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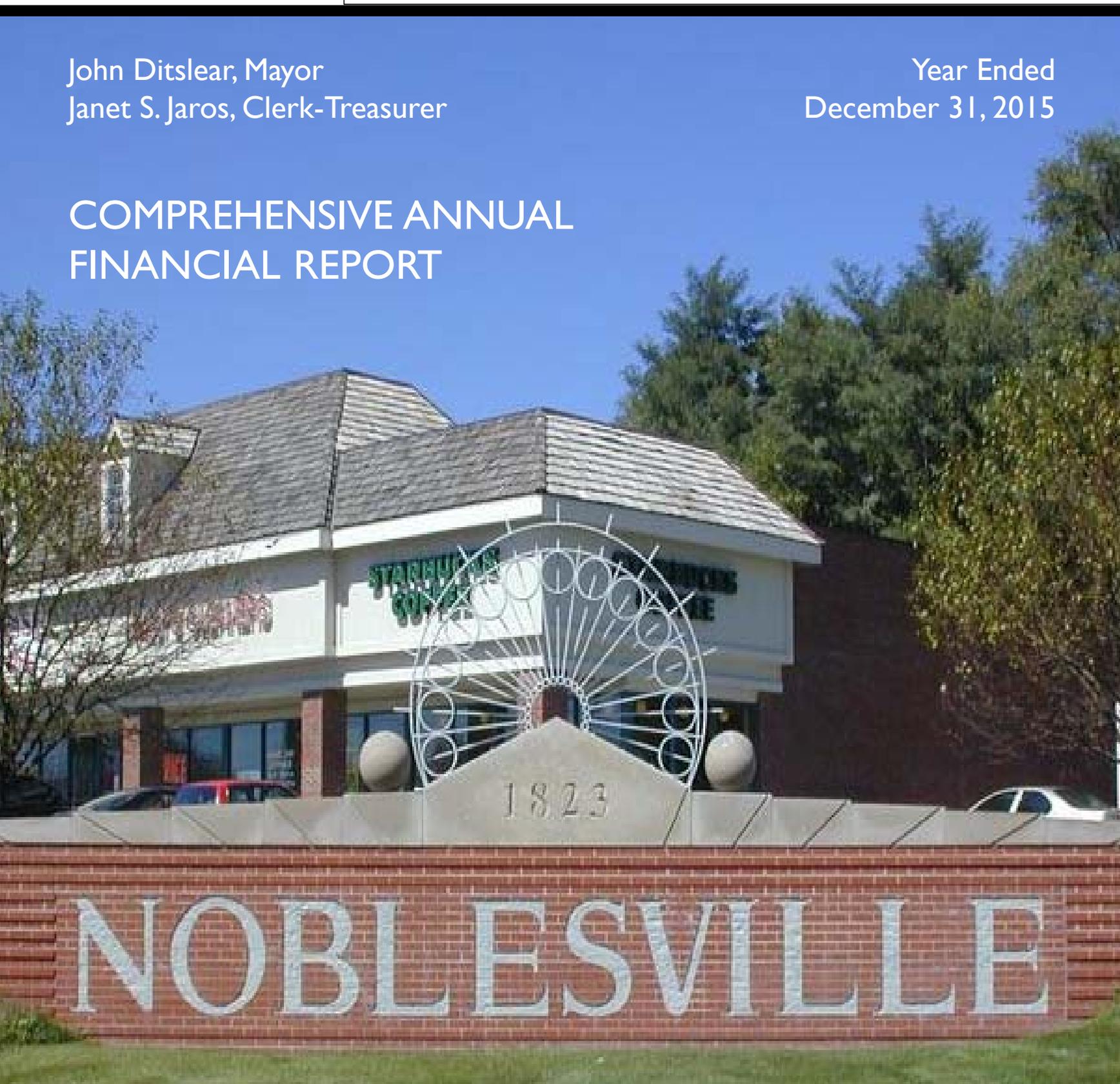
CITY OF NOBLESVILLE, INDIANA

FILED
09/23/2016

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

Year Ended
December 31, 2015

COMPREHENSIVE ANNUAL FINANCIAL REPORT



COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF NOBLESVILLE, INDIANA

Year Ended December 31, 2015

Prepared by:

Michael Hendricks, Controller

INTRODUCTORY SECTION

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

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CITY OF NOBLESVILLE
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Members of the Board of Public Works



Jack Martin, John Ditslear, Lawrence Stark



John Ditslear, Mayor

June 28, 2016

Dear Citizens of Noblesville and Interested Persons,

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

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

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

John Ditslear, Mayor
City of Noblesville

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Controller

June 27, 2016

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

The Comprehensive Annual Financial Report (CAFR) of the City of Noblesville, Indiana, for the year ended December 31, 2015, is submitted herewith. The CAFR is presented as part of a continuing effort to provide the citizens of Noblesville with the highest standards of financial accountability and disclosure.

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

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

REPORT FORMAT

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

PROFILE OF THE GOVERNMENT

The City of Noblesville was incorporated in 1851 and is the County seat of Hamilton County. It is located in central Indiana 17 miles northeast of downtown Indianapolis. Noblesville is one of the most rapidly growing municipalities in the State, serving a current estimated population of 59,153, covering an area of approximately 33.06 square miles with 255.6 miles of public roadways.

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

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

The administrative body for the City is the Board of Public Works. The Board of Works is composed of three members, two appointed by the Mayor and the Mayor, who presides. The Board of Works is also administrator to the Wastewater Utility. The utility served 19,359 customers as of December 31, 2015, an increase of 513 since the prior year.

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

FACTORS AFFECTING FINANCIAL CONDITION

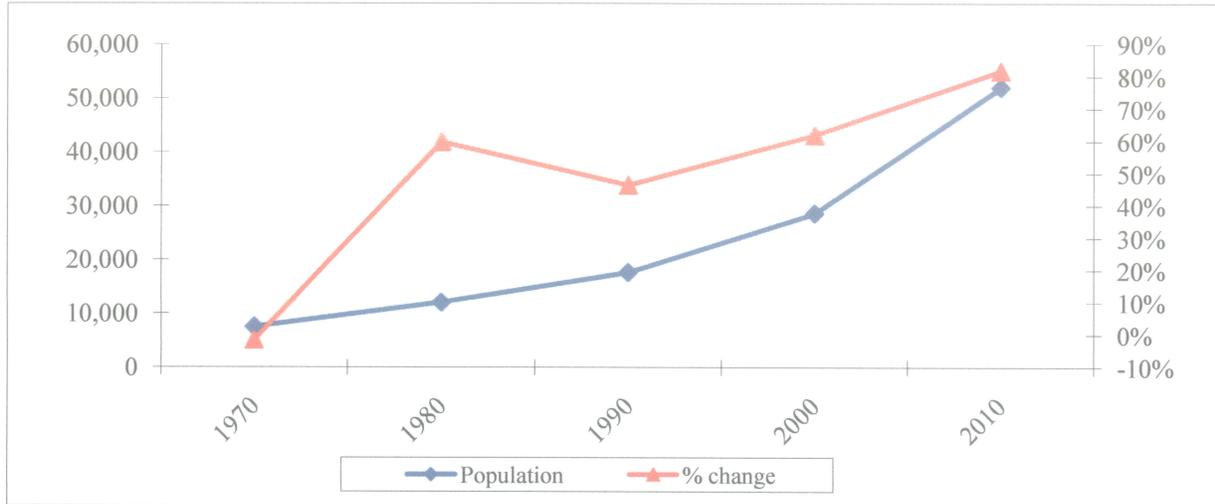
The information presented in the financial statements may be better understood when economic and related environmental factors specifically impacting the City of Noblesville are considered. The following sections provide brief summaries of certain key factors related to the local economy, long term financial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

Local Economy

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

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

POPULATION (U.S. CENSUS)



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

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

The industries of Noblesville manufacture a variety of products including air springs, glass reinforced polyester sheet and molding, disposable medical equipment, plastic components and aquariums. Retail, governmental, health care and educational services are also among the largest employers in the City. Many local residents are employed in the nearby cities of Carmel, Indianapolis, Muncie and Kokomo. Based upon State employment data, Noblesville’s 2015

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

Long-Term Financial Planning

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

One of the primary areas of emphasis related to the future economic development of Noblesville is to aggressively market the Corporate Campus and Hamilton Town Center to potential users. These two areas opened in recent years and are expected to continue to have growth in the coming years. Both are still attracting tenants and continue to be an influence on site sector profiles. Additional economic development efforts are focusing on the riverfront, city gateways, trails, possible cultural district, brownfield redevelopment and improvements to the downtown core.

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

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

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

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

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

Relevant Financial Policies

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

The City is responding to revenue adjustments due in part to tax caps (see discussion in the MD&A). As an example, the City has an established policy of refunding debt when callable if debt service savings can be achieved. Historically low municipal bond interest rates facilitated the refunding of two bond issues in 2015 which will reduce the City's debt payment obligations paid with tax revenue by approximately \$5.5 million over the next fourteen years.

Budgetary Controls

In accordance with Indiana Statute, the City maintains budgetary controls integrated within the accounting system. The objective of these budgetary controls is to ensure compliance with the annual appropriated budget adopted by the City Council and as approved by the Department of Local Government Finance. The annual budget includes the General Fund, Motor Vehicle Highway Fund, Local Road and Street Fund, County Option Income Tax Fund, Local Law Enforcement Continuing Education Fund, Park and Recreation Fund, Park Nonreverting Operating Fund, Parking Meter Fund, City Hall Debt Fund, Fire Station 2 Debt Fund, Fire Station 7/Street Dept. Fund, Fire Station Five and Six Debt, Little Chicago Road Debt, Hazel Dell Tax Increment Financing, Cumulative Capital Improvement Fund, Cumulative Capital Development Fund and Cumulative Building and Fire Fighting Equipment Fund. The Redevelopment Commission approves the budgets for the TIF Funds.

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

Common Council and subsequently submitted for approval to the Department of Local Government Finance.

