

STATE BOARD OF ACCOUNTS
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ANNUAL COMPREHENSIVE FINANCIAL REPORT

OF

CITY OF FORT WAYNE

ALLEN COUNTY, INDIANA

January 1, 2022 to December 31, 2022



FILED

08/14/2023



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To: The Officials of the City of Fort Wayne
City of Fort Wayne
200 E Berry St
Fort Wayne, IN 46802

As authorized under Indiana Code 5-11-1, we engaged private examiners under our review to perform the audit of City of Fort Wayne. We have reviewed the audit reports opined upon by FORVIS, LLP, Independent Public Accountants, for the period January 1, 2022 to December 31, 2022. Per the *Independent Auditor's Report*, the financial statements included in the Annual Comprehensive Financial Report present fairly the financial condition of City of Fort Wayne, as of December 31, 2022, and the results of its operations for the period then ended, on the basis of accounting described in the report.

In our opinion, FORVIS, LLP prepared the audit report in accordance with the guidelines established by the State Board of Accounts.

The report is filed with this letter in our office as a matter of public record.

A handwritten signature in cursive script that reads "Tammy R. White".

Tammy R. White, CPA
Deputy State Examiner

City of Fort Wayne, Indiana

**2022 Annual Comprehensive
Financial Report
for the year ended December 31, 2022**



Thomas C. Henry
Mayor

Garry E. Morr
City Controller

ANNUAL COMPREHENSIVE FINANCIAL REPORT

**City of Fort Wayne, Indiana
Year Ended December 31, 2022**



**Garry E. Morr
Director of Finance and Administration
City Controller**

**Valerie A. Ahr
Deputy Controller**

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CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

June 29, 2023

Dear Residents:

I'm pleased to present to you the 2022 Annual Comprehensive Financial Report for the City of Fort Wayne. This is an in-depth account of the financial status of the City. This report demonstrates our commitment to providing you with a full and detailed explanation of the use of your tax dollars.

The City of Fort Wayne has a long tradition of prudent management of tax dollars to move our community forward in the right direction. We're committed to making a meaningful difference by investing in projects and initiatives that make neighborhoods stronger and provide needed services to residents and businesses.

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

Sincerely,

A handwritten signature in black ink that reads "Thomas C. Henry".

Thomas C. Henry
Mayor

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CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

June 29, 2023

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

With this document, we submit the Annual Comprehensive Financial Report (ACFR), formerly referred to as the Comprehensive Annual Financial Report (CAFR), of the City of Fort Wayne for the fiscal year ended December 31, 2022. This is the thirty-fourth ACFR prepared by the City's financial staff. The thirty-three previous ACFR's have received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada. This award marks a continuing effort to improve the City's accountability and financial disclosure to the citizens of Fort Wayne.

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

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

The Reporting Entity

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

The City of Fort Wayne, Indiana entity has been carefully defined pursuant to the entity definition criteria promulgated by the Governmental Accounting Standards Board (GASB) in Statement No. 14, *The Financial Reporting Entity*, as amended, Statement No. 39, *Determining Whether Certain Organizations Are Component Units - An Amendment of GASB Statement No. 14*, GASB Statement No. 61, *The Financial Report Entity: Omnibus - An Amendment of GASB Statements No. 14 and No. 34*, and GASB Statement No. 80, *Blending Requirements for Certain Component Units - An Amendment of GASB Statement No. 14*.

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CHIEF FINANCIAL OFFICER'S LETTER OF TRANSMITTAL
(Continued)

In accordance with this criterion, the City has included various component units in its presentation of the general-purpose financial statements. Blended component units are included as part of the primary government's operations even though they are legally separate entities.

The Fort Wayne Municipal Building Corporation (Building Project), the Fort Wayne Infrastructure Corporation (Infrastructure Improvements), the Consolidated Communications Partnership (CCP), Fort Wayne Redevelopment Authority (RA) and Summit Development Corporation (Summit), have been presented as blended component units because the financial statements would be misleading if data from these component units were not included.

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

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

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

The oversight body for the Civil City (governmental operations) is the Common Council of the City of Fort Wayne. The Council is composed of nine elected Council members who serve four-year terms, six of whom represent geographic councilmanic districts and three of whom are elected at-large. The oversight body for the Fort Wayne City Utilities (FWCU) is the Board of Public Works. The Board of Public Works, as of December 31, 2022, is composed of the Chairman of the Board of Public Works and two members appointed by the Mayor.

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

Economic Condition and Outlook

With a population estimate of 267,927 as of July 1, 2022 (United States Census Bureau, Quick Facts Data), Fort Wayne is the second largest city in Indiana. In 2022, the City's unemployment rate peaked at 3.1 % in January and ended the year with an unemployment rate at 2.3% (U.S. Bureau of Labor Statistics). During 2022, several businesses made significant investments in their Fort Wayne operations. Pepsi launched a project to invest nearly \$20 million in a new state of the art facility and Fort Wayne Metals invested \$16 million in research products.

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(Continued)

In 2022 also Fort Wayne received recognition in numerous national publications and websites for high rankings in various economic and quality of life environments desired by citizens. Fort Wayne was named a top emerging real estate market by [The Wall Street Journal and Realtor.com](#). Fort Wayne was named a top city to travel to in 2022 by [Better.net](#).

Urban revitalization and community investment continued at an exciting pace in 2022. Site work to clear the way for construction of The Lofts at Headwaters Park began in January. The "Lofts", a \$68 million project will be a six-story mixed-use building that will include 217 apartments, 15 townhomes, 12,000 square feet of commercial space and a parking garage with 651 spaces. January also saw the announcement of continuing revitalization of The Landing. This area is one of the most historically significant neighborhoods in Fort Wayne. The \$11.9 million project includes the historic preservation of three signature buildings on West Columbia Street, as well as new infill construction on two empty lots. In February "The Pearl," was announced and will be an investment of nearly \$50 million by the Suracks. It is anticipated to include a seven-story mixed-use building with more than 35,000 square feet of ground-floor commercial and event space, 92 structured parking spaces for residents, five "first of its kind" live/work units, and approximately 76 dwelling units on upper floors. In March, The City announced a partnership with a local developer to bring a new office building to Southeast Fort Wayne. Linda Golden, owner of LegacyOne, Inc., plans to build a 6,000 square foot building on 1.3-acre parcel of land, bounded by Menards to the west, Southtown Crossing to the north and east, and South Phoenix Parkway to the south. In July the Fort Wayne Redevelopment Commission approved an economic development agreement for Phase I of a multi-phase mixed-use project called Village Premier in southeast Fort Wayne. The \$55 million development will transform more than 20 acres of vacant, City of Fort Wayne-owned land located near the intersection of South Anthony Boulevard and McKinnie Avenue into a vibrant, walkable neighborhood. Plans were also announced for Phase II of Riverfront Public Space which will continue Fort Wayne's proactive efforts to revitalize its central riverfront by extending the public space from Promenade Park along the St. Marys River west to Ewing Street and east to Clinton Street. The expanded public space will feature an extension of the elevated Tree Canopy Trail, boat docks for private watercraft, universally-accessible bouldering mound, hammock grove, walking trails, and landscaping. Rounding out 2022 the City of Fort Wayne announced receiving \$45 million in New Market Tax Credits. Over 230 Community Development Entities (CDE) applied for New Markets funding from the U.S. Treasury Department, while only 107 were awarded an allocation. This is the fourth time that FWNMRF has been awarded an allocation, bringing the total tax credit allocation awarded to Fort Wayne New Markets to \$148 million.

