	10,441,182	10,447,288
Other	1,835,883	1,928,780	1,847,590	1,880,703	1,903,148	1,901,300	153,582	208,686	159,194	165,656
Capital grants and contributions	7,657,241	4,812,222	2,261,521	4,042,688	2,051,375	1,145,028	8,807,876	2,553,796	3,814,014	6,858,289
Total business-type activities program revenues	<u>79,879,303</u>	<u>80,530,461</u>	<u>88,432,796</u>	<u>92,867,551</u>	<u>92,886,261</u>	<u>100,502,123</u>	<u>115,974,445</u>	<u>110,003,427</u>	<u>122,077,855</u>	<u>125,184,078</u>
Total primary government program revenues	<u>\$ 126,754,103</u>	<u>\$ 214,210,937</u>	<u>\$ 144,782,822</u>	<u>\$ 149,338,194</u>	<u>\$ 145,789,575</u>	<u>\$ 158,173,696</u>	<u>\$ 170,151,321</u>	<u>\$ 173,831,627</u>	<u>\$ 182,516,449</u>	<u>\$ 183,955,706</u>
Net (Expense)/Revenue										
Governmental activities	\$ (134,234,646)	\$ (50,815,123)	\$ (134,006,523)	\$ (146,322,934)	\$ (154,519,296)	\$ (163,974,015)	\$ (167,980,599)	\$ (190,433,013)	\$ (155,459,743)	\$ (177,493,987)
Business-type activities	<u>22,713,969</u>	<u>15,219,928</u>	<u>19,714,540</u>	<u>19,861,550</u>	<u>15,660,266</u>	<u>21,485,909</u>	<u>32,802,653</u>	<u>24,662,565</u>	<u>32,503,057</u>	<u>26,036,352</u>
Total primary government net expense	<u>\$ (111,520,677)</u>	<u>\$ (35,595,195)</u>	<u>\$ (114,291,983)</u>	<u>\$ (126,461,384)</u>	<u>\$ (138,859,030)</u>	<u>\$ (142,488,106)</u>	<u>\$ (135,177,946)</u>	<u>\$ (165,770,448)</u>	<u>\$ (122,956,686)</u>	<u>\$ (151,457,635)</u>

Continued on next page

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

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property Taxes	\$ 76,008,208	\$ 81,710,470	\$ 101,530,616	\$ 101,143,807	\$ 106,258,189	\$ 101,740,994	\$ 102,373,455	\$ 101,741,414	\$ 98,889,877	\$ 108,230,933
CEDIT	16,206,853	18,559,384	22,639,824	26,043,765	21,597,717	13,152,138	30,609,528	21,325,013	23,402,767	22,542,375
Shared revenues	-	-	-	-	10,598,990	12,343,443	12,815,920	12,371,147	12,549,771	13,043,049
Other tax	23,368,053	19,465,162	22,721,936	25,611,516	14,657,823	8,176,180	18,747,296	13,602,411	16,747,446	19,405,620
Unrestricted investment earnings	2,057,818	3,501,707	2,648,235	1,203,254	133,281	192,071	134,828	2,087,098	1,814,996	1,971,939
Refunds and reimbursements	551,582	676,499	554,435	447,443	-	-	-	-	-	-
Other	4,564,806	4,538,422	5,329,916	7,420,643	5,001,387	4,265,209	5,643,312	4,964,340	6,217,961	14,015,726
Transfers	4,269,840	5,068,998	4,941,910	5,410,685	5,913,483	7,971,274	7,574,854	69,181,442	8,282,519	8,539,733
Total governmental activities	<u>127,027,160</u>	<u>133,520,642</u>	<u>160,366,872</u>	<u>167,281,113</u>	<u>164,160,870</u>	<u>147,841,309</u>	<u>177,899,193</u>	<u>225,272,865</u>	<u>167,905,337</u>	<u>187,749,375</u>
Business-type activities:										
Unrealized gain	-	-	-	-	-	-	-	-	-	-
Unrestricted investment earnings	3,745,919	5,871,663	6,925,750	(7,760,453)	7,369,457	4,335,200	289,203	185,718	162,353	246,666
Other	36,688	6,441	-	-	4,215	(835,526)	-	-	1,276,495	-
Transfers	(4,269,840)	(5,068,998)	(4,941,910)	(5,410,685)	(5,913,483)	(7,971,274)	(7,574,854)	(69,181,442)	(8,282,519)	(8,539,733)
Special items:										
Change in accounting estimate	-	-	(765,967)	-	-	-	-	-	-	-
Total business-type activities	<u>(487,233)</u>	<u>809,106</u>	<u>1,217,873</u>	<u>(13,171,138)</u>	<u>1,460,189</u>	<u>(4,471,600)</u>	<u>(7,285,651)</u>	<u>(68,995,724)</u>	<u>(6,843,671)</u>	<u>(8,293,067)</u>
Total primary government	<u>\$ 126,539,927</u>	<u>\$ 134,329,748</u>	<u>\$ 161,584,745</u>	<u>\$ 154,109,975</u>	<u>\$ 165,621,059</u>	<u>\$ 143,369,709</u>	<u>\$ 170,613,542</u>	<u>\$ 156,277,141</u>	<u>\$ 161,061,666</u>	<u>\$ 179,456,308</u>
Change in Net Position										
Governmental activities	(7,207,486)	82,705,519	26,360,349	20,958,179	9,641,574	(16,132,706)	9,918,594	34,839,852	12,445,594	10,255,388
Business-type activities	22,226,736	16,029,034	20,932,413	6,690,412	17,120,455	17,014,309	25,517,002	(44,333,159)	25,659,386	17,743,285
Total primary government	<u>\$ 15,019,250</u>	<u>\$ 98,734,553</u>	<u>\$ 47,292,762</u>	<u>\$ 27,648,591</u>	<u>\$ 26,762,029</u>	<u>\$ 881,603</u>	<u>\$ 35,435,596</u>	<u>\$ (9,493,307)</u>	<u>\$ 38,104,980</u>	<u>\$ 27,998,673</u>