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

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

Department heads prepare draft budgets in June for presentation to the Council in a series of public work sessions. A budget ordinance is prepared under the Mayor's direction for introduction to the Common Council at its first meeting in October. The budget is advertised per Indiana statute, and a public hearing is held prior to the final adoption by the end of October. The Controller's office provides a comprehensive budget packet on prior expenditures, revenues, and estimated fund cash balance forecasts and tax rates for public review, which is made available at the office of the Controller. The Common Council has the power to decrease any major category proposed by the Mayor, but may not increase any category in the budget.

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

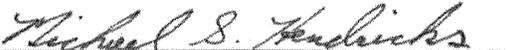
Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 86-89. For other governmental funds with appropriated annual budgets, this comparison is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

ACKNOWLEDGEMENTS

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

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

Respectfully submitted,


Michael S. Hendricks, Controller

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Government Finance Officers Association

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

Presented to

**City of Noblesville
Indiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2014

Executive Director/CEO

Common Council Members



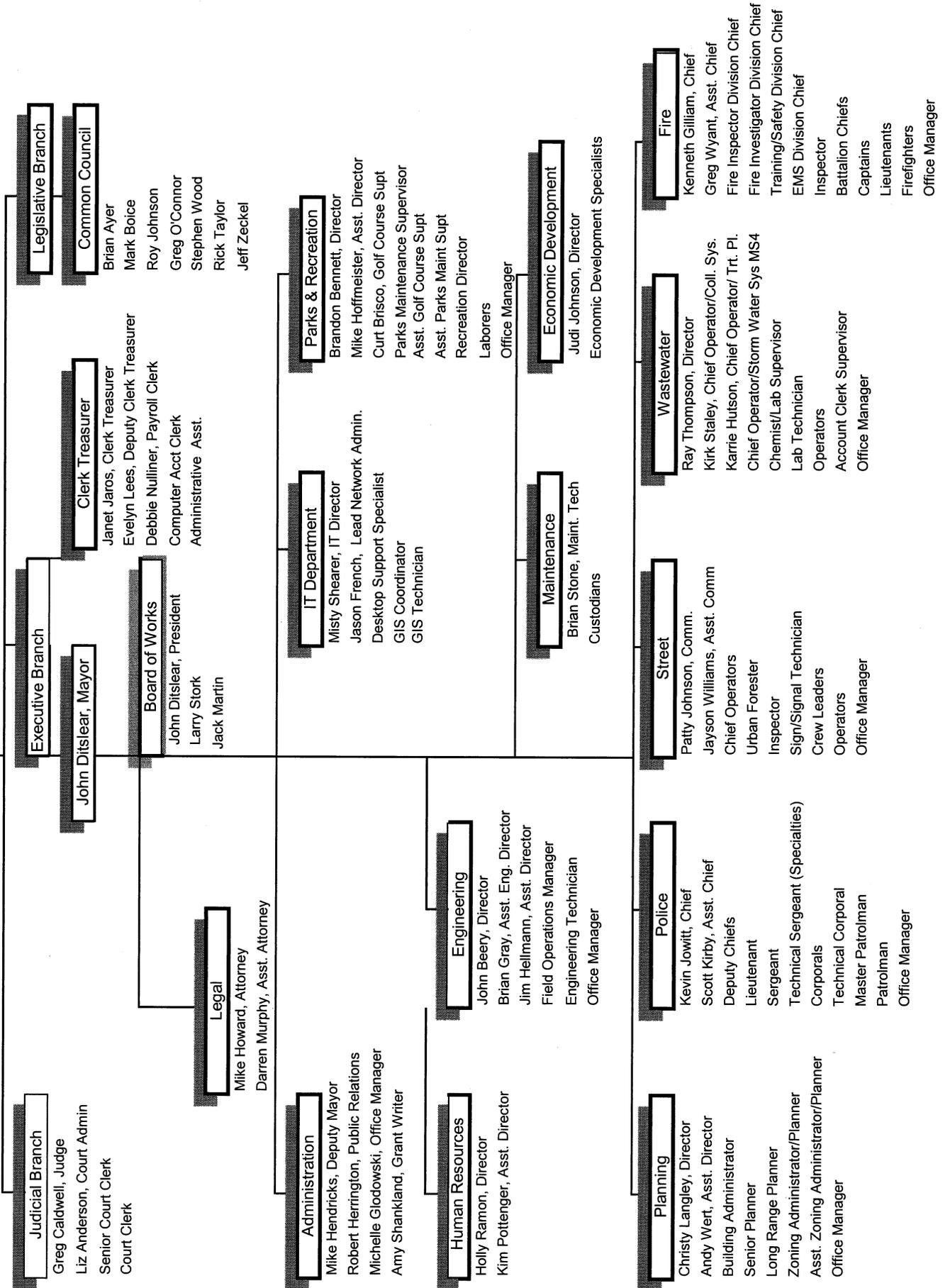
Back Row: (left to right) Rick Taylor, Jeff Zeckel, Mark Boice, Brain Ayer
Front Row: (left to right) Stephen C. Wood, Gregory P. O'Connor, Roy Johnson

NOBLESVILLE CITY OFFICIALS

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

City of Noblesville

2015



FINANCIAL SECTION



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT

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

Report on the Financial Statements

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City of Noblesville (City), as of and for the year ended December 31, 2015, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the Table of Contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

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

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

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

Opinions

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2015, and the respective changes in financial position and, where applicable, cash flows thereof and for the year then ended, in accordance with accounting principles generally accepted in the United States of America.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Emphasis of Matter

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

Other Matters

Required Supplementary Information

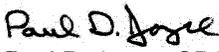
Accounting principles generally accepted in the United States of America require that the Management's Discussion and Analysis, Schedules of Proportionate Share of the Net Pension Liability, Schedules of City Contributions, Schedules of Changes in Net Pension Liability, Schedules of Net Pension Liability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

Other Information

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

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

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


Paul D. Joyce, CPA
State Examiner

June 27, 2016

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Noblesville, Indiana, we offer readers of the City of Noblesville's financial statements this narrative overview and analysis of the financial activities of the City of Noblesville for the fiscal year ended December 31, 2015. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages VI-XI of this report.

FINANCIAL HIGHLIGHTS

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

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

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

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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

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

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

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

The government-wide financial statements can be found on pages 17-18 of this report.

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

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

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

The City of Noblesville maintains 47 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, redevelopment authority debt service fund and redevelopment authority capital projects, all of which are considered to be major funds. Data from the other 44 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of *combining statements* elsewhere in this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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

The basic governmental fund financial statements can be found on pages 19-22 of this report.

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

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

The basic proprietary fund financial statements can be found on pages 23-25 of this report.

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

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

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 28-77 of this report.

Other Information. The combining statements referred to earlier in connection with non major governmental funds and fiduciary funds can be found on pages 98-134 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. In the case of the City of Noblesville, assets exceeded liabilities by \$268,497,730 at the close of the most recent fiscal year.

By far the largest portion of the City of Noblesville's net position (80 percent) reflects its investment in capital assets (e.g. land, buildings, vehicles, and equipment); less any related debt used to acquire those assets that is still outstanding. The City of Noblesville uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Noblesville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The comparison is presented for purposes of additional analysis.

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

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

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

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

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

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

City of Noblesville Change in Net Position

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

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

Governmental Activities

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

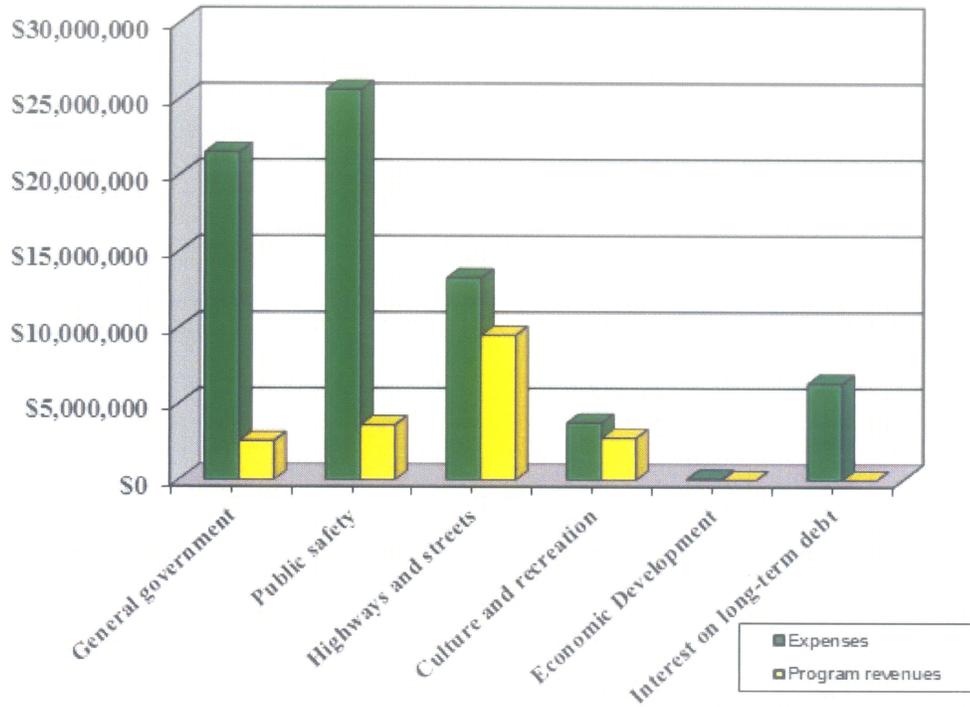
Notable changes in governmental activities revenues and expenses in 2015 compared to the 2014 included the following:

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

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

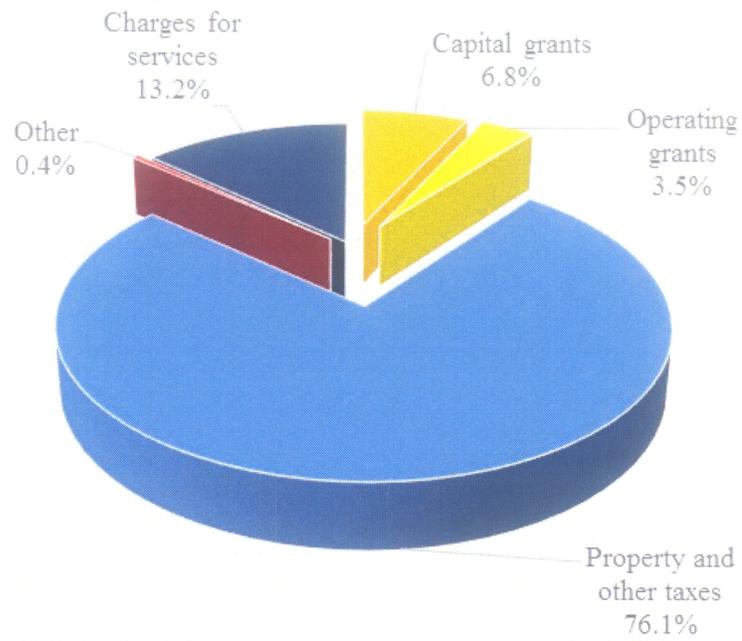
The following chart compares expenses with program revenues for the City's governmental activities.