Long Term Financial Planning

FWCU operates a water, wastewater, and a stormwater utility serving the greater Fort Wayne area. Using its 2017 strategic plan as a guide, its mission is to support public safety, public health, and enhance regional economic development by delivering high-quality and affordable water, wastewater, and stormwater services in ways that protect the environment. FWCU is successfully achieving its vision of a becoming nationally recognized as a regional utility of excellence, as evidenced by several national awards, through its six strategic initiatives: human capital development, community and employee engagement, customer service, technology, affordability and cost management, and environmental stewardship and conservation.

On December 28, 2007, FWCU agreed to a Long-Term Control Plan (LTCP) to reduce Combined Sewer Overflows (CSOs), as part of a federal Consent Decree, which will ultimately bring the FWCU combined storm and sanitary sewer system into compliance with the federal Clean Water Act. The Consent Decree became effective April 1, 2008. Through the LTCP, FWCU committed to CSO reductions that require an investment of approximately \$240.0 million (denominated in 2005 dollars) in infrastructure solutions over the 18-year period from 2008 through 2025. This investment is currently projected to have a total cost of

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(Continued)

approximately \$340 million, while, through value engineering, projected improvement costs to the separate sanitary sewer system have been reduced by approximately \$100 million. The Consent Decree also required FWCU to eliminate three sanitary sewer overflows, which was accomplished at a cost of \$13.5 million, maintain the entire storm and sewer systems to prescribed performance standards, and mitigate assessed penalties with local investments in septic tank elimination subsidies and rain garden stipends

Each of Fort Wayne's three rivers have their own control limits and compliance deadlines for reductions in CSOs per the Consent Decree. The improvements for reducing the CSOs along the St. Joseph River were completed in 2015 and the St. Joseph is now considered to be in compliance with the Consent Decree. The Consent Decree further provides for stipulated penalties for failure to achieve specified construction milestones, reporting deadlines or maintenance objectives. FWCU is in full compliance with the terms and conditions of the Consent Decree, meeting or exceeding all required deadlines, milestones, and objectives. Significantly, FWCU has completed to date: the upgrade to the wastewater plant to increase its treatment capacity from 60 million gallons per day (mgd) to 100 mgd and completed 33 combined sewer separation projects. FWCU also constructed a wet weather pond bleed-back process that fully treats over one billion gallons of wastewater each year that previously entered the Maumee River only partially treated. Untreated wastewater storage capacity was increased by nearly 100 million gallons through several pond enhancement projects and the pump station used to fill those ponds has had its capacity increased to maximize the available storage.

The single largest project associated with satisfying the requirements of the Consent Decree is a large underground tunnel that starts near Rudisill Boulevard, traversing north along the St. Marys River, past the confluence of the three rivers, and then following the Maumee River to the wastewater treatment plant. The tunnel will be approximately five miles long, 16 feet in diameter, and drilled through rock over 200 feet below ground. Tunnel boring progress is complete. The cost for the tunnel is estimated at \$220 million. Additional sewers are being extended off the tunnel drop shafts to connect the existing combined sewer outfalls to the tunnel. All work must be completed by no later than 2025.

The Wastewater Utility Capital Improvement Plan also supports the rehabilitation of existing pipes through cured-in-place lining. Lining wastewater pipelines significantly extends the life of the pipeline, improves overall system flow, and reduces reactive maintenance. Since 2008, FWCU has invested \$63.8 million to line approximately 212 miles of pipe. The annual pipe enhancement rate since 2008 exceeds our annual goal of one percent per year.

Consistent with the long-term nature of the Consent Decree, the Common Council approved a third five-year rate plan that adjusted wastewater unit rates by approximately five percent effective April 1, 2020, and again by approximately five percent on January 1 of each of the four subsequent calendar years. FWCU's five-year sewer rate plan is facilitating \$380 million in capital investments, providing predictability to customers and bondholders, providing for growth and economic development. and includes the capital necessary to complete FWCU's consent decree obligations.

In mid-2017, FWCU adopted a three-year stormwater rate plan, the final phase of which took effect on July 1, 2019. This rate plan continues to fund capital improvement projects to improve drainage, increase capacity and reliability, reduce standing water, reduce impacts to properties, and improve stormwater quality throughout the stormwater service area, while fulfilling the operational requirements of the stormwater permit. Work regularly includes the installation of new infrastructure to address a lack of existing or currently underperforming infrastructure, repairing or replacing existing infrastructure, performing inflow and infiltration improvements, installing green infrastructure, dredging and bank improvements, installation of flood control walls or levees, and cost-effective and voluntary property buyouts.

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(Continued)

On June 26, 2018, the Common Council approved updates to potable water rates that will be introduced in five annual phases. The rate plan was approved by the Indiana Utility Regulatory Commission and became effective on June 1, 2019.

Consistent with this rate plan, FWCU has commenced with the implementation of Advanced Metering Infrastructure (AMI) to provide remote collection of water meter reads from its approximately 100,000 water user accounts, replacement of approximately 70,000 water meters, replacement of water mains that are beyond their useful life, replacement of lead water services, and other projects designed to protect public health and safety through strategic operation and maintenance of the water system.

FWCU has completed the fifth year of its strategic plan and is currently in the process of updating it to reflect a post-pandemic world and guide the utility through the next five years. In 2010, the City entered into an agreement to transfer the remaining Electric Utility assets to another electric utility (transferee). In August, 2011, the Indiana Utility Regulatory Commission (IURC) approved the agreement. In exchange for the remaining Electric Utility assets and the right to be the exclusive supplier of electricity in the City, the transferee will pay annual installments in excess of \$39 million through 2025.

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

In 2016, Fiscal Policy Group II was assembled by Mayor Henry to reaffirm the availability of funding for public safety, streets and road repair & maintenance, and adequate cash reserves. Based on the Group's findings, the City adopted a Municipal Wheel Tax and Surtax.

In 2017, the ACITC voted to increase the Economic Development Distribution portion of the Local Income Tax - Expenditure Rate (formerly CEDIT) to .53% effective October 1, 2017 with the additional tax revenue to be deposited in a Local Income Tax - Economic Development Non-Reverting Fund to finance Riverfront Development and Sidewalks and Alleys capital projects. Also, effective January 1, 2017, .1179% was redistributed from Local Income Tax - Certified Shares (formerly COIT) to Local Income Tax - Property Tax Relief Rate (formerly PTR - LOIT), bringing the total Local Income Tax - Expenditure Rate to 1.1121% and the Local Income Tax - Property Tax Relief Rate to .3679%.

Relevant Financial Policies

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

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(Continued)

Major Initiatives

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

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

Financial Information

Budgetary Controls

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

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

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

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

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(Continued)

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

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

Internal Controls

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

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

External Audit Function

For 2022, FORVIS, LLP accounting firm conducted a financial and state law compliance audit of the City of Fort Wayne including FWCU. In addition to this, FORVIS, LLP also conducted an audit for compliance with the audit requirements of Title 2 U.S. Code of Federal Regulations Part 200, Uniform Administrative Requirements, Cost Principles, and Requirements for Federal Awards (Uniform Guidance).