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

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Fund										
Nonspendable fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Restricted fund balance	-	-	-	-	-	-	-	-	-	-
Committed fund balance	-	-	-	-	-	-	1,264,756	273,261	423,718	448,628
Assigned fund balance	-	-	-	-	-	-	505,345	455,799	478,501	599,260
Unassigned fund balance	-	-	-	-	-	-	17,114,010	7,513,607	2,344,562	4,734,486
Reserved	370,046	567,547	773,156	441,349	237,956	771,329	-	-	-	-
Unreserved	12,332,693	10,430,841	13,748,285	17,523,205	22,120,466	19,700,924	-	-	-	-
Total general fund	<u>\$ 12,702,739</u>	<u>\$ 10,998,388</u>	<u>\$ 14,521,441</u>	<u>\$ 17,964,554</u>	<u>\$ 22,358,422</u>	<u>\$ 20,472,253</u>	<u>\$ 18,884,111</u>	<u>\$ 8,242,667</u>	<u>\$ 3,246,781</u>	<u>\$ 5,782,374</u>
All Other Governmental Funds										
Nonspendable fund balance	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 20,977,540	\$ 16,575,425	\$ 26,725,295	\$ 29,750,106
Restricted fund balance	-	-	-	-	-	-	5,561,382	8,340,046	3,005,081	4,297,607
Committed fund balance	-	-	-	-	-	-	3,955,018	5,769,039	5,427,249	20,080,713
Assigned fund balance	-	-	-	-	-	-	66,742,065	131,181,368	126,575,563	138,477,422
Unassigned fund balance	-	-	-	-	-	-	(4,127,485)	(1,739,052)	(1,921,903)	(2,104,730)
Reserved	18,039,151	17,005,413	35,711,349	23,859,569	40,286,861	38,984,950	-	-	-	-
Unreserved, reported in:										
Special revenue funds	20,971,859	16,538,405	15,149,846	21,134,098	20,360,573	10,605,142	-	-	-	-
Debt service funds	-	-	-	-	-	-	-	-	-	-
Capital projects funds	59,135,314	75,742,600	35,469,432	41,320,714	54,296,240	44,775,635	-	-	-	-
Total all other governmental funds	<u>\$ 98,146,324</u>	<u>\$ 109,286,418</u>	<u>\$ 86,330,627</u>	<u>\$ 86,314,381</u>	<u>\$ 114,943,674</u>	<u>\$ 94,365,727</u>	<u>\$ 93,108,520</u>	<u>\$ 160,126,826</u>	<u>\$ 159,811,285</u>	<u>\$ 190,501,118</u>
Total all funds	<u>\$ 110,849,063</u>	<u>\$ 120,284,806</u>	<u>\$ 100,852,068</u>	<u>\$ 104,278,935</u>	<u>\$ 137,302,096</u>	<u>\$ 114,837,980</u>	<u>\$ 111,992,631</u>	<u>\$ 168,369,493</u>	<u>\$ 163,058,066</u>	<u>\$ 196,283,492</u>

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

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Revenues										
Taxes	\$ 115,506,409	\$ 121,346,167	\$ 143,367,188	\$ 150,144,132	\$ 159,225,133	\$ 137,255,522	\$ 161,905,901	\$ 154,014,688	\$ 149,280,367	\$ 166,173,637
Special assessments	884,628	624,104	1,100,821	2,624,496	518,243	370,683	220,531	616,344	151,990	695,473
Licenses and permits	2,551,928	2,770,726	2,918,642	3,104,693	3,297,008	3,436,698	3,340,956	3,373,964	3,428,466	3,897,166
Intergovernmental	21,293,218	20,655,668	21,024,827	21,153,423	20,762,071	24,789,823	22,895,276	22,569,745	23,081,665	23,316,245
Charges for services	11,588,833	11,391,877	11,829,982	13,552,905	12,504,176	11,534,926	9,451,477	12,896,865	8,968,647	9,348,006
Fines and forfeits	1,782,439	2,086,280	2,235,376	2,739,687	1,628,997	1,259,583	1,923,258	2,154,282	2,040,081	2,548,381
Other revenues	7,922,217	9,810,233	11,808,418	7,956,694	6,316,881	6,811,929	7,944,386	12,876,247	13,902,101	17,547,118
Total revenues	161,529,672	168,685,055	194,285,254	201,276,030	204,252,509	185,459,164	207,681,785	208,502,135	200,853,317	223,526,026
Expenditures										
General government	12,783,421	14,304,380	16,778,706	16,705,755	18,018,850	20,565,280	16,862,976	18,541,886	18,413,510	22,616,031
Public safety	75,850,684	81,888,043	88,331,161	96,522,275	92,779,336	94,456,145	96,714,372	100,799,538	104,407,777	102,401,137
Highways and streets	19,297,784	19,156,312	21,605,191	21,614,732	23,233,485	21,498,417	24,199,424	28,789,645	23,303,830	32,471,183
Sanitation	3,200	-	-	-	-	-	-	-	-	-
Health and welfare	2,091,874	2,277,770	2,455,757	2,640,100	2,673,814	2,719,563	2,813,251	2,914,915	2,882,056	2,971,220
Economic opportunity	563,393	633,818	676,725	581,361	614,539	629,750	853,216	859,447	1,097,287	1,023,674
Economic development	3,011,176	2,374,777	2,613,308	2,974,721	4,768,443	4,485,927	6,287,472	4,545,413	4,511,986	4,647,436
Culture and recreation	15,699,132	17,411,791	20,682,816	20,278,971	17,043,814	16,816,035	17,454,015	16,616,587	17,502,472	19,094,469
Urban redevelopment and housing	11,543,846	13,245,625	23,873,279	27,706,283	12,265,364	15,584,714	12,455,659	13,512,729	11,595,796	12,639,791
Capital outlay	24,634,068	29,176,837	43,204,117	25,525,070	63,656,899	24,255,712	30,793,392	19,108,837	17,026,173	21,129,906
Debt service										
Principal	7,207,598	8,250,899	9,105,532	12,958,615	10,170,000	11,450,000	10,716,170	12,110,000	11,665,000	11,555,197
Interest	2,825,005	3,944,739	4,221,037	4,119,238	5,432,408	7,633,011	7,152,041	6,709,179	6,193,017	6,240,289
Bond issuance costs	1,275,140	493,419	-	-	68,471	-	-	-	-	-
Total expenditures	176,786,321	193,158,410	233,547,629	231,627,121	250,725,423	220,094,554	226,301,988	224,508,176	218,598,904	236,790,333
Excess of revenues over (under) expenditures	(15,256,649)	(24,473,355)	(39,262,375)	(30,351,091)	(46,472,914)	(34,635,390)	(18,620,203)	(16,006,041)	(17,745,587)	(13,264,307)
Other Financing Sources (Uses)										
Transfers in	17,811,315	29,753,688	24,523,935	29,538,091	31,104,814	37,150,609	35,527,229	90,080,123	33,348,031	52,934,483
Transfers out	(13,550,782)	(24,699,590)	(19,582,025)	(24,167,406)	(26,391,331)	(29,179,335)	(27,952,375)	(22,298,681)	(25,065,512)	(44,394,750)
Bonds issued	59,215,000	20,825,000	-	-	49,595,000	-	-	-	-	30,000,000
Premium on bond issuance	453,094	-	-	-	237,467	-	-	-	-	-
Discount on bonds sold	-	-	-	-	(528,731)	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	(3,056,144)	-	-	-	-	-
Loans issued	-	-	1,500,000	9,850,000	-	-	-	-	1,750,000	-
Capital leases	3,943,540	8,030,000	13,387,727	18,557,273	28,535,000	4,200,000	8,200,000	5,570,506	6,100,000	7,950,000
Total other financing sources (uses)	67,872,167	33,909,098	19,829,637	33,777,958	79,496,075	12,171,274	15,774,854	73,351,948	16,132,519	46,489,733
Net change in fund balances	\$ 52,615,518	\$ 9,435,743	\$ (19,432,738)	\$ 3,426,867	\$ 33,023,161	\$ (22,464,116)	\$ (2,845,349)	\$ 57,345,907	\$ (1,613,068)	\$ 33,225,426
Debt service as a percentage of noncapital expenditures	6.8%	7.8%	7.6%	8.6%	10.3%	10.1%	9.4%	9.6%	8.9%	8.5%