Expenses and Program Revenues – Governmental Activities



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

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



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

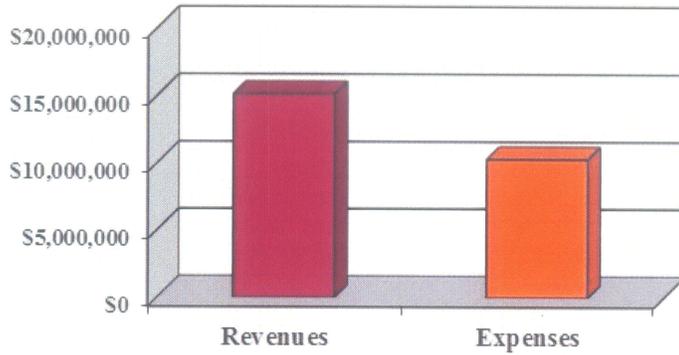
Business-type Activities

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

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

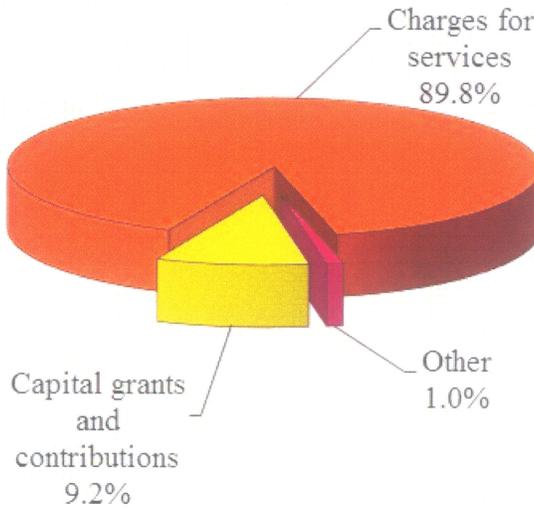
The following chart compares expenses with program revenues for the City's business-type activities:

Expenses and Program Revenues – Business-type Activities



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

Revenues by Source – Business-type Activities



MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Financial analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the City of Noblesville's governmental funds reported combined ending fund balances of \$70,218,286, an increase of \$3,579,086. A total of \$9,407,820 of the ending fund balances is restricted and the remaining fund balances totaling \$60,810,466 are either committed, assigned or unassigned.

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

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

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

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

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

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

General Fund Budgetary Highlights

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

General fund budget basis revenues exceeded the final budgeted amounts by \$443,245. Total expenditures on a budgetary basis were 18% under the final budget. All departments were under budget with the most significant favorable variance relating to Council. \$6.0 million in capital outlays were budgeted for the Council; however, no capital outlays were expended. The City uses this general fund budget category each year to ensure that the budget meets the State requirements for successfully receiving an appeal to the maximum levy limitations. The Police Department variance of \$691,788 was due to lower expenditures in personal services, supplies, other services and charges and capital outlays. A portion of the savings was from the use of capital leases for the department's equipment purchases.

Capital Asset and Debt Management.

Capital assets. The City of Noblesville's investment in capital assets for its governmental and business-type activities as of December 31, 2015, amounts to \$431,921,620 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, traffic signals, and storm sewers. Total net investment in capital assets increased \$3,080,000 in 2015. The net investment in capital assets is a combination of the additions of assets and the amount of accumulated depreciation. Major capital asset additions for the governmental activities totaled approximately \$7.2 million and include completion of the Public Safety Building renovations (\$1,354,000), the new salt storage facility (\$1,369,000), the Cabela Parkway expansion, which also includes storm water improvements (\$1,322,000), and purchases for future development and right of ways (\$2,606,000). Construction in progress increased slightly due to roadway and other infrastructure expenditures. The largest on-going project included the Pressley Blvd. Extension in the amount of \$2.2 million. For business-type transactions, additions in 2015 which totaled approximately \$2.9 million included \$1,299,000 of developer contributed sewers and \$1,224,000 for Phase III of the LTCP.

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

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

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

Long-term debt. At the end of the current fiscal year, the City of Noblesville had \$230,925,000 in long-term bonds outstanding. Of this amount, \$189,995,000 comprises debt backed by the full faith and credit of the government and \$40,930,000 represents revenue bonds issued by the Wastewater Utility secured solely by the net revenues of the utility.

City of Noblesville's Outstanding Debt as of December 31, 2015

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

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

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

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

The State of Indiana limits the amount of general obligation debt a City may issue to 2% of its current assessed value. For the City of Noblesville, this amount is \$15,844,488. The City of Noblesville Redevelopment Commission also may issue general obligation debt subject to the same limit. As of December 31, 2015, the City has \$3,370,000 of outstanding debt subject to this limit and the Redevelopment Commission has \$10,700,000 outstanding. The remaining outstanding City and Redevelopment Commission debt was issued as lease rental obligations or tax increment district bonds which are not subject to the 2% limit. Additional information on the City's long-term liabilities can be found in Note II H, on pages 44-48 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the City of Noblesville ended 2015 at 3.5 percent. This compares favorably to the State's average unemployment rate of 4.8 percent and the National average rate of 5.3 percent.
- The City continues to experience post-recession growth as evidenced by 2015 building permits totaling 1,270 which is a 45% increase from the previous year.
- County option income tax (COIT) was 30% of the City's 2015 governmental revenues compared to 28% in 2014. These funds which can be used for capital projects as well as ongoing operating expenses, have again shown notable increases in the past few years due to the positive improvements in the local economy. The City will hold this revenue increase as a reserve to offset possible future volatility in tax revenues and increases in property tax cap adjustments discussed below.
- State wide property tax caps (based upon a percent of gross AV by property class) became effective beginning in 2009. In 2015, the circuit breaker adjustments from these caps resulted in a loss of approximately \$5.2 million in revenue. Those losses are estimated to decrease to \$3.6 million for 2016. As it has done over the last few years, the City continues to take several steps to right size the budget for these losses including: hiring freeze, staff reductions through attrition, overtime reductions and departmental cost sharing.

All of these factors were considered in preparing the City of Noblesville's budget for the 2016 fiscal year. To compensate for both cycles in the economy and plans for future capital expansion, the City routinely puts aside resources.

Requests for Information

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

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CITY OF NOBLESVILLE
STATEMENT OF NET POSITION
December 31, 2015

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

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

CITY OF NOBLESVILLE
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2015

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

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

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

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

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

CITY OF NOBLESVILLE
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION
December 31, 2015

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

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

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

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

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

CITY OF NOBLESVILLE
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2015

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

Net change in fund balances - total governmental funds (Statement of Revenues, Expenditures, and Changes in Fund Balances)	\$	3,579,086
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:		
Capital outlay per the funds statement	9,185,528	
Capital outlay for items costing less than the capitalization threshold	(2,917,598)	
Depreciation expense	<u>(8,144,679)</u>	(1,876,749)
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.		
Asset disposals	(1,357,499)	
Donated assets	<u>4,980,194</u>	3,622,695
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.		
Unavailable revenue		2,528,867
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net position. Also, governmental funds report the effect of premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items:		
Bond issuance:		
Refunding bonds	(28,840,000)	
Bond premium	(100,368)	
Recognize deferred loss	2,203,260	
Capital leases	(1,706,445)	
Principal payments:		
General obligation bonds	11,695,000	
Capital leases	1,447,427	
Payment to escrow agent for refunding	21,360,000	
Amortization of bond discount	<u>(368,216)</u>	5,690,658
Accrued interest reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.		
		(43,737)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue of the internal service funds is reported with governmental activities.		
Change in net position		(258,361)
Change in internal balance		5,710
Compensated absences which are not due and payable in the current period are, therefore, not reported in the funds.		
		(30,454)
Net pension liability and net OPEB obligation are not due and payable in the current period and, therefore, are not reported in the funds, but are included in the government-wide statements.		
		<u>(3,563,436)</u>
Change in net position of governmental activities (Statement of Activities)	\$	<u>9,654,279</u>

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

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

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

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

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

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

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

CITY OF NOBLESVILLE
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
For The Year Ended December 31, 2015

	<u>Enterprise Fund</u>	
	<u>Wastewater Utility</u>	<u>Internal Service Fund</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 13,227,301	\$ 8,971,132
Payments to suppliers	(2,938,377)	(8,977,693)
Payments to employees	(2,148,799)	-
Other receipts	487,106	-
	<u>8,627,231</u>	<u>(6,561)</u>
Net cash provided by operating activities		
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(2,694,707)	-
Net bond proceeds	17,914,582	-
Transfers to City funds	(200,000)	-
Principal paid on capital debt	(20,773,291)	-
Interest paid on capital debt	(1,134,927)	-
	<u>(6,888,343)</u>	<u>-</u>
Net cash provided by capital and related financing activities		
Cash flows from investing activities:		
Interest received	150,630	-
	<u>150,630</u>	<u>-</u>
Net increase in cash and cash equivalents		
	1,889,518	(6,561)
Cash and cash equivalents, January 1		
(Including \$10,200,771 for the Wastewater Utility reported in restricted accounts)	26,933,167	514,791
	<u>26,933,167</u>	<u>514,791</u>
Cash and cash equivalents, December 31		
(Including \$8,914,112 for the Wastewater Utility reported in restricted accounts)	\$ 28,822,685	\$ 508,230
	<u>\$ 28,822,685</u>	<u>\$ 508,230</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income (loss)	\$ 4,814,435	\$ (258,361)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	3,411,371	-
(Increase) decrease in assets:		
Accounts receivable	(69,713)	-
Other receivable	57,305	-
Inventories	18,342	-
Increase (decrease) in liabilities:		
Contracts payable	445,609	-
Accounts payable	(75,814)	-
Unpaid claim payable	-	251,800
Accrued payroll and payroll withholdings payable	7,719	-
Compensated absence payable	17,977	-
	<u>3,812,796</u>	<u>251,800</u>
Total adjustments		
	<u>3,812,796</u>	<u>251,800</u>
Net cash provided by operating activities	<u>\$ 8,627,231</u>	<u>\$ (6,561)</u>
Noncash transactions:		
Capital assets were contributed by private developers in the amount of \$1,298,832.		
Capital assets were contributed to the utility from the City in the amount of \$532,792.		