Internal Audit Department

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

Audit Committee

In 1990, the City of Fort Wayne established by ordinance an Audit Committee. The Audit Committee is composed of six members of the community appointed as follows: 1) one member appointed by the Common Council; 2) one member appointed by the Mayor; 3) one member of the Allen County Chapter of the Institute of Internal Auditors; 4) one member, approved by the State Board of Accounts, who is a chief

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(Continued)

financial officer of another governmental unit in Allen County and is familiar with governmental accounting in Indiana; 5) one member appointed by the Common Council who is licensed as a CPA by the Indiana State Board of Accountancy and not an employee of a local unit of government; and 6) one division director to be appointed by the Mayor on a rotating basis, no voting privileges.

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

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

Certificate of Achievement for Excellence in Financial Reporting

Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Fort Wayne for its annual comprehensive financial report for the fiscal year ended December 31, 2021. This was the thirty-third consecutive year that the City has achieved this prestigious award. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized annual comprehensive financial report. This report must satisfy both generally accepted accounting principles and applicable legal requirements.

A Certificate of Achievement is valid for a period of one year only. We believe that our current annual comprehensive financial report continues to meet the Certificate of Achievement Program's requirements and we are submitting it to GFOA to determine its eligibility for another certificate.

Acknowledgments

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

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

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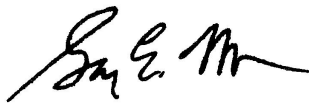
CHIEF FINANCIAL OFFICER'S LETTER OF TRANSMITTAL
(Continued)

We acknowledge and thank the following City employees:

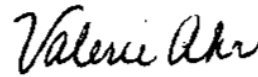
Brigitte Godwin, CPA, Manager-Finance
Kathleen A. Smith, CPA, Manager-Finance
Adriana D. Cindea, Senior Analyst
Lauren Fahl, Senior Analyst
Jennifer Folds, Senior Analyst
Seema Timble, Senior Analyst
Greg Weisser, Financial Accountant
Alexandria Stalter, Financial Accountant
Mona Tracey, Administrative Assistant to the Controller

We also acknowledge the assistance of the entire audit team from FORVIS, LLP for making this report possible