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

Fiscal Year	(A) General Property	Excise	Wheel	Financial Institution	(B) COIT	CEDIT	(C) CRED	Total
2005	\$ 77,055,981	\$ 6,072,381	\$ 1,837,641	\$ 721,706	\$ 13,611,847	\$ 16,206,853	\$ -	\$ 115,506,409
2006	82,206,070	6,040,667	1,889,604	697,578	11,929,264	18,582,984	-	121,346,167
2007	100,296,860	7,226,724	1,993,311	701,520	11,971,510	21,177,263	-	143,367,188
2008	103,507,348	7,430,416	2,294,080	749,778	13,270,484	22,892,026	-	150,144,132
2009	105,390,737	7,367,276	2,197,107	719,430	17,338,565	26,212,018	-	159,225,133
2010	102,628,121	7,323,046	4,276,697	699,339	8,176,180	14,152,138	-	137,255,522
2011	102,997,748	7,541,737	4,360,311	707,531	16,936,027	28,362,547	1,000,000	161,905,901
2012	101,752,044	7,587,261	4,566,893	687,052	14,725,753	22,945,684	1,750,000	154,014,688
2013	99,525,426	7,241,730	4,353,025	687,548	14,135,824	21,586,815	1,750,000	149,280,367
2014	108,244,035	7,357,184	4,509,289	655,004	20,250,428	23,407,697	1,750,000	166,173,637

(A) Includes taxes on both real and personal property taxes. Additionally, beginning in 2014, Cumulative Capital Development Fund is included in General Property.

(B) Beginning in 2014, Public Safety LOIT is included in COIT.

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

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

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

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

<u>Tax Collections Measurement:</u>	<u>2014</u>	<u>2013</u>	<u>2012</u>	<u>2011</u>	<u>2010</u>
Total Tax Levy	\$ 352,103,000	\$ 331,494,358	\$ 324,449,495	\$ 316,973,671	\$ 319,525,460
Current Tax Collections	\$ 341,576,136	\$ 321,700,333	\$ 313,264,561	\$ 306,407,599	\$ 307,284,280
Percent of Levy Collected	97.01%	97.05%	96.55%	96.67%	96.17%
Delinquent Tax Collections	\$ 9,227,603	\$ 9,896,607	\$ 9,423,276	\$ 7,492,374	\$ 5,437,834
Total Tax Collections	\$ 350,803,740	\$ 331,596,940	\$ 322,687,836	\$ 313,899,973	\$ 312,722,114
Percent of Total Tax Collections to Levy	99.63%	100.03%	99.46%	99.03%	97.87%
Outstanding Delinquent Taxes	\$ 12,442,833	\$ 12,265,024	\$ 14,007,744	\$ 13,781,018	\$ 15,892,667
Percent of Delinquent Taxes to Levy	3.53%	3.70%	4.32%	4.35%	4.97%

<u>Tax Collections Measurement:</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Total Tax Levy	\$ 337,853,052	\$ 468,378,102	\$ 450,324,056	\$ 423,667,496	\$ 404,939,852
Current Tax Collections	\$ 322,439,869	\$ 454,185,187	\$ 433,282,315	\$ 411,472,985	\$ 392,526,880
Percent of Levy Collected	95.44%	96.97%	96.22%	97.12%	96.93%
Delinquent Tax Collections	\$ 12,026,170	\$ 10,843,230	\$ 16,618,199	\$ 9,072,693	\$ 6,754,184
Total Tax Collections	\$ 334,466,039	\$ 465,028,417	\$ 449,900,514	\$ 420,545,678	\$ 399,281,064
Percent of Total Tax Collections to Levy	99.00%	99.28%	99.91%	99.26%	98.60%
Outstanding Delinquent Taxes	\$ 19,209,633	\$ 18,780,143	\$ 23,314,369	\$ 15,360,588	\$ 16,878,058
Percent of Delinquent Taxes to Levy	5.69%	4.01%	5.18%	3.63%	4.17%

Source: Allen County Auditor's Office

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

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

<u>Year (A)</u>	<u>Assessed Valuation (B)</u>	<u>Estimated Actual Value (C)</u>	<u>Total Direct Tax Rate</u>	<u>Percent Increase (D)</u>
2014	\$ 8,008,561,561	\$ 8,008,561,561	1.4716	0.30%
2013	7,984,553,514	7,984,553,514	1.3411	-0.96%
2012	8,062,225,389	8,062,225,389	1.3274	-0.81%
2011	8,128,378,487	8,128,378,487	1.3149	-4.55%
2010	8,515,625,766	8,515,625,766	1.2238	-2.26%
2009	8,712,264,335	8,712,264,335	1.1515	-13.52%
2008	10,074,509,442	10,074,509,442	0.9941	2.55%
2007	9,824,189,539 (E)	9,824,189,539	1.0195	27.35%
2006	7,714,274,681	7,714,274,681	1.0795	3.14%
2005	7,479,525,039	7,479,525,039	1.0460	-5.48%

Average Annual Rate of Increase **0.76%**

- (A) A reassessment was completed in 2002 that is reflected in the values for 2005 and 2006.
- (B) Assessed values for personal property are updated annually.
- (C) Assessed value reflects actual value.
- (D) Change in assessed valuation.
- (E) A portion of Aboite Township and Wayne Township was annexed into the City of Fort Wayne on January 1, 2006.