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

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

	<u>Pension</u> <u>Trust Funds</u>	<u>Agency Funds</u>
<u>Assets</u>		
Cash and cash equivalents	\$ 1,294,483	\$ 334,981
Total assets	<u>1,294,483</u>	<u>334,981</u>
<u>Liabilities</u>		
Trust payable	-	60,419
Performance deposits payable	-	258,780
Payroll withholdings payable	-	15,782
Total liabilities	<u>-</u>	<u>334,981</u>
Net position restricted for pensions	<u>\$ 1,294,483</u>	<u>\$ -</u>

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Blended Component Units

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

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

Jointly Governed Organization

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

The primary government reports the following major governmental funds:

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

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

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

The primary government reports the following major proprietary funds:

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

Additionally, the primary government reports the following fund types:

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

D. Assets, Liabilities, and Net Position or Equity

1. Deposits and Investments

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

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

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

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

2. Interfund Transactions and Balances

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

3. Property Taxes

Property taxes levied are collected by the County Treasurer and are distributed to the primary government in June and in December. State statutes (IC 6-1.1-17-16) require the Indiana Department of Local Government Finance to establish property tax rates and levies by February 15. These rates were based upon the preceding year's March 1 (lien date) assessed valuations adjusted for various tax credits. Taxable property is assessed at 100 percent of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments that become delinquent if not paid by May 10 and November 10, respectively. Delinquent property taxes outstanding at year end for governmental and/or proprietary funds, net of allowances for uncollectible accounts, are recorded as a receivable with an offset to deferred inflow of resources-unavailable revenue since the amounts are not considered available within 60 days.

4. Cash and Cash Equivalents

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

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

5. Inventories

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

6. Restricted Assets

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

7. Capital Assets

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

Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. Contributed or donated assets are reported at estimated fair value at the time received.

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

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

N/A = Not applicable

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental-type and business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by the primary government in its business-type activities was \$1,417,565; \$1,315,752 was expensed and \$101,813 in interest was capitalized during 2015.

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

8. Compensated Absences

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

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

9. Unavailable and Unearned Revenue

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

10. Long-Term Obligations

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

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

11. Deferred Outflows / Inflows of Resources

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

12. Net Position

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

E. Restatements

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

II. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

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

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2015, the City had the following investments:

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

Statutory Authorization for Investment Policies

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

Indiana code also provides for investment in money market mutual funds that are in the form of securities of or interest in an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50 percent of the funds held by the City and available for investment. The portfolio of an investment company or investment trust used must be limited to direct obligations of the United States of America, obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise: or repurchase agreements fully collateralized by direct obligations of the

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

United States of America or obligations issued by a federal agency, a federal instrumentality, or a federal government sponsored enterprise. The form of securities or interest in an investment company or investment trust must be rated as AAA, or its equivalent by Standard and Poor's Corporation or its successor or Aaa, or its equivalent, by Moody's Investors Service, Inc., or its successor. The form of securities in an investment company or investment trust should have a stated final maturity of one day.

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

Investment Custodial Credit Risk

The custodial risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City does not have a formal investment policy for custodial credit risk for investments. At December 31, 2015, the City held investments in money market funds and certificates of deposit in the amount of \$19,492,906. All of these investments were held by the counterparty's trust department or agent in the City's name.

Interest Rate Risk

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

Credit Risk

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

Concentration of Credit Risk

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Receivables

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

C. Capital Assets

Capital asset activity for the year ended December 31, 2015, was as follows:

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Governmental activities:	
General government	\$ 673,476
Public safety	1,164,585
Highways and streets	5,788,481
Culture and recreation	<u>518,137</u>
Total depreciation expense - governmental activities	<u><u>\$ 8,144,679</u></u>
Business-type activities:	
Wastewater	<u>\$ 3,411,371</u>
Total depreciation expense - business-type activities	<u><u>\$ 3,411,371</u></u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Construction Commitments

Construction work in progress is composed of the following:

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

E. Interfund Activity

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

F. Other Income

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

Description	General Fund	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental Funds	Totals
Interest Eamed	\$ 41,783	\$ 5,950	\$ 256	\$ 104,017	\$ 152,006
Refunds and Reimbursements	201,737	-	-	386,880	588,617
Sale of Property	1,350	-	-	552	1,902
Donations	-	-	-	71,371	71,371
Totals	\$ 244,870	\$ 5,950	\$ 256	\$ 562,820	\$ 813,896

G. Leases

1. Operating Leases

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

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
2016	\$ 1,440	\$ 6,768
2017	1,440	6,768
2018	1,140	-
2019	300	-
Totals	\$ 4,320	\$ 13,536

2. Capital Leases

The primary government has entered into various capital leases for equipment for various departments including Police, Fire, Street, Emergency Medical Services, Park, Network and Wastewater. Future minimum lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2015, are as follows:

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

	Governmental Activities	Business-Type Activities
Machinery and equipment	\$ 7,603,045	\$ 254,921
Accumulated depreciation	(3,734,208)	(107,500)
Total	\$ 3,868,837	\$ 147,421

H. Long-Term Liabilities

1. General Obligation Bonds

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

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

**CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)**

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Year Ended December 31	Governmental Activities		
	Principal	Interest	Totals
2016	\$ 11,895,000	\$ 5,993,528	\$ 17,888,528
2017	12,775,000	5,768,941	18,543,941
2018	13,140,000	5,393,038	18,533,038
2019	13,500,000	4,990,320	18,490,320
2020	13,710,000	4,578,547	18,288,547
2021-2025	69,715,000	16,187,998	85,902,998
2026-2030	49,570,000	5,259,591	54,829,591
2031-2035	4,105,000	566,294	4,671,294
2036-2040	1,585,000	167,888	1,752,888
Totals	\$ 189,995,000	\$ 48,906,145	\$ 238,901,145

2. Revenue Bonds

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

Purpose	Interest Rates	Original Debt Issued	Outstanding Principal
2011 Revenue Bonds due in installments of \$85,000 to \$1,625,000 plus interest through January 1, 2031	2.25% to 5.00%	\$ 12,000,000	\$ 11,585,000
2013 Revenue and Refunding Revenue Bonds due in installments of \$110,000 to \$560,000 plus interest through January 1, 2033	2.20%	12,995,000	10,545,000
2015 Refunding Revenue Bonds due in installments of \$535,000 to \$1,225,000 plus interest through January 1, 2028	2.52%	19,505,000	18,800,000
Totals		\$ 44,500,000	40,930,000
Current portion of debt			(2,240,000)
Unamortized discount			(40,158)
Total long-term portion			\$ 38,649,842

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Revenue bonds debt service requirements to maturity are as follows:

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

3. Advance Refunding

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

4. Changes in Long-Term Liabilities

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

I. Fund Balances

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

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

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

J. Restricted Net Position

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

K. Net Investment in Capital Assets

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

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

L. Unavailable Revenue

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

M. Subsequent Events

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

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

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

N. Conduit Debt

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

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

III. Other Information

A. Risk Management

The primary government is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters.

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; medical benefits to employees, retirees, and dependents (excluding postemployment benefits); and natural disasters are covered by commercial insurance from independent third parties. Settled claims from these risks have not exceeded commercial insurance coverage for the past three years. There were no significant reductions in insurance by major category of risk.

Medical Benefits to Employees, Retirees, and Dependents

The primary government has chosen to establish a risk financing fund for risks associated with medical benefits to employees, retirees, and dependents. The risk financing fund is accounted for

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

	2015	2014
Unpaid claims, beginning of fiscal year	\$ 421,179	\$ 609,086
Incurred claims and changes in estimates	9,229,493	8,216,649
Claim payments	8,977,693	8,404,556
Unpaid claims, end of fiscal year	<u>\$ 672,979</u>	<u>\$ 421,179</u>

Job Related Illnesses or Injuries to Employees

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

B. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

Noblesville Healthcare Plan is a single-employer defined benefit healthcare plan administered by the City of Noblesville. The plan provides health, vision and dental benefits to eligible retirees and their spouses. Local ordinance assigns the authority to establish and amend benefit provisions to the City. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information for the plan.

Funding Policy

The contribution requirements of plan members for the Noblesville Healthcare Plan are established and can be amended by the City's insurance committee and approved by the City Council. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the governing board. For the year ended December 31, 2015, the City contributed \$291,447 to the plan for current premiums. Plan

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Annual OPEB Cost and Net OPEB Obligation

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

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

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2015 and the two preceding years were as follows:

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

Funded Status and Funding Progress

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

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
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and new estimates are made about the future. The Schedule of Funding Progress, presented as Required Supplementary Information following the Notes to Financial Statements, presents multiyear trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumption

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

In the December 31, 2015 actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included a 5.0 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, a general inflation rate assumption of 2.0 percent and an annual healthcare cost trend inflation rate of 10.0 percent initially, reduced by decrements to an ultimate inflation rate of 5.0 percent after 10 years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2015, was 30 years.

C. Pension Plans

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

a. Public Employees' Retirement Fund

Plan Description

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Membership

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

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

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

Contributions

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Retirement Benefits – Defined Benefit Pension

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
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Disability and Survivor Benefits

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

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

Retirement Benefits – Annuity Savings Account

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

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

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

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

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

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

Plan Description

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

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

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

Membership

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

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

Contributions

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

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

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

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

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

Retirement Benefits

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

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

Disability and Survivor Benefits

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
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spouse or children, a dependent parent(s) may receive 50 percent of the member's monthly benefit during their lifetime.