Respectfully submitted,



Garry E. Morr
City Controller
Director of Finance & Administration



Valerie A. Ahr
Deputy Controller

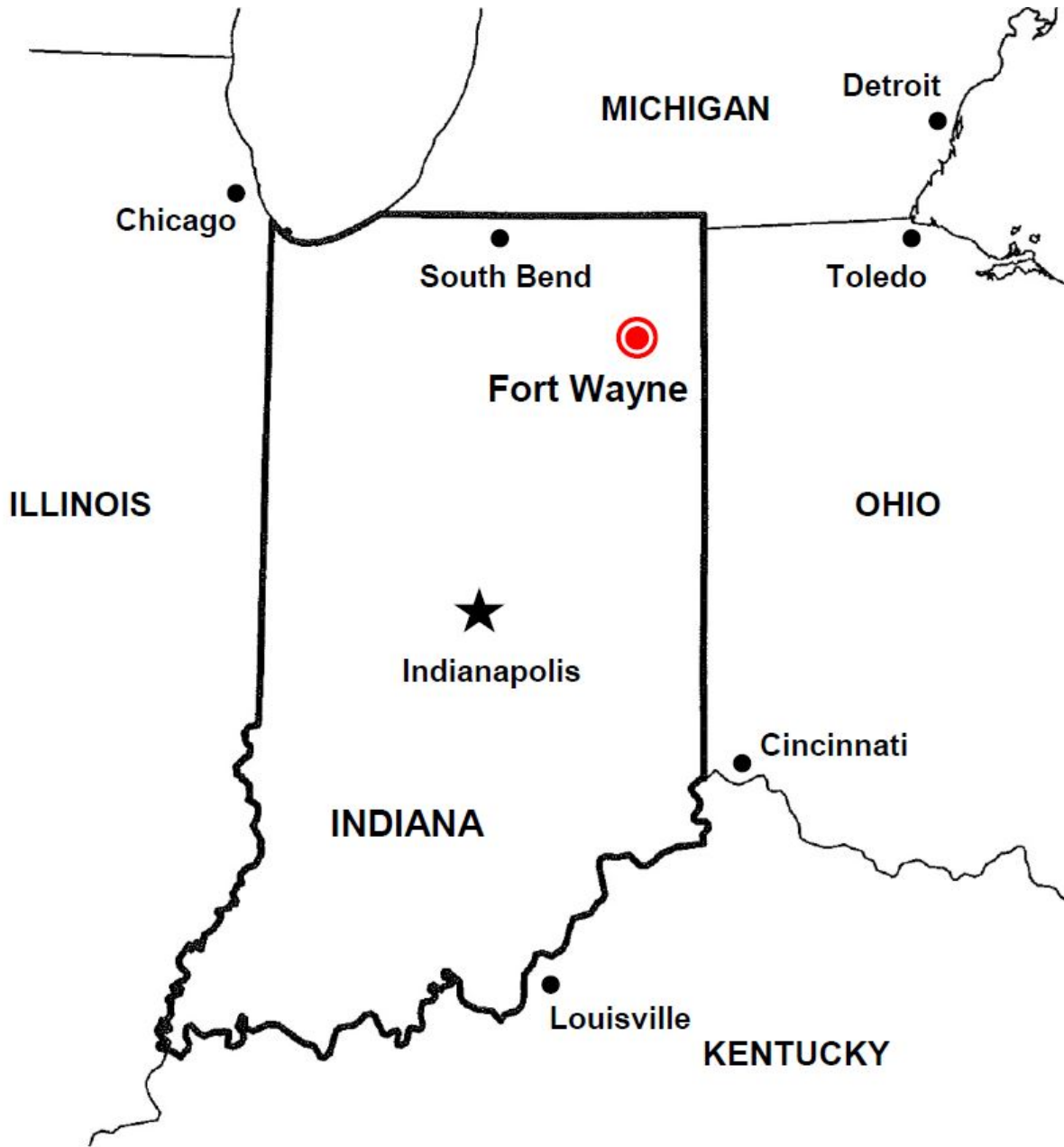
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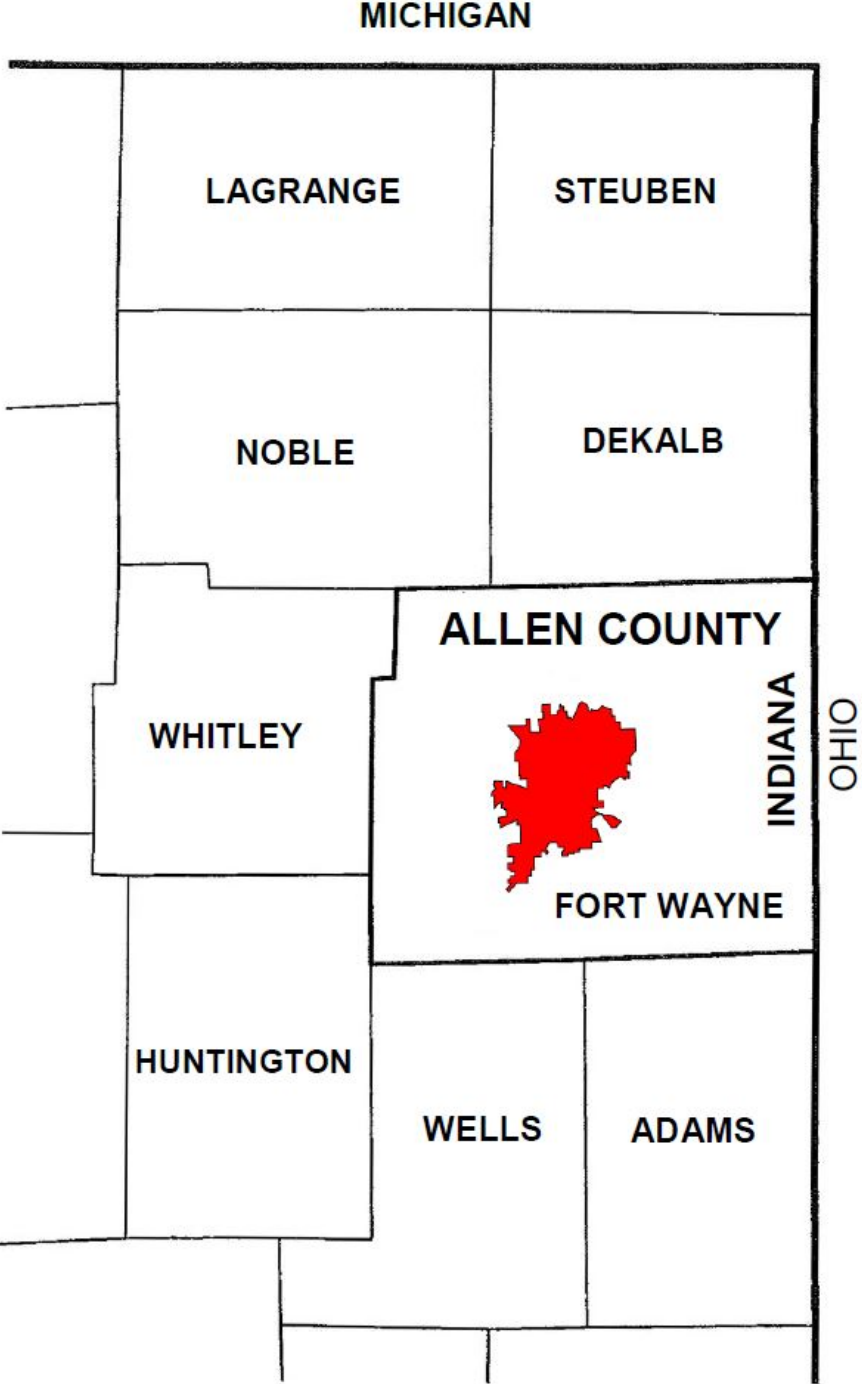
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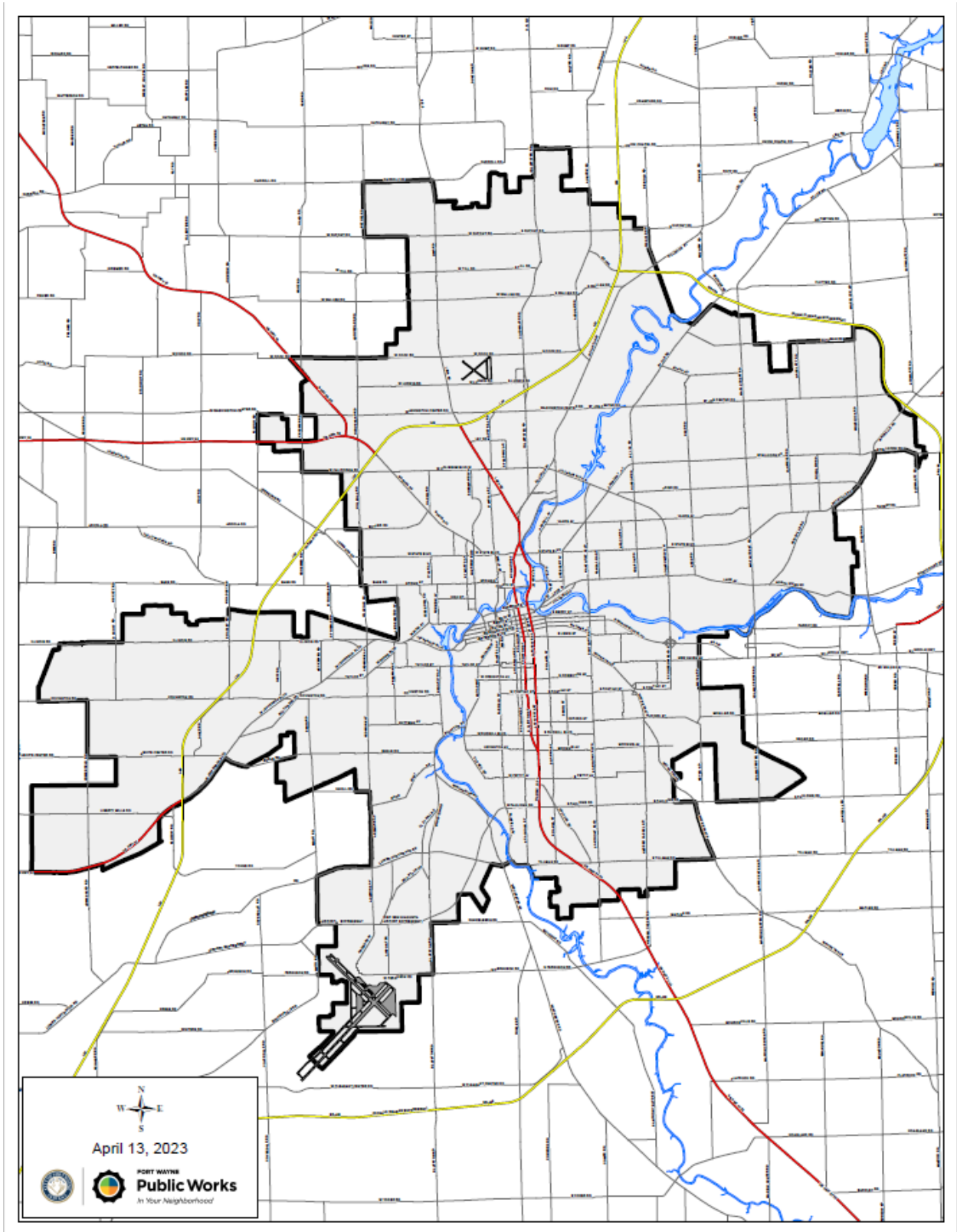
Midwest Locator Map