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

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

Fiscal Year	City of Fort Wayne													Overlapping Rates (B)			
	General Fund Rate	Debt Service Rate	Fire Pension Rate	Police Pension Rate	Sanitary Officers' Pension Rate	Community Services Rate	Abandoned Vehicles Rate	Fire Rate	Park Rate	CCD Rate	Redevelopment General Rate	Tax (D) Increment Replacement Rate	(A) Total City	(B, C) Municipal Corporations	(B, C) School Districts	Allen County	(B, C) Townships and Other
2005	0.5158	-	0.0272	0.0370	0.0059	0.0000	-	0.3613	0.0939	0.0000	0.0049	-	1.0460	0.2206	1.4078	0.5452	0.1267
2006	0.5043	-	0.0367	0.0437	0.0059	0.0001	-	0.3765	0.1082	0.0000	0.0041	-	1.0795	0.2243	1.4743	0.5675	0.0967
2007	0.5170	-	0.0443	0.0435	0.0042	0.0000	-	0.3128	0.0923	0.0000	0.0054	-	1.0195	0.2078	1.3812	0.5331	0.0955
2008	0.5366	-	0.0229	0.0214	0.0040	0.0001	-	0.3130	0.0925	0.0000	0.0036	0.0044	0.9985	0.2088	1.3540	0.5789	0.1020
2009	0.6539	-	0.0000	0.0000	0.0050	0.0001	-	0.3721	0.1150	0.0000	0.0054	-	1.1515	0.2781	0.8294	0.4631	0.1344
2010	0.6905	-	0.0000	0.0000	0.0061	0.0001	-	0.3943	0.1264	0.0000	0.0064	-	1.2238	0.2832	0.8271	0.5187	0.1175
2011	0.7400	-	0.0000	0.0000	0.0065	0.0001	-	0.4251	0.1361	0.0000	0.0071	-	1.3149	0.2984	0.9000	0.5155	0.1302
2012	0.6666	-	0.0000	0.0000	0.0054	0.0001	-	0.4927	0.1557	0.0000	0.0069	-	1.3274	0.3092	0.8527	0.5279	0.1365
2013	0.6438	-	0.0000	0.0000	0.0043	0.0001	-	0.5424	0.1451	0.0000	0.0054	-	1.3411	0.3141 E	0.9766	0.5404	0.1402
2014	0.7700	-	0.0000	0.0000	0.0063	0.0001	-	0.4883	0.1824	0.0167	0.0078	-	1.4716	0.3195	1.0177	0.5477	0.1260

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

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

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

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

(E) Corrected the rate reported in the 2013 Schedule 8.

Source: From Published Rates for Wayne Township

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

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

	2014			2005		
	(A) Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value	(B) Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value
<u>Taxpayer</u>						
GGP - Glenbrook LLC	\$ 177,825,830	1	2.22%	\$ 114,744,010	1	1.53%
IOM Health System LP (Lutheran Network)	151,046,700	2	1.89%	-		
Indiana Michigan Power Company (Formerly AEP)	72,658,010	3	0.91%	61,724,280	3	0.83%
Frontier Communications Online & LD	70,591,000	4	0.88%			
Wal-Mart Stores East LP/Re Bus Tr	70,455,130	5	0.88%			
Frontier North Inc (Formerly GTE North/Verizon)	69,659,990	6	0.87%			
St Joseph Health System LLC	63,753,850	7	0.80%	49,184,450	6	0.66%
Regency Canterbury LP	58,431,900	8	0.73%	54,235,460	4	0.73%
IMI Jefferson Pointe LLC	52,255,600	9	0.65%	41,322,530	10	0.55%
Edward Rose of Indiana	45,442,470	10	0.57%	43,023,770	8	0.58%
Verizon North, Inc	-	-	-	85,626,540	2	1.14%
Verizon Data Services	-	-	-	50,962,740	5	0.68%
Sommerfeld Nicholas	-	-	-	48,964,800	7	0.65%
General Electric Co	-	-	-	41,575,020	9	0.56%
Total	\$ 832,120,480		10.39%	\$ 591,363,600		7.91%

(A) Represents the taxable assessed valuations for taxes due and payable in 2014 within the corporation limits.

(B) Represents the taxable assessed valuations for taxes due and payable in 2005 within the corporation limits.

Source: Allen County Auditor's Office

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

Fiscal Year	Water				Sewer			
	(Meter Use) Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)
Inside City								
2005	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94
1/1/06-8/31/06	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94
9/1/06-12/31/06	7.30	1.49	1.33	1.24	2.22	1.94	1.94	1.94
1/1/07-2/28/07	7.30	1.49	1.33	1.24	2.22	1.94	1.94	1.94
3/1/07-12/31/07	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43
2008	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43
2009	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43
2010	7.30	1.49	1.33	1.24	4.08	2.87	2.87	2.87
2011	7.30	1.49	1.33	1.24	4.69	3.30	3.30	3.30
1/1/12-6/30/12	7.30	1.49	1.33	1.24	5.21	3.66	3.66	3.66
7/1/12-12/31/12	7.30	1.49	1.33	1.24	5.68	3.99	3.99	3.99
1/1/13-6/30/13	8.73	1.78	1.59	1.48	5.68	3.99	3.99	3.99
7/1/2013-12/31/13	8.73	1.78	1.59	1.48	6.19	4.36	4.36	4.36
2014	9.23	2.08	1.94	1.89	6.19	4.36	4.36	4.36
Outside City								
2005	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43
1/1/06-8/31/06	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43
9/1/06-12/31/06	8.40	1.71	1.66	1.55	2.78	2.43	2.43	2.43
1/1/07-2/28/07	8.40	1.71	1.66	1.55	2.78	2.43	2.43	2.43
3/1/07-12/31/07	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03
2008	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03
2009	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03
2010	8.40	1.71	1.66	1.55	5.10	3.59	3.59	3.59
2011	8.40	1.71	1.66	1.55	5.87	4.13	4.13	4.13
1/1/12-6/30/12	8.40	1.71	1.66	1.55	6.51	4.58	4.58	4.58
7/1/12-12/31/12	8.40	1.71	1.66	1.55	7.10	4.99	4.99	4.99
1/1/13-6/30/13	10.05	2.05	1.99	1.85	7.10	4.99	4.99	4.99
7/1/2013-12/31/13	10.05	2.05	1.99	1.85	7.73	5.44	5.44	5.44
2014	10.62	2.40	2.24	2.18	7.73	5.44	5.44	5.44