Deferred Retirement Option Plan

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

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

c. Actuarial Information for the Above Plans

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Actuarial Assumptions

PERF – Civil

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

PERF – 1977 Plans

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

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

PERF – Civil

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

PERF – 1977 Police

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

PERF – 1977 Firefighters

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

Asset allocation of the pension plan's portfolio

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

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

Money-weighted rate of return

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

2. Single-Employer Defined Benefit Pension Plans

a. 1925 Police Officers' Pension Plan

Plan Description

The primary government contributes to the 1925 Police Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The pension board consists of five members, four of which are elected by active members and one of which is elected by retired members. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by and may be amended by the plan administrator, as provided by state statute. The plan administrator does not issue a

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
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publicly available financial report that includes financial statements and required supplementary information of the plan.

Contributions

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to 6 percent of the salary of a first class patrolman. The primary government is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements including administrative costs of the fund (pay-as-you-go basis); the amount contributed for 2015 is \$246,005. The contribution requirements of plan members and the primary government are established by state statute. All of this amount is contributed by the State of Indiana on behalf of the primary government. On behalf contributions from the State of Indiana approximate the amount paid out for benefits and were recognized as revenues and expenditures in the pension trust fund during the year.

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

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

Net Pension Liability

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

Benefits Provided

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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

Investments

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

Deferred Retirement Option Plan

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

b. 1937 Firefighters' Pension Plan

Plan Description

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

Contributions

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to 6 percent of the salary of a fully paid first class firefighter. The primary government is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements including administrative costs of the fund (pay-as-you-go basis); the amount contributed for 2015 is \$444,350. The contribution requirements of plan members and the primary government are established by state statute. All of this amount is contributed by the State of Indiana on behalf of the primary government. On behalf contributions from the State of Indiana approximate the amount paid out for benefits and were recognized as revenues and expenditures of the pension trust fund during the year.

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Net Pension Liability

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

Benefits Provided

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

Investments

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

Deferred Retirement Option Plan

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

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

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

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

c. Actuarial Information for the Above Plans

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

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

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

*2.50% converted members; 2.00% nonconverted members

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

d. Financial Statements for Defined Benefits Plans

Statements of Fiduciary Net Position:

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

Statements of Changes in Fiduciary Net Position:

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

1925 Police Officers' Pension Plan

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

1937 Firefighters' Pension Plan

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

Deferred inflows and outflows of resources

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

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Significant Actuarial Assumptions to Measure the Total Pension Liability

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

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Required Supplementary Information

CITY OF NOBLESVILLE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULES OF NET PENSION LIABILITY AND RELATED RATIOS -
 SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS

1925 Police Officers' Pension Plan

Year Ending	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)	Fiduciary Net Position as a Percentage of Total Pension Liability (b/a)	Covered Employer Payroll (c)	Net Pension Liability as a Percentage of Covered Payroll ((a-b)/c)
12-31-12	\$ 2,876,399	\$ -	\$ 2,876,399	0%	\$ -	- No Covered Payroll
12-31-13	3,756,754	-	3,756,754	0%	-	- No Covered Payroll
12-31-14	4,126,737	-	4,126,737	0%	-	- No Covered Payroll
12-31-15	3,757,162	-	3,757,162	0%	-	- No Covered Payroll

1937 Firefighters' Pension Plan

Year Ending	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a-b)	Fiduciary Net Position as a Percentage of Total Pension Liability (b/a)	Covered Employer Payroll (c)	Net Pension Liability as a Percentage of Covered Payroll ((a-b)/c)
12-31-12	\$ 6,166,336	\$ -	\$ 6,166,336	0%	\$ -	- No Covered Payroll
12-31-13	7,712,175	-	7,712,175	0%	-	- No Covered Payroll
12-31-14	8,716,709	-	8,716,709	0%	-	- No Covered Payroll
12-31-15	7,907,143	-	7,907,143	0%	-	- No Covered Payroll

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

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

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

<u>PERF - Civil</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability	0.0017379	0.0016850
Proportionate share of the net pension liability	\$ 7,078,296	\$ 4,428,071
Covered payroll	8,349,124	8,250,830
Proportionate share of the net pension liability as a percentage of covered payroll	84.8%	53.7%
Plan fiduciary net position as a percentage of the total pension liability	77.3%	84.3%

<u>PERF - 1977 Police</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability	0.0060294	0.0063147
Proportionate share of the net pension liability	\$ (890,664)	\$ (321,925)
Covered payroll	4,493,930	4,487,104
Proportionate share of the net pension liability as a percentage of covered payroll	-19.8%	-7.2%
Plan fiduciary net position as a percentage of the total pension liability	103.2%	101.1%

<u>PERF - 1977 Firefighters</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability	0.0097810	0.0101825
Proportionate share of the net pension liability	\$ (1,444,850)	\$ (519,107)
Covered payroll	7,290,133	7,235,488
Proportionate share of the net pension liability as a percentage of covered payroll	-19.8%	-7.2%
Plan fiduciary net position as a percentage of the total pension liability	103.2%	101.1%

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

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

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

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

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

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

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

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

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

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

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

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

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF FUNDING PROGRESS

Other Postemployment Benefits

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-08	\$ -	\$ 17,885,929	\$ (17,885,929)	0%	\$ 15,699,600	(0,114%)
01-01-09	-	20,313,362	(20,313,362)	0%	18,074,247	(112%)
01-01-10	-	22,786,965	(22,786,965)	0%	18,616,475	(122%)
01-01-11	-	25,645,297	(25,645,297)	0%	19,174,969	(134%)
01-01-12	-	21,965,636	(21,965,636)	0%	19,912,927	(110%)
01-01-13	*	*	*	*	*	*
01-01-14	-	27,728,842	(27,728,842)	0%	20,953,006	(132%)
01-01-15	*	*	*	*	*	*
01-01-16	-	51,662,174	(51,662,174)	0%	22,229,044	(232%)

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

SCHEDULE OF CONTRIBUTIONS FROM THE
EMPLOYER AND OTHER CONTRIBUTING ENTITIES

Other Postemployment Benefits

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

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

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE -
GENERAL FUND
For The Year Ended December 31, 2015

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

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

Continued on next page

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE -
GENERAL FUND
For The Year Ended December 31, 2015
(Continued)

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

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

Continued on next page

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE -
GENERAL FUND
For The Year Ended December 31, 2015
(Continued)

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

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

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

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION

Note I. Financial Report – Pension Plans

A. Changes in assumptions

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

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

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

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

1925 Police Officers' and 1937 Firefighters' Pension Plans

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

CITY OF NOBLESVILLE
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 (Continued)

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

PERF and 1977 Fund Plans

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

Note II. Budgets and Budgetary Accounting

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

On or before August 31, the City Executive Fiscal Officer submits to the Common Council a proposed operating budget for the year commencing the following January 1. Prior to adoption, the Notice to Taxpayers is submitted through the State's Gateway portal, and a public hearing is conducted by the Common Council to obtain taxpayer comments. Prior to November 1 of each year, the Common Council through the passage of an ordinance approves the budget for the next year. Copies of the budget ordinance, along with all budget forms for funds for which property taxes are levied or highway use taxes are received are submitted via Gateway to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the City receives approval of the Indiana Department of Local Government Finance.

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

CITY OF NOBLESVILLE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
(Continued)

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

Major funds:
 General

Nonmajor funds:

 Special revenue:

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

 Debt service:

 Fire Station 2 Debt
 Fire Station 7/Street Department Debt
 Fire Stations 5 & 6 Debt
 Little Chicago Road Debt
 City Hall Debt

 Capital projects:

 Cumulative Capital Improvement
 Cumulative Capital Development
 Cumulative Building and Fire Fighting Equipment
 Hazel Dell Tax Increment Financing

Supplemental Schedules

NONMAJOR GOVERNMENTAL FUNDS

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

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

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

Court Record -	To account for equipment or supplies used by the City Court. Financing is provided by fax fees.
Hazardous Materials -	To account for the Fire Department cleanup of hazardous spills. Financing is provided by payment to the City by the responsible party.
Unemployment -	To account for the City's share of unemployment claims. Financing is provided by other funds of the City.
Deferral Program -	To account for fees collected from individuals involved in the deferral program and used to pay costs of prosecuting City ordinances.
Block Grant -	To account for State and Federal grant monies received by the City for various grant projects.
Sick Pay Out -	To allow the pay out of sick hours the employee has accumulated during employment with the City when the employee leaves their employment with the City. The payout is a percentage of the hours accumulated and is based on the number of years of service.
Trail Maintenance -	To account for funds accumulated for trail maintenance.
Levy Excess -	To account for over collected prior year property tax levy's. Such funds must be used to reduce the subsequent year's levy.

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

Fire Station 2 Debt -	To account for the accumulation of resources and payment of semiannual lease payments for Fire Station 2 through July 15, 2019. Financing is provided by an annual property tax levy.
Fire Stations 5 & 6 Debt -	To account for the accumulation of resources and payment of semiannual lease payments for Fire Stations 5 and 6 through January 15, 2025. Financing is provided by an annual property tax levy.
Little Chicago Road Debt -	To account for the accumulation of resources and payment of semiannual lease payments for Little Chicago Road through January 15, 2026. Financing is provided by an annual property tax levy.

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

City Hall Debt - To account for the accumulation of resources and payment of semiannual lease payments for City Hall through 2035. Financing is provided by an annual property tax levy.

Business Park Tax Increment Financing - To account for the accumulation of resources and payment of semiannual lease payments for the repayment of a refunding bonds issued by the Noblesville Redevelopment Authority (a component of the City of Noblesville). Funding of lease payments is from County Option Income Tax.

Fire Station 7/Street Debt - To account for the accumulation of resources and payment of semiannual lease payments of Fire Station 7 and the new Street Department Facility through July 15, 2028. Financing is provided by an annual property tax levy.

Noblesville Building Corporation - To account for the accumulation of resources and payments of general obligation bonds issued by the Noblesville Building Corporation (a component unit of the City of Noblesville). Financing is provided by semiannual lease payments from the County Option Income Tax (COIT), Fire Station 5 & 6 Debt Bonds, and Redevelopment Tax Increment Financing funds.