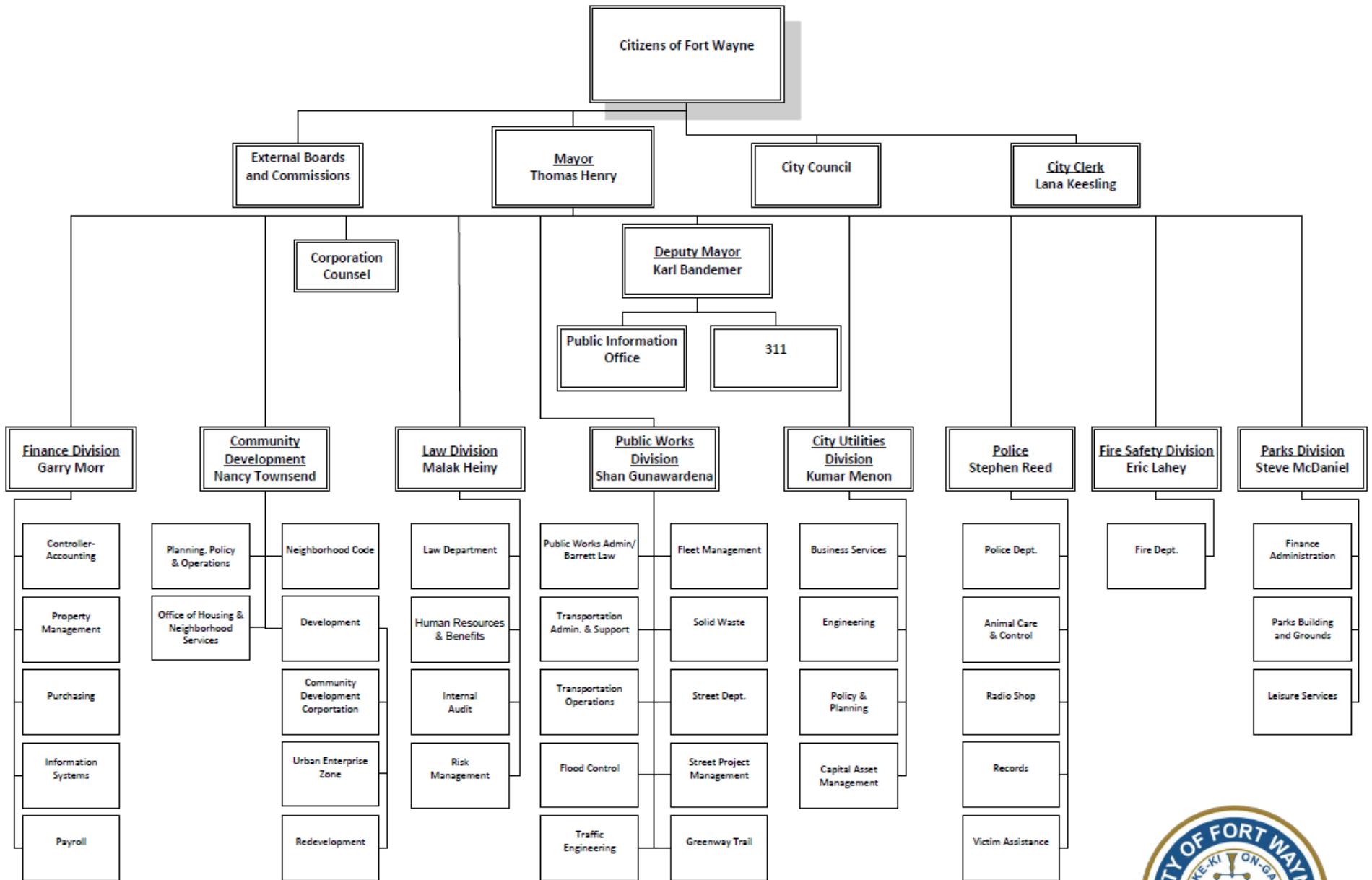
Northeast Indiana Locator Map



Fort Wayne City Limits Map



City of Fort Wayne
Organizational Chart - as of December 31, 2022



CITY OF FORT WAYNE
LIST OF PRINCIPAL OFFICIALS
As of December 31, 2022

<u>NAME</u>	<u>TITLE</u>
Elected Officials:	
Thomas Henry	Mayor
Lana Keesling	City Clerk
Paul Ensley	Council Member - District 1
Russ Jehl	Council Member - District 2
Thomas Didier	Council Member - District 3
Jason Arp	Council Member - District 4
Geoff Paddock	Council Member - District 5
Sharon Tucker	Council Member - District 6
Michelle Chambers	Council Member - At-Large
Glynn Hines	Council Member - At-Large
Tom Freistroffer	Council Member - At-Large
 Division Directors:	
Karl Bandemer	Deputy Mayor
Garry E. Morr	Director of Finance and Administration
Malak Heiny	City Attorney
Kumar Menon	Director of City Utilities
Nancy Townsend	Director of Community and Economic Development
Shan Gunawardena	Director of Public Works
Steve McDaniel	Director of Parks and Recreation
Steve Reed	Police Chief
Eric Lahey	Fire Chief

CITY OF FORT WAYNE
DEPARTMENTS DETAILS

OFFICE OF THE MAYOR

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

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

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

Public Information Office

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

Intergovernmental Affairs

The office of intergovernmental affairs works closely with the Mayor, Mayor's staff, and local/state/federal legislative entities and elected officials on legislative, administrative, and community initiatives and programs to enhance the City of Fort Wayne. The office also monitors legislative and regulatory actions at the local, state, and federal levels that may impact the City of Fort Wayne. Intergovernmental affairs supports City divisions and departments to communication information about City government to elected officials, legislative bodies, and the business community to ensure Fort Wayne prospers and meets the needs of residents, neighborhoods, and businesses.

311 Citizen Services Department

The 311 Citizen Services Department is designed to provide constituents of Fort Wayne with easy access to City services and information through responsive customer service. The 311 Center also provides performance measurement and improvement services to governmental and non-governmental agencies in their respective goals to improve customer service and facilitate citizen engagement.

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Department of Law

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

Risk Management Department

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

Human Resources Department

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

Internal Audit Department

Internal audit is primarily responsible for conducting performance based audits in accordance with professional auditing standards. Results for a majority of the audit work conducted are included in written reports that contain findings, recommendations, and management's plan for corrective action. Internal Audit also provides support to the external auditors for the annual financial statement audit.

OFFICE OF THE CITY CLERK AND COMMON COUNCIL

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

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

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

FINANCE AND ADMINISTRATION DIVISION

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

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

Payroll Department

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

Purchasing Department

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

Information Systems Department

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

Property Management

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

In addition, the Property Manager develops programs to market City properties and oversees the purchase and sale of buildings and real estate in accordance with State statutes. The department evaluates renovations, both short and long term, and determines whether a property is worth the renovations or if a new facility is needed.

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

FORT WAYNE CITY UTILITIES

FWCU is a regional water and wastewater utility serving over 330,000 residents in the Greater Fort Wayne area. Owned by the City of Fort Wayne, it is Indiana's largest municipally-owned utility. FWCU is organized into four Strategic Business Units (SBU): Capital Asset Management, Policy and Planning, Engineering Services, and Business Services under the leadership of the Director of FWCU. Each SBU is led by a Deputy Director, who, along with the Director, comprise the executive leadership team. FWCU's strategic plan is summarized by the graphic below.



The **Capital Asset Management SBU** consists of the Operations Departments of the Utility, including the Three Rivers Filtration Plant, the Water Maintenance and Services Department, the Water Pollution Control Plant, the Biosolids Facility, and the Water Pollution Control Maintenance and Stormwater Maintenance Departments.

Three Rivers Filtration Plant

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

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

of producing 24 million gallons of drinking water a day. An average of 35 million gallons a day is treated and purified through a series of chemical and physical treatment processes from these plants.

Water Maintenance and Service Department

The Water Maintenance and Service Department (WM&S) is responsible for maintaining 1,402 miles of water distribution piping and its various elements and providing service-related operations. The construction division of this department repairs and installs mains, hydrants, valves, and services. The service division installs and maintains meters, pressure tests and disinfects new water mains, provides field support for the Customer Relations Department on turn-ons and turn-offs, and investigates customer complaints. Personnel also perform the meter reading function for the Utility.

Water Pollution Control Plant

Fort Wayne's Water Pollution Control Plant is responsible for treatment of an average of 48 million gallons of sewage per day. The plant is an activated sludge treatment plant including primary, secondary, and advanced waste water treatment. This department is charged with the responsibility of treating the City's Sanitary Sewer system to meet the treatment requirements of the City's National Pollution Discharge Elimination System (NPDES) Permit before the effluent is discharged into the Maumee River. The facility also maintains and operates 45 lift stations, seven CSO stations, two storm stations, two retention stations, 12 toe drains, and one sludge station. The biosolids operations are a part of the Water Pollution Control Plant.