Source: City of Fort Wayne, City Utilities Accounting Department

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

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

	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2013	2014	
City of Fort Wayne										
Debt Limit	\$ 49,863	\$ 51,428	\$ 65,495	\$ 67,163	\$ 58,082	\$ 56,771	\$ 54,189	\$ 53,230	\$ 53,390	
Total net debt applicable to limit	38,240 (B)	33,690	29,585	25,305	50,565 (C)	45,185	42,005	35,255	35,360	
Legal debt margin	\$ 11,623	\$ 17,738	\$ 35,910	\$ 41,858	\$ 7,517	\$ 11,586	\$ 12,184	\$ 17,975	\$ 18,030	
Total net debt applicable to the limit as a percentage of debt limit	76.69%	65.51%	45.17%	37.68%	87.06%	79.59%	77.52%	66.23%	66.23%	
Park District										
Debt Limit	\$ 48,971	\$ 50,562	\$ 64,680	\$ 66,331	\$ 57,340	\$ 56,029	\$ 53,485	\$ 52,574	\$ 52,813	
Total net debt applicable to limit	13,670 (B)	13,485	13,290	11,980	10,855	9,380	7,885	4,725	3,065	
Legal debt margin	\$ 35,301	\$ 37,077	\$ 51,390	\$ 54,351	\$ 46,485	\$ 46,649	\$ 45,600	\$ 47,849	\$ 49,748	
Total net debt applicable to the limit as a percentage of debt limit	27.91%	26.67%	20.55%	18.06%	18.93%	16.74%	14.74%	8.99%	5.80%	
Redevelopment District										
Debt Limit	\$ 49,863	\$ 51,428	\$ 65,495	\$ 67,163	\$ 58,082	\$ 56,771	\$ 54,189	\$ 53,230	\$ 53,390	
Total net debt applicable to limit	31,305 (B)	29,535	26,545	21,880	19,390	16,795	14,090	9,555	7,770	
Legal debt margin	\$ 18,558	\$ 21,893	\$ 38,950	\$ 45,283	\$ 38,692	\$ 39,976	\$ 40,099	\$ 43,675	\$ 45,620	
Total net debt applicable to the limit as a percentage of debt limit	62.78%	57.43%	40.53%	32.58%	33.38%	29.58%	26.00%	17.95%	14.55%	

Legal Debt Margin Calculation for Fiscal Year 2014

	City of Fort Wayne	Park District	Redev District
Assessed adjusted value (Civil City)	\$ 2,669,520 (A)		
Assessed adjusted value (Park District)		\$ 2,640,633 (A)	
Assessed adjusted value (Redevelopment District)			\$ 2,669,520 (A)
Total Assessed adjusted value	\$ 2,669,520	\$ 2,640,633	\$ 2,669,520
Debt limit (2% of assessed adjusted value)	53,390	52,813	53,390
Debt applicable to limit:			
General obligation bonds		1,650	
Special obligation bonds	35,360	1,415	7,770
Less: Amount set aside for repayment of debt	-	-	-
Total net debt applicable to limit	35,360	3,065	7,770
Legal debt margin	\$ 18,030	\$ 49,748	\$ 45,620

(A) Assessed adjusted value is determined by dividing the net assessed valuation by 3. Each taxing district has a 2% debt limit.

(B) Increase in debt is due to additional Special Obligation Bonds issued by Community Development and the Parks Department.

(C) Increase in debt is due to additional Special Obligation Bonds issued by Community Development.

Note: The City of Fort Wayne is reporting the Legal Debt Margin, by Taxing District.

Schedule 12
City of Fort Wayne
Direct and Overlapping Governmental Activities Debt,
As of December 31, 2014
(dollars in thousands)

Governmental Unit	Debt Outstanding	(A) Estimated Percentage Applicable	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Allen County Public Library	\$ 40,035	62.35%	\$ 24,962
Allen County	39,432	62.35%	24,586
Southwest Allen School District	49,865	51.18%	25,521
East Allen School District	48,145	13.04%	6,278
Fort Wayne Community Schools	155,655	92.56%	144,074
Northwest Allen School District	110,465	22.50%	24,855
Subtotal, overlapping debt			<u>\$ 250,276</u>
City direct debt			
General Obligation Bonds			1,650
Special Obligation Bonds			70,375
First Mortgage Bonds			29,510
Capital Leases			73,569
Notes and Loans Payable			6,858
Total City direct debt			<u>\$ 181,962</u>
Total direct and overlapping debt			<u><u>\$ 432,238</u></u>

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

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

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

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

(dollars in thousands, except per capita)

Fiscal Year	Governmental Activities						Business-Type Activities			Total Primary Government	(B) Percentage of Personal Income	(B) Per Capita
	General Obligation Bonds	Special Obligation Bonds	First Mortgage Bonds	Capital Leases	Loans Payable	Mortgages Payable	Revenue Bonds	Capital Leases	Loans Payable			
2005	\$ 7,725	\$ 75,490 (A)	\$ 10,490	\$ 12,368	\$ 993	\$ 42	\$ 75,045	\$ 3,700	\$ 24,066	\$ 209,919	3.09% (C)	\$ 948
2006	6,680	70,030	29,445	16,425	879	42	85,380	3,381	73,171	285,433	4.00% (C)	1,269
2007	5,555	63,865	27,495	23,910	2,259	-	102,435	3,051	83,031	311,601	3.82%	1,246
2008	3,085	56,080	24,765	35,511 (D)	11,870 (E)	-	94,325	2,710	84,052	312,398	3.58% (G)	1,242 (G)
2009	3,100	77,710 (F)	39,875 (F)	57,829 (F)	11,260	-	85,795	2,359	110,802 (F)	388,730	4.46%	1,545
2010	2,805	68,555	38,420	56,159	10,621	-	118,545	1,996	109,249	406,350	4.66%	1,588
2011	2,530	61,450	36,260	57,386	9,622	-	148,400	2,522	134,356	452,526	5.23%	1,784
2012	2,245	54,045	34,015	56,431	7,861	-	209,290	2,163	134,950	501,000	5.61%	1,975
2013	1,950	47,585	31,805	55,630	7,490	-	274,975	1,794	144,578	565,807	5.97%	2,230
2014	1,650	70,375	29,510	73,569	6,858	-	322,710	1,415	144,192	650,279	6.75%	2,535