Capital projects funds - used to account for acquisition and construction of major capital facilities other than those financed by proprietary funds. The primary government maintains the following nonmajor capital projects funds:

Cumulative Capital Improvement - To account for financial resources related to the improvement projects financed by state cigarette tax distributions.

Cumulative Capital Development - To account for expenditures related to the capital improvements for the City. Financing is provided by a specific property tax levy.

Cumulative Building and Fire Fighting Equipment - To account for expenditures related to the Fire Department capital improvements and acquisitions. Financing is provided by a specific annual property tax levy.

Park Nonreverting Capital - To account for park expenditures related to long-term maintenance or capital improvements. Financing is provided by golf course revenue.

2009 Construction - To account for the upgrades to the sewer system on Maple Avenue and a reimbursement for money spent on the parks. Financing is provided by COIT revenues.

Forest Hill School - To account for capital expenditures for the roadway improvements adjacent to the new Promise Road Elementary. Financing was provided by proceeds of the sale of the old Forest Hill School property.

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

Park Impact Fee -	To account for expenditures relating to the maintenance, landscaping and development of parks. Financing is provided by permit charges assessed for new residential and commercial construction.
Road Impact Fee -	To account for expenditures relating to the maintenance of City streets. Financing is provided by permit charges assessed for new residential and commercial construction.
Field Drive Capital -	To account for the expenditures for capital improvements related to Field Drive infrastructure. Financing is provided by note and bond proceeds.
Redevelopment Tax Increment Financing -	To account for the expenditures for capital improvements. Financing is provided by an annual property tax levy.
Stoney Creek East Tax Increment Financing -	To account for the expenditures for capital improvements related to Stoney Creek East infrastructure. Financing is provided by an annual property tax levy.
Corporate Campus Tax Increment Financing – West -	To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.
Corporate Campus Tax Increment Financing – East -	To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.
Hazel Dell Tax Increment Financing -	To account for the expenditures for capital improvements related to Hazel Dell Road expansion. Financing will be provided by bond proceeds in 2007.
146 th Street Reimbursement -	To account for the reimbursement of funds from the Federal grant monies. Financing came from Federal grants.

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

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

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

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

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

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

Continued on next page

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

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

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

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

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

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

Continued on next page

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Continued on next page

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

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

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

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

Continued on next page

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

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

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

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

Continued on next page

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

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

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

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

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

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

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

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

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

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

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

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

Continued on next page

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

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

Continued on next page

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

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

Continued on next page

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

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

Continued on next page

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

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

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FIDUCIARY FUNDS

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

Pension trust funds

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

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

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

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

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

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

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

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

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

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

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

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

**STAT
SECTION**

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	137-141
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source, property tax.	143-147
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	148-153
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	154-157
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	158-160

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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

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

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

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

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

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

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

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

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

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

CITY OF NOBLESVILLE

Changes in Net Position
For the years ended December 31,

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Expenses:										
Governmental Activities:										
General government	\$ 21,513,337	\$ 22,819,562	\$ 16,170,350	\$ 14,977,533	\$ 16,156,250	\$ 15,567,425	\$ 23,812,537	\$ 14,192,964	\$ 9,958,044	\$ 8,359,829
Public safety	25,618,321	26,621,910	24,538,187	24,141,504	24,179,519	23,105,515	22,963,366	23,282,769	21,691,988	18,782,406
Highways and streets	13,258,585	7,811,899	10,709,480	10,390,631	12,868,209	10,098,081	11,651,825	8,048,830	2,226,661	10,076,224
Culture and recreation	3,749,832	2,775,891	2,883,329	3,479,086	2,930,555	3,037,866	3,898,546	2,657,713	2,060,880	2,130,404
Economic Development	84,133	6,088,104	2,450,465	58,644	-	20,316	1,241,557	-	-	-
Interest on long-term debt	6,333,374	7,083,600	8,395,540	8,484,701	9,398,440	9,416,948	10,108,830	11,517,623	6,990,544	4,472,514
Total governmental activities expenses	70,557,582	73,200,966	65,147,351	61,532,099	65,532,973	61,246,151	73,676,661	59,699,899	42,928,117	43,821,377
Business-Type Activities:										
Wastewater	10,305,263	10,497,493	10,721,810	8,950,764	9,939,013	8,515,722	9,073,403	10,342,104	10,867,030	4,897,159
Total business-type activities expenses	10,305,263	10,497,493	10,721,810	8,950,764	9,939,013	8,515,722	9,073,403	10,342,104	10,867,030	4,897,159
Total primary government expenses	80,862,845	83,698,459	75,869,161	70,482,863	75,471,986	69,761,873	82,750,064	70,042,003	53,795,147	48,718,536
Program Revenues:										
Governmental Activities:										
Charges for services:										
General Government	2,547,606	3,219,779	2,763,026	1,503,676	1,762,854	1,956,741	3,079,111	3,256,605	3,251,548	1,920,314
Public Safety	3,602,836	4,392,253	5,037,767	3,369,859	3,479,598	3,856,827	2,829,023	2,093,103	2,259,777	2,044,568
Highways and streets	1,693,328	1,502,685	767,562	1,090,011	985,835	1,422,557	5,445,030	1,873,564	2,380,210	3,111,325
Culture and recreation	2,755,148	2,243,418	2,683,009	2,416,648	2,333,572	1,919,948	2,055,999	2,269,568	2,778,122	2,314,207
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
General Government	-	-	-	-	-	-	3,169	195,690	115,190	40,990
Public Safety	-	-	-	-	-	-	45,000	49,399	107,557	321,454
Highways and streets	2,818,025	2,935,345	2,350,287	2,057,868	1,727,122	1,612,725	5,379,422	5,863,335	2,276,912	4,297,129
Culture and recreation	-	-	-	-	-	-	-	-	39,582	119,298
Capital grants and contributions	-	-	-	-	-	-	-	-	-	-
General Government	-	-	-	-	-	-	-	-	352,550	424,803
Public Safety	-	-	-	-	-	-	-	-	53,371	52,067
Highways and streets	5,512,986	3,593,149	4,539,159	4,567,202	4,678,475	2,927,352	4,818,117	3,544,410	6,975,876	15,290,162
Culture and recreation	-	-	-	-	-	-	-	-	-	-
Total governmental activities revenues	18,929,929	17,886,629	18,140,810	15,005,264	14,967,456	13,696,150	23,654,871	19,145,674	20,590,695	29,936,317
Business-Type Activities:										
Wastewater:										
Charges for services	13,726,815	11,925,499	11,424,691	10,358,608	10,465,336	10,078,803	9,573,608	10,305,669	10,265,927	10,081,629
Operating grants and contributions	-	-	-	-	-	-	-	-	-	-
Capital grants and contributions	1,410,532	1,969,450	790,197	923,099	602,915	1,497,444	4,581,935	1,194,750	3,315,824	3,347,996
Total business-type activities revenues	15,137,347	13,894,949	12,214,888	11,281,707	11,068,251	11,576,247	14,155,543	11,500,419	13,581,751	13,429,625
Total primary government revenues	34,067,276	31,781,578	30,355,698	26,286,971	26,035,707	25,272,397	37,810,414	30,646,093	34,172,446	43,365,942
Net Revenues (expenses):										
Governmental activities	(51,627,653)	(55,314,337)	(47,006,541)	(46,526,835)	(50,565,517)	(47,550,001)	(50,021,790)	(40,554,225)	(22,337,422)	(13,885,060)
Business-type activities	4,832,084	3,397,456	1,493,078	2,330,943	1,129,238	3,060,525	5,082,140	1,158,315	2,714,721	8,532,466
Total net revenues (expenses):	(46,795,569)	(51,916,881)	(45,513,463)	(44,195,892)	(49,436,279)	(44,489,476)	(44,939,650)	(39,395,910)	(19,622,701)	(5,352,594)

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

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

Notes:

- a Various road maintenance and repair projects were completed in 2005 and 2006 that would interface with the Corporate Campus, 146th Street Extension and Hamilton Town Center.
- b In 2007, developers contributed a lower level of infrastructure assets.
- c The increase in 2008 was a result of unusually low expenses in 2007. The majority of roadwork in 2007 included new bond funded capitalized infrastructure. Street repair and maintenance expenditures returned to historical norms in 2008.
- d The increase in 2008 was due to interest incurred on three major bond issues in 2007, in addition the City reimbursed the County \$1.9 Million which paid a portion of the County's short term financing obligation for the 146th street project base their interlocal agreement.
- e Increase due to additional tax increment revenues from growth in the City's economic development district and increase in the general levy to support the cost of services to growing areas.
- f The increase is due to a \$2 million transfer to the wastewater utility and overstatement of capital additions in 2008 which was corrected in 2009 with a prior period adjustment.
- g The increase in 2009 was due to pension obligations paid by the state that received in the general fund and are expensed into the pension obligation funds.
- h The decrease in COIT taxes is due to the recognition in 2010 of new State estimates of the balance in undistributed county option income taxes which now indicate distributions to the City exceed actual collections by \$5.2 million.
- i COIT increased after State discovered previously reported excess distributions were erroneous.
- j Wastewater transferred \$4.7 million of infrastructure capital assets to the City related to the Maple Ave. project and \$200,000 in cash for payment of portion of 2009 COIT Bond payment.

CITY OF NOBLESVILLE
Fund Balances of Governmental Funds
As of December 31,

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

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

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

b Due to \$7.2 million decrease in county option income tax revenue.