Water Pollution Control Maintenance/Stormwater Maintenance Departments

The Water Pollution Control Maintenance/Stormwater Maintenance departments are responsible for the maintenance of the City's sanitary sewers, of storm sewers, and combination sewer systems totaling over 2,106 miles. These departments install, inspect, repair, maintain and clean manholes, inlets, catch-basins, and sewer/storm lines. Improvements are also made to open drains and ditches to improve high water flows.

The **Policy and Planning SBU** is responsible for customer support, communication, and engagement and includes the Policy and Planning, Customer Relations, and Data Control Departments.

Policy and Planning Department

The Policy and Planning SBU functions include setting and administering public policy as it relates to the Utility, including operational planning, liaison for human resources and training, and outreach to key stakeholder groups. Policy and Planning engages all SBUs in performance management programs including, but not limited to, Lean, Six Sigma, TQM, and ISO.

Customer Relations

The Customer Relations Department's goal is to serve customers courteously, professionally, and respectfully. The public contacts this department to initiate, finalize, or transfer water and sewer services; and, make payments, payment arrangements, and billing inquiries either in person, by phone, or by correspondence. Customer Relations personnel also work with Water Maintenance staff by initiating service orders for filed investigations and other field work needed as it relates to maintaining and discontinuing services. Customer Relations also works with neighboring utilities, such as AqualIndiana and the Allen County Water and Sewer District, to provide account management and payment arrangements.

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Customer Relations staff also are responsible for balancing daily payments generated from internet, phone, and kiosk payments and submitting such to the Financial Services Department.

Data Control

The Data Control Department receives electronic read files from WMS and prepares all water and sewer service bills. Data Control staff review exceptions (i.e. high/low usage, exceptionally high billing amounts, etc.) that are reported when such accounts operate outside of set parameters. Data Control staff generate and complete work orders in conjunction with field activities performed by WMS, as well as other account inquiries generated by Customer Relations personnel. The primary focus of this department is to ensure the integrity of the billing system and account information. The department also works with our bill print vendor, financial institutions, and payment processors to ensure quality and timeliness of bill and payment processing.

The **Engineering Services SBU** includes the Planning and Design Services Department, the Engineering Support Services Department, and the Geographic Information Systems Department.

Planning and Design Services Department

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

Engineering Support Services Department

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

Geographic Information Systems (GIS)

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

The **Business Services SBU** includes the Financial Services Department and the Development Services Department. This SBU leads the utility's ratemaking, bonding, strategic planning, accounting, and economic development efforts.

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Financial Services Department

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

Development Services Department

The Development Services Department facilitates the expansion or modification of the City's water, wastewater, and stormwater systems through the new development process. Staff serve as liaisons to the development community and provide information about the policies, procedures and rules that govern the operation of FWCU, contractors, builders, and citizens in finding information about the physical characteristics of various utility systems. Additionally, staff calculate and collect utility assessments and fees associated with utility system expansion and connection; and, initiate new customer accounts. Development Services is also manages citizen inquiries and concerns about Utility systems, works in partnership with other local and regional economic development entities, offers and reviews options for service, and coordinates financing for projects.

DIVISION OF COMMUNITY DEVELOPMENT

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

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

Director's Office

The Director's Office provides coordination and overall direction for the Division comprised of the following departments: Planning & Policy, Housing and Neighborhoods, Redevelopment, and Neighborhood Code Compliance.

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

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

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

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

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

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

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

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Deputy Director of Community Planning & Policy

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

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

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

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

Deputy Director of Development

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

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

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

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

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

Working under the Division Director, this Director oversees the implementation of initiatives to attract and support housing investment and reinvestment in the City and expand access to safe, decent, affordable housing. The Deputy Director oversees administration of the City's entitlement programs, including Community Development Block Grant (CDBG), HOME Investment Partnerships Program (HOME), and Emergency Solutions Grant Program (ESG); each is funded through the U.S. Department of Housing and

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Urban Development. OHNS administers four non-entitlement grants: Neighborhood Stabilization Program, Neighborhood Stabilization Program 3, Blight Elimination Program, and the Lead Hazard Reduction Program. OHNS also operates several housing and neighborhood development programs: Homeowner Repair, Homebuyer Education, Down Payment Assistance, Rental Rehab, and Ready to Rent.

Director of Neighborhood Code Compliance

Working under the Division Director, this Director oversees the daily operations of Neighborhood Code Compliance (NCC) through the utilization of the City's commercial and residential codes and the abandoned vehicle and weed programs. NCC works to ensure both residential and commercial properties are healthy and safe to inhabit. Through the elimination of unsafe structures, cleaning up blighted areas and securing vacant structures, NCC contributes to the stabilization and appreciation of property values for the citizens of the community.

METROPOLITAN HUMAN RELATIONS

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

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

PUBLIC WORKS

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

The Public Works Division is responsible for maintaining and improving the City's public rights of way including major thoroughfares, streets and alleys, sidewalk, trails, traffic signals, signs, markings, street lights, levees, floodwalls, and bridges. Other services include solid waste and recycling and managing the City's fleet. Maintenance activities include maintenance of asphalt, concrete, chip and seal, brick, and gravel pavement surfaces, leaf collection, street sweeping, snow and ice control, and flood fighting and control. Responsibility for managing the various departments listed below resides with the Director of Public Works.

Board of Public Works

This department includes the support staff for the Board of Public Works. It is the responsibility of the Board Members and Board of Public Works staff to ensure that all statute requirements are met in the contract bid process and that awarded contracts are fulfilled effectively and equitably. The Board of Public

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Works staff provides the necessary support in monitoring of all capital and emergency construction contracts, professional services agreements, purchase agreements and all other related documentation requiring Board approval for the City of Fort Wayne.

Finance

The Finance Department manages and oversees the public works finances including accounts payables and receivables, cash transactions, budgeting, purchasing, and monitoring the capital improvement program. This office also oversees the Barrett Law program. Barrett Law is a City-administrated loan program available to residents that need funding to pay for capital improvements over a long-term basis.

Solid Waste and Recycling Management

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

Transportation Administration and Support

This department provides administrative, technical, and technological support to the Public Works Division. These services include GIS, web support, contract document preparation, payroll, and training on PMIS and Acella.

City Engineering and Flood Control

The City Engineer is responsible for developing and managing the Capital Improvement program as it relates to the major transportation corridors. This office manages the major corridor planning and project development, funding from federal and other agencies, as well as any studies associated with it. All land acquisitions are also managed through this office as well as developing standards for roadway design as it relates to materials specifications and construction details. Setting policy and administration of sustainable design standards is also performed. All bridges within the City are overseen by this office which includes preventative maintenance and routine maintenance, and working with Allen County Highway Department on bridge inspections under an inter-local agreement. In addition, the City Engineer also acts as the Flood Control Manager and is responsible for ensuring that property damage is minimal due to flooding. The Department continuously monitors the early flood warning system at sites located around the City, and is responsible for the operations, maintenance, and rehabilitation of approximately 14 miles of flood protection structures. The Department writes federal grants and/or oversees the administration of approved grants, acquiring and demolishing residential and commercial properties in the floodplain. Flood Control is also responsible for the National Flood Insurance Program's Community Rating System (CRS) involving community floodplain management activities.