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

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

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

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

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

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

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

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

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

Schedule 14
City of Fort Wayne
Ratios of Net General Bonded Debt Outstanding,
Last Ten Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	General Bonded Debt Outstanding			Less: Funds Restricted for Debt Service	Net General Bonded Debt	(A) Percentage of Actual Taxable Value of Property	(B) Per Capita
	General Obligation Bonds	Special Obligation Bonds	Total				
2005	\$ 7,725	\$ 75,490	\$ 83,215	\$ 6,505	\$ 76,710	1.03%	\$ 341.07
2006	6,680	70,030	76,710	7,290	69,420	0.90%	277.58
2007	5,555	63,865	69,420	8,965	60,455	0.62%	240.62
2008	3,085	56,080	59,165	8,310	50,855	0.50%	202.13
2009	3,100	77,710	80,810	9,450	71,360	0.82%	278.87
2010	2,805	68,555	71,360	7,380	63,980	0.75%	252.20
2011	2,530	61,450	63,980	7,690	56,290	0.69%	221.17
2012	2,245	54,045	56,290	6,755	49,535	0.61%	195.26
2013	1,950	47,585	49,535	7,020	42,515	0.53%	167.59
2014	1,650	70,375	72,025	9,050	62,975	0.79%	245.52

(A) See Schedule 7 for property value data.

(B) Population data can be found in Schedule 16 and updated with the most current information .

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

Schedule 15
City of Fort Wayne
Pledged-Revenue Coverage,
Last Ten Fiscal Years
(dollars in thousands)

Water Revenue Bonds							Sewer Revenue Bonds					
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2005	\$ 24,841	\$ 20,369	\$ 4,472	\$ 2,075	\$ 448	1.77	\$ 30,798	\$ 20,676	\$ 10,122	\$ 5,148	\$ 5,371	0.96
2006	25,850	21,562	4,288	2,000	1,018	1.42	28,495	23,086	5,410	4,515	1,997	0.83
2007	30,122	22,280	7,842	1,480	952	3.22	34,681	22,489	12,192	4,705	2,195	1.77
2008	31,593	24,173	7,420	1,530	898	3.06	34,109	23,786	10,323	4,920	1,616	1.58
2009	31,275	25,237	6,038	1,585	842	2.49	36,113	26,442	9,671	5,960	2,485	1.15
2010	33,511	26,673	6,838	1,645	784	2.82	42,532	28,653	13,879	5,625	2,240	1.76
2011	33,299	28,008	5,291	1,705	722	2.18	51,105	30,132	20,973	5,470	1,999	2.81
2012	33,483	28,844	4,639	1,775	652	1.91	52,708	33,269	19,439	11,430	4,610	1.21
2013	39,757	29,535	10,222	2,435	1,592	2.54	56,838	22,695	34,143	11,090	4,037	2.26
2014	39,570	33,575	5,995	2,840	1,585	1.35	57,376	38,257	19,119	7,757	5,090	1.49

Civic Center Parking Garage-1979 (C)							Parking Garage Addition-2001					
Fiscal Year	Parking Garage Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Parking Garage Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2005	\$ 596	\$ 636	\$ (40) (A)	\$ 75	\$ 9	(0.48)	\$ 148	\$ 41	\$ 107	\$ 65	\$ 83	0.72
2006	752	647	105	85	3	1.19	-	41	(41) (B)	65	81	(0.28)
2007	715	653	62	-	-	-	150	41	109	70	77	0.74
2008	705	907 (E)	(202)	-	-	-	60	19	41	75	74	0.28
2009	773	715	58	-	-	-	80	42	38	75	71	0.26
2010	722	754	(32)	-	-	-	80	42	38	80	67	0.26
2011	674	827	(153)	-	-	-	89	42	47	85	63	0.32
2012	668	638	30	-	-	-	-	42	(42) (F)	90	59	(0.28)
2013	679	701	(22)	-	-	-	170	150	20	95	54	0.13
2014	682	739	(57)	-	-	-	136	79	57	95	49	0.40

Stormwater Revenue Bond-2006 (D)						
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2005	\$ 5,843	\$ 5,456	\$ 387	\$ -	\$ -	-
2006	9,440	6,192	3,248	-	292	11.12
2007	9,387	7,949	1,438	845	666	0.95
2008	9,639	9,145	494	875	634	0.33
2009	9,838	8,533	1,305	910	602	0.86
2010	9,656	6,385	3,271	945	567	2.16
2011	10,866	6,246	4,620	985	532	3.05
2012	9,766	6,061	3,705	1,020	495	2.45
2013	10,135	6,744	3,391	1,065	457	2.23
2014	9,781	6,473	3,308	1,110	414	2.17

(A) The Civic Center Parking Garage was renovated during 2004-2005. The negative net available revenue is due to the fact that portions of the garage were closed during renovation. Even though the revenues dropped during this period, there was a sufficient cash balance to cover all expenses.

(B) The Plaza Parking Garage took a hit in 2006 when the renovated Allen County Juvenile Center reopened. Most court cases moved to the Juvenile Center and the parkers also moved over to the Center. However, an increase in monthly users has increased the revenue in 2007.

(C) The Plaza Parking Garage debt was paid off in 2006.

(D) The Stormwater Revenue Bond of 2006 was not reported on the 2006 CAFR Schedule 15.

(E) The increase in operating expenses is a combination of an increase in depreciation expense, maintenance expense of the garage, cost of salt, snow removal, and administrative expenses.

(F) The revenue for this parking was deposited to a pooled parking fund - Refer to non-major special revenue income statement parking fund.