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

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Revenues										
Taxes	\$ 54,099,969	\$ 50,826,602	\$ 47,153,892	\$ 48,909,665	\$ 52,302,522	\$ 39,692,534	\$ 46,983,488	\$ 42,828,747	\$ 35,313,930	\$ 33,373,858
Licenses and Permits	1,367,622	1,162,793	1,092,746	1,041,469	880,514	1,211,889	2,839,614	4,015,080	4,766,746	1,927,403
Intergovernmental	8,194,392	8,312,947	7,418,576	7,006,243	9,561,405	6,400,980	10,109,448	9,733,750	4,568,974	4,499,564
Charges for Services	7,426,221	6,163,387	6,453,022	4,608,884	4,968,841	4,266,662	3,391,410	3,498,977	4,255,528	3,488,269
Fines and Forfeits	600,700	1,877,505	1,228,182	1,360,929	1,229,212	1,510,745	871,529	529,368	226,955	472,565
Miscellaneous	813,896	1,702,464	1,929,422	1,024,593	2,397,883	2,643,998	6,035,727	3,420,874	9,514,350	9,246,271
Total Revenues	72,502,800	70,045,698	65,275,840	63,951,783	71,340,377	55,726,808	70,231,216	64,026,796	58,646,483	53,007,930
Expenditures										
General Government	15,874,520	15,576,962	12,186,309	10,608,113	9,595,888	10,886,951	12,313,353	10,549,024	9,456,041	7,642,116
Public Safety	24,152,778	23,775,669	22,464,378	22,732,098	22,662,721	21,521,289	21,644,333	20,476,142	15,608,097	17,752,179
Highways and Streets	4,317,061	3,787,550	3,591,857	3,170,642	2,955,128	3,736,184	4,894,379	4,909,892	4,981,030	5,859,767
Culture and Recreation	2,895,237	2,215,298	2,118,893	2,680,447	2,369,580	2,313,302	2,416,834	2,292,540	2,190,187	1,881,389
Economic Development	-	-	-	-	-	20,316	1,241,557	-	-	-
Capital Outlay	9,185,528	19,015,359	8,887,341	9,177,513	15,680,430	18,504,712	28,793,258	31,744,668	57,263,116	45,481,300
Debt Service:										
Principal	13,132,466	10,615,415	9,268,325	8,171,799	6,309,128	5,723,110	4,554,177	3,512,432	2,405,000	10,075,000
Interest	6,289,637	7,892,897	8,614,800	8,791,201	9,296,031	9,649,715	9,198,157	10,114,585	6,939,697	4,339,733
Issuance costs	1,211,827	1,060,373	105,305	274,708	-	373,748	581,322	498,100	144,714	281,300
Total Expenditures	77,059,054	83,939,523	67,237,208	65,606,521	68,868,906	72,729,327	85,637,370	84,097,383	98,987,882	93,312,784
Excess (deficiency) of revenues over (under) expenditures	(4,556,254)	(13,893,825)	(1,961,368)	(1,654,738)	2,471,471	(17,002,519)	(15,406,154)	(20,070,587)	(40,341,399)	(40,304,854)
Other Financing Sources (Uses)										
Financing by capital lease	1,706,445	1,939,265	935,654	181,330	1,186,139	162,527	3,118,161	438,435	176,861	926,182
Transfers in	16,887,479	17,041,102	17,191,252	16,254,913	20,957,273	15,955,695	15,776,830	11,662,418	7,915,290	6,434,805
Transfers out	(16,887,479)	(17,041,102)	(17,191,252)	(16,254,913)	(20,957,273)	(15,955,695)	(15,776,830)	(11,662,418)	(7,915,290)	(6,434,805)
Transfer from Proprietary Fund	200,000	200,000	200,000	200,000	200,000	-	(2,000,000)	-	-	-
Transfer to Wastewater Utility	-	-	-	-	-	-	(4,226,832)	-	-	-
Payment to refunded bond escrow	(22,711,473)	(82,050,214)	(5,498,300)	(23,982,202)	-	(15,337,538)	20,845,000	21,615,000	24,330,000	74,884,855
Issuance of debt	28,840,000	91,665,000	7,970,000	24,235,000	-	20,730,000	20,845,000	21,615,000	24,330,000	74,884,855
Premium (discount) on issuance of debt	100,368	-	-	388,790	-	927,253	(16,258)	80,665	(209,238)	-
Total other financing sources (uses)	8,135,340	11,754,051	3,607,354	1,022,918	1,386,139	6,482,242	17,720,071	22,134,100	24,297,623	75,811,037
Net change in fund balance	\$ 3,579,086	\$ (2,139,774)	\$ 1,645,986	\$ (631,820)	\$ 3,857,610	\$ (10,520,277)	\$ 2,313,917	\$ 2,063,513	\$ (16,043,776)	\$ 35,506,183
Debt service as a percentage of noncapital expenditures	28.6%	28.5%	30.6%	30.1%	29.3%	28.4%	24.2%	26.0%	22.4%	30.1%

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

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

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

d Due to decline in local option income tax collections.

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

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

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

Real Property					
	Residential	Commercial	Industry	Other (3)	Total Real Property
2015	586,811,497	304,508,025	28,926,527	4,518,637	924,764,686
2014	548,297,686	305,579,010	28,510,678	4,016,320	886,403,694
2013	527,158,290	309,009,681	27,785,329	4,010,176	867,963,476
2012	523,665,894	310,967,771	27,020,979	4,022,320	865,676,964
2011	519,476,575	316,341,707	24,909,933	3,353,651	864,081,866
2010	521,890,929	283,664,987	29,882,179	3,741,538	839,179,633
2009	519,754,416 (6)	261,839,660	19,503,459	4,391,530	805,489,065
2008	704,495,331	228,779,813	17,894,646	3,654,537	954,824,327
2007	641,280,191	195,884,750	14,517,472	3,484,120	855,166,533 (5)
2006	518,083,923	161,383,154	12,452,283	11,891,857	703,811,217

Total						
	Personal Property	Total Real and Personal Property	Less Tax Increment District	Assessed Value (1)	True Tax Value (2)	Total Direct Tax Rate
2015	58,002,032	982,766,718	190,542,296	792,224,422	2,376,673,264	1.2021
2014	55,589,937	941,993,631	154,313,353	787,680,278	2,363,040,834	1.2060
2013	53,836,760	921,800,236	151,020,477	770,779,759	2,312,339,276	1.1534
2012	53,115,341	918,792,305	152,789,786	766,002,519	2,298,007,557	1.1502
2011	63,449,760	927,531,626	175,867,017	751,664,609	2,254,993,827	1.0521
2010	53,872,349	893,051,982	160,326,332	732,725,650	2,198,176,950	1.0276
2009	49,676,897	855,165,962	138,069,674	717,096,288	2,151,288,862	1.0615
2008	44,880,451	999,704,778	108,682,282	891,022,496	2,673,067,486	0.7814
2007	41,141,530 (4)	896,308,063	86,201,737	810,106,326	2,430,318,978	0.7670
2006	63,145,279	766,956,497	63,356,882	703,599,615	2,110,798,844	0.8189

(1) Property reassessments were effective in 2003.

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

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

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

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

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

Source: Hamilton County Auditor's Office - Total Assessed and true tax values are those amounts that have been reported to and certified by the State each year.

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

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

Source: Hamilton County Auditor's Office

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

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

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

CITY OF NOBLESVILLE
Principal Taxpayers
Current and Nine Years Ago

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

Source: Hamilton County Auditor's Office

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

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

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

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

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

Source: Hamilton County Auditor's Office

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

Governmental Activities						
Property Tax			Revenue Bonds			
	Building Corporation Bonds	Redevelopment Bonds	COIT Bonds	Tax Increment Bonds	Capital Leases	
2015	\$ 24,385,818	\$ 4,735,000	\$ 6,168,589	\$ 155,762,527	\$ 3,461,345	
2014	26,490,795	5,115,000	6,906,647	156,630,940	3,202,327	
2013	27,577,577	5,570,000	7,719,656	149,265,752	2,383,216	
2012	29,290,758	5,542,794	6,001,093	153,034,105	2,446,531	
2011	30,940,820	5,834,910	6,580,694	157,574,307	3,171,999	
2010	32,402,694	6,116,915	6,985,253	160,936,481	2,969,988	
2009	33,560,226	7,408,375	7,479,712	156,929,679	3,840,026	
2008	33,580,000	8,690,000	3,370,000	144,070,000	1,702,034	
2007	25,130,000	9,900,000	3,670,000	132,280,000	1,942,674	
2006	25,580,000	11,075,000	3,960,000	108,440,000	2,469,229	

Business Activities						
	Total Governmental Activities	Sewage Revenue Bonds	Capital Leases	Total Primary Government	Percentage of Personal Income ¹	Debt per Capita ¹
2015	194,513,279	\$ 40,889,842	\$ 152,880	235,556,001	6.31%	3,982
2014	198,345,709	41,954,716	201,171	240,501,596	7.36%	4,159
2013	192,516,201	43,912,941	-	236,429,142	7.47%	4,188
2012	196,315,281	40,144,358	-	236,459,639	8.26%	4,280
2011	204,102,730	41,439,047	-	245,541,777	9.29%	4,522
2010	209,411,331	30,738,030	-	240,149,361	10.14%	4,621
2009	209,218,018	31,933,143	-	241,151,161	10.10%	4,791
2008	191,412,034	33,025,000	-	224,437,034	11.39%	5,281
2007	172,922,674	33,675,000	-	206,597,674	10.88%	4,971
2006	151,524,229	17,950,000	-	169,474,229	9.53%	4,225

¹ Population and personal income data can be found in the Demographics and Economic Schedule

Notes:

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

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

	Building Corporation Bonds	Redevelopment Bonds	Total	Funds Restricted for Principal/Interest	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value*	Net Bonded Debt Per Capita *
2015	\$ 24,385,818	\$ 4,735,000	\$ 29,120,818	\$ 4,098,801	\$ 25,022,017	3.16%	423
2014	26,490,795	5,115,000	31,605,795	3,605,357	28,000,438	3.55%	484
2013	27,577,577	5,570,000	33,147,577	3,117,761	30,029,816	3.90%	532
2012	29,290,758	5,542,794	34,833,552	3,861,745	30,971,807	4.04%	561
2011	30,940,820	5,834,910	36,775,730	7,571,067	29,204,663	3.89%	538
2010	32,402,694	6,116,915	38,519,609	7,427,748	31,091,861	4.24%	598
2009	33,560,226	7,408,375	40,968,601	9,970,223	30,998,378	4.32%	616
2008	33,580,000	8,690,000	42,270,000	7,649,437	34,620,563	3.89%	815
2007	25,130,000	9,900,000	35,030,000	3,133,891	31,896,109	3.94%	767
2006	25,580,000	11,075,000	36,655,000	2,975,356	33,679,644	4.79%	840
2005	25,905,000	12,095,000	38,000,000	2,620,442	35,379,558	5.53%	899

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

Notes:

- 1) This schedule includes only debt repaid with property taxes. It excludes bonds payable from income taxes and tax increment financing bonds.
- 2) The bonded debt on this schedule which is outstanding at December 31, 2015 is not reflected on the computation of legal debt margin because it was issued as lease rental obligations which are exempt from the 2% limitation.
- 3) Based on the assumptions described above, outstanding balances from the following bond issues included in the ratios above: \$375,996 2001 Building Corp. Lease Rental Bonds; \$4,670,000 2014 Building Corp. First Mortgage Refunding Bonds; \$12,340,000 2014B Building Corp. First Mortgage Refunding Bonds; \$6,999,822 2008 Building Corporation 1st Mortgage Bonds.
- 4) The amount of debt service funds netted against outstanding debt represents cash restricted by ordinance for the repayment of the property tax paid bonds listed above.