Transportation Engineering Services/Street Project Management

Street Project Management is responsible for the design and preparation of plans and specifications for all new construction and repairs for streets, alleys, sidewalks, and curbs in the City of Fort Wayne. Many construction projects are the result of requests from citizen's petitions filed by property owners through the Barrett Law process, applications through the Community & Economic Development Block Grant

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Program and a yearly street-resurfacing program involving neighborhood surveys established by the Division of Public Works. Street Project Management also reviews subdivisions submitted for construction, commercial building developments, and residential and commercial driveway applications to ensure they meet applicable codes and standards. This department also provides surveying, drafting, testing, and inspection services necessary for the successful completion of street, curb, and sidewalk projects. Employees in this group also assess and report on pavement condition in order to maintain and update our pavement management system.

Traffic Engineering

Traffic Engineering is responsible for monitoring traffic issues as it relates to congestion, accidents, traffic flow, roadway and intersection safety, pedestrian and non-motorized vehicle safety, and making recommendations for improvements. Traffic Engineering also reviews requests for neighborhood traffic calming, permits for road closures, and maintenance of traffic plans for construction or other closures of public streets, and evaluates needs for parking. Programming for special events of the MLK bridge lighting is also a part of this department's responsibilities. Staff also reviews plans from private entities developing in the City as it relates to impacts to our transportation network. The department is also responsible for performing traffic studies, developing traffic signal timing plans, and designing intersections, street lighting, and traffic signals as well as the need for signage or markings.

Traffic Operations

Traffic Operations installs and maintains all traffic signals, signs, pavement markings, street lights, fiber optic communications infrastructure, closed circuit TV camera systems on all city streets and trails. The department also maintains traffic signals for INDOT, Allen County, New Haven and Hometown under maintenance agreements.

The department also works with the Radio Shop to maintain the Early Warning Flood System, and provides maintenance of the MLK Bridge as well as performs electrical maintenance for other Public Works departments. Other miscellaneous responsibilities include installation and maintenance of sidewalk benches, bollards, flowerpots and other streetscape elements, trash receptacles, bike racks, and banner installation for non-profit groups as well as wreaths and holiday decorations in the downtown Central Business District. The Department also installs and maintains new street lights, and is in the process of replacing incandescent lighting with LED fixtures as new replacements or retrofits of existing end-of-life fixtures which are recycled.

Street Department

The Street Department is responsible for the maintenance of almost 1,200 centerline miles of City streets and 150 miles of alleys. The Street Departments work is divided into three separate Seasons: Summer Construction, Leaf Season and Snow Season. During spring and summer months, crews mow roadside right-of-ways; sweep up approximately 3,500 tons of debris, repair potholes, and resurface streets & alleys. During the fall the department completes a citywide leaf collection, and during the winter the focus is on snow and ice removal on all city streets. The department also performs some concrete sidewalk work and mowing operations of the rights-of-way.

Fleet Management

Fleet Management is responsible for approximately 2,100 city owned vehicles and ancillary equipment. Fleet management employs nineteen mechanics, two service writers, three parts clerks and a shop supervisor. The department is also responsible for developing approval policies for vehicle use,

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

preventive maintenance and replacement, and staying in compliance with environmental regulations and making environmental improvements.

Greenways and Trails Department

This department is responsible for the planning, design and construction of the City's trail network, as well as helping implement the Bike Fort Wayne and Walk Fort Wayne Active Transportation Plans. The Department also oversees the maintenance of the trail system by working with other City and Public Works departments, Volunteer Greenway Rangers, and Adopt-A-Greenway Groups. The department works with Fort Wayne Trails, Incorporated to plan, fund, promote, and advocate for existing and future trails. Staff coordinates volunteer activities and events, including Trek the Trails and Bike Month. The department works with neighborhoods, businesses, community organizations, other City departments, Allen County, the State of Indiana, and Federal Agencies to develop and maintain the City of Fort Wayne Trails network. Furthermore, the department works with other jurisdictions to integrate the City of Fort Wayne Trails Network into a regional network of trails. The department also manages active transportation programs and events in coordination with other agencies and the community.

Right-of-Way

Right-of-Way is the first point of contact between customers who walk into the Public Works Division. Therefore customer service is a significant part of this department's responsibilities. It is also responsible for overseeing all work that takes place in the public rights-of-way as it relates to permitting, reviewing work done by outside entities, restoration of work performed by outside entities such as utilities, private contractors and developers. The department issues permits for work within the right-of-way, transportation of oversize/overweight loads, public assembly and block parties, and also oversees all encroachments in the rights-of-way, and is responsible for enforcement of these permitted functions.

The department also administers the cost sharing programs for sidewalk and curb. Department personnel are involved in public outreach and marketing of city services by being actively engaged in the community.

All greenspaces and gateways into the City within the right-of-way are also maintained by this department by its gardener and laborers. These spaces include grassy areas, plantings, green infrastructure, and other aesthetic improvements.

PARKS AND RECREATION

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

Finance and Support Services Division

The Finance & Support Services Division is responsible for the financial accounting, program registration, facility reservation, budgeting, purchasing, payroll, and administrative functions of the department. The Marketing section of the division is responsible for the public relations, publications, promotions, grant

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

writing, service quality, strategic planning, market research, corporate sponsorship, and other marketing/planning functions.

Parks and Asset Management Division

The Parks and Asset Management Division is responsible for operation and maintenance of the park land and facilities, vehicle and machinery operation and upkeep, building repairs and maintenance, and engineering. The Horticulture Division is responsible for park and street trees, public gardens and flower beds, park landscaping, and operation of the greenhouse.

Recreation Services Division

The Recreation Services Division is responsible for most of the recreational programs and facilities operated by the department. Facilities include: three public golf courses, two tennis centers, sixty-two public tennis courts, downtown Community Center, McMillen Community Center, three swimming pools, day camps, Lindenwood Nature preserve, Lifetime Sports Academy, and the Hurshtown Reservoir. The Division hosts a number of citywide events, offers competitive and instructional programs in athletics and outdoor recreation, runs a travel program for seniors, families, and adventure travelers, and offer classes covering a variety of special interests for pre-school through older adult. Arts programs, cultural events, and the Salomon Farm are also provided by the division.

Botanical Conservatory\Foellinger Theatre\Community Outreach Division

The Community Outreach Division is responsible for the operations and programming of the Foellinger Theatre and the Foellinger-Freimann Botanical Conservatory. The division also manages three youth centers and the summer playground program.

Zoo Division

The Fort Wayne Children's Zoo is operated under an operating agreement between the Fort Wayne Parks and Recreation Department and the Zoological Society.

PUBLIC SAFETY

Department of Public Safety

This Department maintains order and protects the rights and property of the citizens of Fort Wayne.

The Chief of Police oversees Police, Radio Shop, Records, and Animal Control departments. The Fire Chief oversees the Fire department.

The Board of Public Safety has five members who are appointed by the Mayor and have authority over the hiring, promotion, and discipline of the Fort Wayne police officers. The Board of Public Safety also oversees the licensing and policies regarding taxis. The Fire Merit Board has two members appointed by the Mayor, two members elected by the members of the fire department, one member appointed by the legislative body, and one non-voting member selected from the legislative body. The Board is the authority responsible for hiring, promotion, evaluation, and discipline of the Fort Wayne firefighters.