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

Schedule 16
City of Fort Wayne
Demographic and Economic Statistics,
Last Ten Calendar Years

Year	(A) Population	(B) Personal Income (thousands of dollars)	(C) Per Capita Personal Income	(D) Unemployment Rate
2005	224,913	\$ 7,134,690	\$ 31,722	5.6%
2006	250,086	8,167,309	32,658	5.3%
2007	251,247 (E)	8,466,521	33,698	4.8%
2008	251,591 (F)	8,718,131	34,652	6.4%
2009	255,890 (G)	8,720,219	34,078	10.7%
2010	253,691 (H)	8,647,819	34,088	10.9%
2011	254,514 (I)	8,958,638	35,199	9.0%
2012	254,688 (J)	9,517,945	37,371	8.2%
2013	256,496 (K)	9,581,921	37,357	7.2%
2014	256,496 (L)	N/A	N/A	5.7%

(A) Population number for year 2005 was derived from the 2000 census.

Population number for 2006 was certified by the Office of the Governor of Indiana.

(B) Personal income information is a total for the year calculated by multiplying per capita personal income by population.

(C) Source: U.S. Department of Commerce, Bureau of Economic Analysis for Allen Co..

There is no available data by the "City of Fort Wayne" only.

(D) Unemployment rate information is a yearly average from the Indiana Dept. of Workforce Development for the City of Fort Wayne and updated with the most current information .

(E) From US Census Bureau 2007 estimate. This is a revision to the population estimate provided for the 2007 CAFR Schedule 16.

(F) From US Census 2008 Bureau estimate. This is a revision to the population estimate provided for the 2008 CAFR Schedule 16.

(G) From US Census 2009 Bureau estimate. This is a revision to the population estimate provided for the 2009 CAFR Schedule 16.

(H) From US Census Bureau 2010 actual census. This is a revision to the population estimate provided for the 2010 CAFR Schedule 16.

(I) From US Census Bureau estimate based on 2010 census. This is a revision to the population estimate provided for the 2011 CAFR Schedule 16.

(J) From US Census Bureau estimate based on 2010 census. This is a revision to the population estimate provided for the 2012 CAFR Schedule 16.

(K) From US Census Bureau estimate based on 2010 census. This is a revision to the population estimate provided for the 2013 CAFR Schedule 16.

(L) From US Census Bureau estimate based on 2010 census. Used the latest population estimate available.

N/A - Not available at time of 2014 CAFR production

Schedule 17
City of Fort Wayne
Principal Employers,
Current Year and Nine Years Ago

<u>Employer</u>	<u>2014</u>			<u>2005</u>		
	<u>Employees</u>	<u>Rank</u>	<u>(A) % of Total</u>	<u>Employees</u>	<u>Rank</u>	<u>(A) % of Total</u>
Parkview Health Systems (Formerly Parkview Memorial Hospital)	4,710	1	2.42%	4,254	1	2.49%
Lutheran Health Network (Formerly Lutheran Hospital)	4,301	2	2.21%	2,889	3	1.69%
Fort Wayne Community Schools	4,230	3	2.18%	3,445	2	2.02%
General Motors Truck & Bus Group	3,909	4	2.01%	2,847	4	1.67%
Lincoln Financial Group (Formerly Lincoln National Corporation)	1,970	5	1.01%	1,500	10	0.88%
City of Fort Wayne	1,814	6	0.93%	1,671	6	0.98%
Allen County Government	1,605	7	0.83%	1,993	5	1.17%
BFGoodrich Tire Manufacturing	1,580	8	0.81%			
IPFW	1,255	9	0.65%			
BAE Systems Platform Solutions	1,150	10	0.59%			
Frontier Communications Corporation	1,150	10	0.59%			
ITT Exelis				1,634	7	0.96%
Shambaugh & Sons				1,500	8	0.88%
Sirva				1,500	9	0.88%
Total	<u>27,674</u>		<u>14.24%</u>	<u>23,233</u>		<u>13.62%</u>

(A) Represents the percent of total employees within Allen County.

Source: Fort Wayne-Allen County Economic Development Alliance and Indiana University Purdue University Fort Wayne as maintained by the Community Research Institute thru 4/20/2012.

Schedule 18
City of Fort Wayne
Full-time Equivalent City Government Employees by Function/Program,
Last Ten Fiscal Years

<u>Function/Program</u>	<u>Full-time Equivalent Employees as of December 31</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>	<u>2014</u>
General Government	111	118	119	119	129	104	108	116	112	112
Public Safety										
Police	434	429	453	446	450	421	451	468	462	470
Fire	364	356	369	356	367	359	349	342	339	353
Civilians	214	226	215	211	201	199	198	194	191	161
Highways and streets	176	165	183	178	156	148	153	143	145	170
Health and welfare	35	35	37	40	37	41	43	42	43	42
Culture and recreation	161	147	148	153	147	129	129	144	144	153
Urban redevelopment and housing	42	43	44	48	43	58	54	57	56	57
Internal Services	7	8	8	8	8	8	8	8	8	8
Solid Waste	2	2	2	2	2	2	2	3	4	5
City Utilities										
Water	123	119	119	122	115	119	118	118	115	121
Sewage	88	88	86	90	92	99	98	97	98	96
Storm Water	22	21	19	23	21	22	22	19	20	18
Planning and Design	24	29	32	34	37	40	42	43	50	54
Engineering	18	18	18	16	13	10	11	11	11	10
Customer Relations	34	27	27	30	27	34	29	29	30	29
Administrative	20	21	20	22	29	25	26	27	29	30
Total	1872	1852	1896	1895	1874	1818 (A)	1841	1861	1857	1889

Source: City of Fort Wayne Payroll Department
(A) Retirees were significant in 2010

Notes: The functional breakout is from the "Statement of Activities".