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

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

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

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

CITY OF NOBLESVILLE

Legal Debt Margin

December 31, 2015

Legal Debt Margin Calculation for Fiscal Year 2015

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

	<u>Debt Limit</u>	<u>Total net debt applicable to limit</u>	<u>Legal debt margin</u>	<u>Total net debt applicable to the limit as a percentage of debt limit</u>
2015	15,844,488	5,110,000	10,734,488	32.25%
2014	15,753,606	3,560,000	12,193,606	22.60%
2013	15,415,595	3,970,000	11,445,595	25.75%
2012	15,320,050	4,365,000	10,955,050	28.49%
2011	15,033,292	4,745,000	10,288,292	31.56%
2010	14,654,513	5,110,000	9,544,513	34.87%
2009	14,341,926	5,470,000	8,871,926	38.14%
2008	17,820,450	1,210,000	16,610,450	6.79%
2007	16,202,127	1,380,000	14,822,127	8.52%
2006	14,071,992	1,545,000	12,526,992	10.98%
2005	12,801,299	1,705,000	11,096,299	13.32%

(A) All other outstanding debt of the City is structured as lease transactions or tax increment district bonds. Neither of these types of obligations are subject to the 2% limitation shown above. Currently the only outstanding debt subject to the City's statutory debt limit are the 2009 COIT Bonds and the 2013 Taxable Economic Development Bonds. The Redevelopment Commission may also issue general obligation debt subject to its own 2% limit. As of 12/31/2015, the Commission had \$10,950,000 outstanding Redevelopment District Bonds subject to this debt limit.

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

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

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

- (1) The tax increment bonds have other back up security for debt service payments in the event tax increment is not sufficient. These include, depending on the bond, tax payer agreements, COIT and special benefits tax levies.
- (2) Includes \$1,507,611 of undistributed 2011 COIT distributions the State had mistakenly withheld and paid to the City in April of 2012.

CITY OF NOBLESVILLE

Business - Type Activities Pledged Revenue Coverage
Last Ten Fiscal Years

	Gross Revenue (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Sewage Revenue Bond Debt Service Requirements			Coverage	
				Principal	Interest	Total		
2015	\$ 13,877,445	\$ 5,501,009	\$ 8,376,436	\$ 20,773,291	(5)	\$ 1,134,927	21,908,218	0.38
2014	11,974,247	5,714,967	6,259,280	2,033,750		1,695,625	3,729,375	1.68
2013	11,471,521	5,635,435	5,836,086	9,055,000	(4)	1,626,433	10,681,433	0.55
2012	10,418,556	4,720,032	5,698,524	1,285,000		1,882,563	3,167,563	1.80
2011	10,589,745	5,686,411	4,903,334	1,235,000		1,752,587	2,987,587	1.64
2010	10,163,011	5,064,162	5,098,849	1,180,000		1,433,450	2,613,450	1.95
2009	9,886,654	5,848,823	4,037,831	670,000		1,478,525	2,148,525	1.88
2008	11,219,288	6,846,590	4,372,698	650,000		1,500,275	2,150,275	2.03
2007	11,780,301	8,500,192	3,280,109	630,000		1,069,339	1,699,339	1.93
2006	11,435,298	3,230,805	8,204,493	3,325,000	(3)	504,290	3,829,290	2.14

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

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

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

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

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

CITY OF NOBLESVILLE
Demographic and Economic Statistics
Last Ten Years

	City of Noblesville				Hamilton County (3)			
	Population (1)	School Enrollment (2)	Unemployment Rate (3)	Personal Income (millions of dollars) (4)	Per Capita Personal Income (4)	Population	Personal Income (millions of dollars)	Per Capita Personal Income
2015	59,153	10,126	3.5%	\$ 3,735.0	\$ 63,141	309,697	\$ 19,554.6	\$ 63,141
2014	57,824	9,947	4.4%	3,267.9	56,515	302,623	17,102.7	56,515
2013	56,458	9,780	6.0%	3,164.5	56,051	296,693	16,629.9	56,051
2012	55,243	9,516	6.7%	2,862.9	51,824	289,495	15,002.8	51,824
2011	54,295	9,181	7.9%	2,643.7	48,692	276,452	13,461.0	48,692
2010	51,969	9,009	9.3%	2,367.5	45,556	274,569	12,723.1	45,556
2009	50,329	8,989	8.6%	2,388.4	47,456	279,287	12,857.6	47,456
2008	42,500	8,779	5.6%	1,971.1	46,378	269,785	12,512.1	46,378
2007	41,561	8,536	3.7%	1,898.3	45,676	261,661	11,509.4	45,676
2006	40,110	8,334	3.3%	1,779.0	44,354	250,979	10,677.0	44,354

Sources:

- 1) Population for 2010 is per official 2010 U.S. census. Estimated population for 2008, 2009, 2012, 2013, 2014 & 2015 are from the Noblesville Planning Department. Population for 2006, 2007 & 2011 are U.S. Census Bureau, estimates.
- 2) State of Indiana, Department of Education for students attending Noblesville School Corporation schools.
- 3) State of Indiana, Department of Workforce Development (IDWD).
- 4) Personal income and per capita income statistics are not maintained by the State for municipalities. Personal income data is available through the Indiana Department of Workforce Development, however, the smallest unit of government for which this can be obtained is the county level. Hamilton County personal income and per capita income figures are for the prior calendar year. In order to provide personal income data for the required ratios outlined in GASB 44, we have used Hamilton County data, as displayed above, from the IDWD. We have assumed that the per capita personal income for the County is reasonably representative of Noblesville per capita personal income. Personal income for the City shown above is calculated using City population estimates times the County per capita personal income.

CITY OF NOBLESVILLE
Principal Employers
Current year and nine years ago

<u>Employer</u>	<u>2015</u>			<u>2006</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment *</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment *</u>
Noblesville School Corporation	1,529	1	4.82%	942	2	4.76%
Riverview Hospital (1)	1,291	2	4.07%	1,200	1	6.07%
Hamilton County	775	3	2.44%	755	3	3.82%
SMC Corporation of America	680	4	2.14%			
Ambu, Inc. (formerly King Systems)	425	5	1.34%	405	5	2.05%
Wal-Mart Stores, Inc. (1)	400	6	1.26%	650	4	3.29%
City of Noblesville	380	7	1.20%	358	7	1.81%
Helmer Inc.	224	8	0.71%			
Hare Chevrolet (1)	210	9	0.66%			
Ryan Fire Protection Inc.	195	10	0.61%			
Firestone Industrial Products				385	6	1.95%
Industrial Dielectrics, Inc.				200	8	1.01%
Riverwalk Village				179	9	0.91%
Perfecto				175	10	0.88%
Total	6,109		19.25%	5,249		26.55%

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

(1) Includes full and part time employment

Source: Noblesville Department of Economic Development

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

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

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

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

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

* Starting in 2012, reservations recorded are paid reservations.

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

	2010	2009	2008	2007	2006
Building Permits issued:					
Residential (Single/Multi Families)	408	918	1,000	633	1,457
Commercial	13	11	45	59	43
Estimated Property Value of Building Permits issued	\$ 74,865,132	\$ 97,321,243	\$ 196,201,736	\$ 224,490,136	\$ 284,319,846
Public Safety					
Police:					
Calls for Service	40,753	44,244	47,378	46,589	48,033
Physical arrests	1,398	1,435	1,290	1,427	1,619
Citations Issued	3,120	3,043	4,269	3,407	3,876
Fire:					
Emergency Medical responses	3,190	3,117	3,181	2,931	2,695
Fire Runs	1,380	1,188	1,303	1,116	1,057
Highway and Streets					
Total miles of public streets	239.8	236.65	231.36	224.95	204.44
Parks and recreation					
Golf Rounds Played	44,706	47,171	45,313	46,633	47,557
Number of reservations at Forest Park Inn	359	438	288	313	575
Wastewater					
Average daily sewage treatment (million of gallons)	4.930	5.010	4.600	4.450	4.175
Number of customers served	17,097	16,753	16,267	15,604	14,810

Source: Year End Reports of City Departments

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

	2015	2014	2013	2012	2011	2010	2009	2008	2007	2006
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	7	7	7	7	7	7	7	6	6	6
Other public works										
Highways / Streets (miles)	255.60	248.13	247.52	246.90	242.80	239.80	236.65	231.26	212.2	204.44
Traffic signals	19	19	19	19	19	18	18	11	11	10
Street Lights	865	861	857	857	857	774	727	717 ^a	296	379
Parks and recreation										
Number of Parks	5	4	4	4	4	4	4	4	4	4
Acreage	872.59	864	858.86	852.36	833.7	833.7	899.3	899.3	899.3	615.57
Playgrounds	6	6	6	6	6	6	6	6	6	4
Baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3
Soccer/football fields	22	22	22	22	22	22	9	9	9	7
Basketball Courts	12	12	12	12	12	12	12	12	12	14
Public Golf Courses	2	2	2	2	2	2	2	2	2	2
Public Pool *	1	1	1	1	1	1	1	1	1	1
Wastewater										
Sanitary sewers (miles)	271.28	264.10	261.12	258.74	256.29	254.6	251.27	246	241.59	232.73
Storm sewers (miles)	214.20	205.36	204.14	197.65	193.18	187.2	183.42	173	164.93	158.67

* Dillon Park opened a spray park in 2007

^a The increase in 2008 was a result of the implementation of GIS resulting in a more accurate tracking of street lights.

Source: Year End Reports of City Departments