Schedule 19
City of Fort Wayne
Operating Indicators by Function/Program,
Last Ten Fiscal Years

Function/Program	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
General Government										
Finance and Administration										
Emerging business enterprise applicants	7	11	10	6	9	8	11	7	6	36
Worksite visits	40	40	35	30	15	25 (A)	21	9	11	2
Wage violations	53	22	39	14	18	18	57 (B)	26	32 (G)	72
Compliance workshops	3	3	3	0	0	4	4	2	1	-
Public Safety										
Police										
Calls for service	171,263	182,912	188,011	198,634	184,111	186,667	201,344	194,648	184,351	167,745
Accident records and analysis	9,300	9,500	9,348	9,478	8,055	8,858	8,951	9,033	9,008 (E)	7,574
Fatal accident investigation	12	8	9	14	14	9	9	16	12 (E)	17
Fire Department										
Emergency medical runs	6,474	6,433	6,830	7,142	6,581	6,627	6,794	7,029	6,751	7,277
Fire rescue runs	10,574	10,566	11,291	14,127	12,113	12,574	11,771	13,281	10,922	11,833
Weight & Measures										
Scales inspected	1,257	1,257	1,278	1,447	1,362	1,949	1,384 (C)	1,723	1,747	1,893
Measuring devices inspected	6,318	5,851	4,910	6,840	5,046	6,043	6,004	6,088	6,449	5,230
Calibrations and tests conducted	2,039	2,506	14,281	20,512	22,026	22,240	21,503	18,890	5,996	14,367
Highways and streets										
Street Department										
Paving - miles of maintenance	15	16	16	14	12	15	13	14	14	12
Chip and seal - miles of maintenance	14	14	14	12	10	13	12	11	10	12
Crack sealing - miles of maintenance	75	96	79	55	81	80	68	78	65	78
Traffic Engineering										
Development & Buildg. Plans Processed	234	208	218	161	145	111	112	124	162	145
Traffic counts conducted	30	50	40	46	32	49	44	43	47	43
Traffic studies conducted	180	190	200	200	200	250	250	250	250	250
Traffic investigations (complaints)	250	325	350	380	380	425	425	450	450	450
Traffic Signal Division										
New signals installed	5	6	5	7	6	3	5	2	1	2
Signals modernized	4	14	16	14	14	7	23	6	12	10
Signal accident repairs	50	36	31	34	34	29	20	34	61	43
Signal bulbs replaced (emergency/non-emergency)	1,004	10	54	29	7	26	7	43	63	89

Continued on next page

Schedule 19
City of Fort Wayne
Operating Indicators by Function/Program,
Last Ten Fiscal Years

Function/Program	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
Sign & Marking Division										
Signs manufactured	4,724	5,169	4,065	6,548	4,008	4,370	3,701	2,266	1,347	2,960
Street lanes marked - painted (miles)	657	719	759	755	881	690	529	655	727	537
Curb parking marked (feet)	23,663	21,037	12,271	14,029	9,555	14,963	20,976	7,381	7,225	6,471
Crosswalks marked	760	849	913	902	865	807	818	721	1,546	611
Lane arrows marked	883	822	950	1,076	1,006	988	1,210	1,065	1,374	1,418
Health and welfare										
Animals handled	14,023	15,919	15,719	16,608	15,805	15,791	15,863	14,994	13,709	12,844
Animals adopted	1,733	1,920	2,132	2,529	2,540	2,265	2,382	2,748	2,850	3,602
Animals euthanized (domestic)	10,164	11,508	11,397	11,444	10,286	9,742	10,693	9,203	8,340 (F)	6,037
Animals returned to owners	1,574	1,692	1,712	1,810	1,620	1,854	2,056	2,019	1,811	2,003
Bite cases	673	915	829	901	980	665	850	837	828	748
Education programs contacts	335,016	282,442	626,390	735,450	867,079	832,735	768,581	244,526	259,334	187,497
Urban redevelopment and housing										
Neighborhood Code Enforcement										
Emergency orders to abate	874	1,286	1,133	976	612	1,519	1,530	1,288	1,263	1,379
Emergency orders to demolish	173	93	56	31	5	6	8	10	12	7
Boardings	455	729	629	600	369	926	744	734	854	737
Demolitions - hearing affirmed	107	19	136	43	26	124	125	52	139	139
Water										
New connects	776	649	128	142	121	74	71	78	95	98
Consumption (millions of gallons)	8,639	8,310	8,408	8,391	8,069	8,214	8,270	8,712	8,100	7,793
Wastewater										
New connects	1,145	843	611	642	534	340	651 (D)	225	498 (H)	1,010
Sewage treatment (millions of gallons)	8,085	7,724	7,780	7,488	7,177	8,620	8,616	8,768	8,470	8,353

(A) Increased due to new contractors to monitor projects, requirement for federally funded projects, and follow-up to worker proper wage rate allegations.

(B) Increased due to new reporting model based on wage violations per individual instead of counting projects.

(C) Decreased - 2010 had a higher than normal amount of reinspections

(D) Sewer increase largely due to Allen County Regional Water and Sewer District

(E) Figures tracked and submitted by Police; previously by Traffic Engineering

(F) Figure includes domestic animals only; previously included wild

(G) Increased due to growth in number of projects

(H) Increased due to septic eliminations and district projects

Schedule 20
City of Fort Wayne
Capital Asset Statistics by Function/Program,
Last Ten Fiscal Years

Function/Program	FISCAL YEAR									
	2005	2006	2007	2008	2009	2010	2011	2012	2013	2014
<u>Public Safety</u>										
Police										
Division outposts	3	4	4	4	4	4	4	4	4	4
Training academies	1	1	1	1	1	1	1	1	1	1
Fire										
Fire stations	18	18	18	18	18	18	18	18	18	18
Training academies	1	1	1	1	1	1	2	2	2	2
Safety Village							1	1	1	1
<u>Highways and streets</u>										
Number of street lights	31,382	32,594	33,174	33,354	33,592	33,725	33,896	33,923	33,877	33,904
Miles of streets	990	1,130	1,144	1,144	1,149	1,217	1,161	1,160	1,160	1,162
<u>Health and welfare</u>										
Animal Control										
Animal care centers	1	1	1	1	1	1	1	1	1	1
Patrol districts	3	3	3	3	3	3	3	3	3	3
<u>Culture and recreation</u>										
Acreage for parks and recreational areas	2,429	2,625	2,631	2,805	2,805	2,805	2,805	2,805	2,805	2,805
Parks and recreational areas	84	84	85	86	86	86	86	86	86	86
Golf courses	3	3	3	4	4	4	4	4	4	4
Swimming pools	4	4	4	4	3	3	3	3	3	3
<u>Water</u>										
Miles of water lines	998	1,010	1,024	1,153	1,157	1,159	1,160	1,164	1,176	1,370
Treatment capacity (million gallons/day)	72	72	72	72	72	72	72	72	72	72
<u>Wastewater</u>										
Miles of sewer/stormwater mains	1,683	1,715	1,727	1,802	1,830	1,861	1,856	1,880	1,893	1,899
Treatment capacity (million gallons/day)	60	60	60	60	60	60	60	70	70	70

Sources: Various city departments.

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

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The City of Fort Wayne

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