CITY OF FORT WAYNE
DEPARTMENTS DETAILS
(Continued)

Police Department

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

Fire Department

It is the mission of the Fort Wayne Fire Department to prevent the loss of life and to control or reduce the loss to property. The mission is accomplished through the Operations, Fire Prevention, Investigation, Public Education, Special Operations, Training and Development, and Administrative Divisions. These divisions provide the following services: fire response, emergency hazardous materials stabilization, technical rescue, EMS - basic and advanced life support emergency response, water rescue, public fire safety education, building inspections, fire investigations, fire watch, and rescue task force emergency response. The Fire Department provides all of these services within the boundaries of the City of Fort Wayne and mutual aid emergency response to the surrounding departments upon their request.

Radio Shop

The Radio Shop of the Fort Wayne Police Department is responsible for the planning, design, construction, maintenance and operation of all two-way radio communication systems utilized by the City of Fort Wayne, Allen County, and the Combined Communications Partnership to Consolidated Communications Partnership (CCP 911). The Radio Shop is also responsible for the installation and maintenance of electronic public safety equipment utilized in Police and Fire vehicles.

Records

Records Department is responsible for maintaining all electronic and paper documents produced by the Fort Wayne Police Department. Additional responsibilities include processing for a fee; finger prints, criminal histories, gun permit applications, and selling police reports and walk-in accident reports. The department handles all non-emergency phone calls, documents all teleservice reports, enters and sends notification for all vehicles towed by FWPDP, NCE, and Parking Control, enters and cancels all stolen and recovered property, vehicles, securities, license plates, enters all protective orders issued by Courts into Spillman, assists FWPDP officers and officers from other agencies, fingerprints all prisoners taken to the Allen County Jail by the surrounding Law enforcement agencies, responsible for all entries/cancellations into the IDACS/NCIC System, and maintaining all FWPDP certification documents for IDACS/NCIC.

Animal Care and Control

The Department of Animal Care and Control serves as a branch of our public safety division. The department uses a proactive approach to prevent animal cruelty and neglect before it starts through community outreach and education. Our Enforcement Division uses education, and when necessary, local and state legislation to address responsible pet ownership concerns and cruelty or neglect cases within the city limits. Protection of both citizens and animals along with efforts to minimize euthanasia of healthy, adoptable animals strongly reflects the neighborhood and community driven origins of this agency. Animal Care and Control also has a strong volunteer program which utilizes over 200 citizens to offer the best care possible to the pets of our community. Animal Care and Control serves as a resource for responsible animal ownership, adoptable animals, and reuniting lost pets.

Fort Wayne at a Glance
As of December 31, 2022

Date Founded	October 22, 1794
Date of Incorporation (Town)	January 3, 1829
Date of Incorporation (City)	February 22, 1840
Founded by	Jean François Hamtramck
Named After	Anthony Wayne
Form of Government	Elected Mayor, Clerk, Councilperson (9)
Relative Size	2nd largest city in Indiana
Population	267,927
Area in Square Miles	110.6
Miles of Water Lines	1,442
Miles of Sewer/Stormwater Mains	2,314
Miles of Streets	1,172
Number of Street Lights	35,404
Number of City Employees	1,877
Labor Force *	220,879
Employed *	215,816
Unemployed *	5,080
Unemployment Rate *	2.3

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



Government Finance Officers Association

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**City of Fort Wayne
Indiana**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

December 31, 2021

Christopher P. Morill

Executive Director/CEO

The Officials of the City of Fort Wayne, Allen County, Indiana
City of Fort Wayne
Fort Wayne, Indiana

Report on the Audit of the Financial Statements

Opinions

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Wayne, Indiana (City), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements as listed in the table of contents.

In our opinion, based on our audit and the reports of the other auditors, the accompanying financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of December 31, 2022, and the respective changes in financial position, and, where applicable, cash flows thereof for the year then ended in accordance with accounting principles generally accepted in the United States of America.

We did not audit the financial statements of Allen County Fort Wayne Capital Improvements Board of Managers and Community Development Corporation of Fort Wayne, which represent 78%, 93% and 46%, respectively, of the total assets, net position and revenues of the discretely presented component units as of and for the year ended December 31, 2022. Those statements were audited by other auditors whose reports have been furnished to us, and our opinion on the discretely presented component units, insofar as it relates to the amounts included for those two discretely presented component units, is based solely on the reports of the other auditors.

Basis for Opinions

We conducted our audit in accordance with auditing standards generally accepted in the United States of America (GAAS) and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*). Our responsibilities under those standards are further described in the "Auditor's Responsibilities for the Audit of the Financial Statements" section of our report. We are required to be independent of the City, and to meet our other ethical responsibilities, in accordance with the relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our audit opinions.

Emphasis of Matter

As discussed in Note 5 to the financial statements, in 2022, the City adopted Government Accounting Standards Board Statement No. 87, *Leases*. Our opinions are not modified with respect to this matter.

Responsibilities of Management for the Financial Statements

Management is responsible for the preparation and fair presentation of the financial statements in accordance with accounting principles generally accepted in the United States of America, and for 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.

In preparing the financial statements, management is required to evaluate whether there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for 12 months beyond the financial statement date, including any currently known information that may raise substantial doubt shortly thereafter.

Auditor's Responsibilities for the Audit of the Financial Statements

Our objectives are to obtain reasonable assurance about whether the financial statements as a whole are free from material misstatement, whether due to fraud or error, and to issue an auditor's report that includes our opinions. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS and *Government Auditing Standards* will always detect a material misstatement when it exists. The risk of not detecting a material misstatement resulting from fraud is higher than for one resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Misstatements are considered material if there is a substantial likelihood that, individually or in the aggregate, they would influence the judgment made by a reasonable user based on the financial statements.

In performing an audit in accordance with GAAS and *Government Auditing Standards*, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material misstatement of the financial statements, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the amounts and disclosures in the financial statements.
- Obtain an understanding of internal control relevant to the audit 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, no such opinion is expressed.
- Evaluate the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluate the overall presentation of the financial statements.
- Conclude whether, in our judgment, there are conditions or events, considered in the aggregate, that raise substantial doubt about the City's ability to continue as a going concern for a reasonable period of time.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit, significant audit findings, and certain internal control-related matters that we identified during the audit.

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, budgetary comparison schedules (general fund and major special revenue funds), infrastructure – modified reporting, comparison of budgeted-to-actual maintenance/preservation, condition rating, pension, and other postemployment benefit information as listed in the table of contents be presented to supplement the basic financial statements. Such information is the responsibility of management and, 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 GAAS, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Supplementary Information

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The Supplementary Information as listed in the table of contents and the schedule of expenditures of federal awards, as required by Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards*, are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The 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 GAAS. In our opinion, the supplementary information as listed in the table of contents is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

Other Information

Management is responsible for the other information included in the annual report. The other information comprises Section I, Introduction and Section III, Statistical Section, as listed in the table of contents, but does not include the basic financial statements and our auditor's report thereon. Our opinions on the basic financial statements do not cover the other information, and we do not express an opinion or any form of assurance thereon.

In connection with our audit of the basic financial statements, our responsibility is to read the other information and consider whether a material inconsistency exists between the other information and the basic financial statements, or the other information otherwise appears to be materially misstated. If, based on the work performed, we conclude that an uncorrected material misstatement of the other information exists, we are required to describe it in our report.

Other Reporting Required by *Government Auditing Standards*

In accordance with *Government Auditing Standards*, we have also issued our report dated June 29, 2023, on our consideration of the City's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements, and other matters. The purpose of that report is solely to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the City's internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City's internal control over financial reporting and compliance.

FORVIS,LLP

Fort Wayne, Indiana
June 29, 2023

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CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022

As management of the City of Fort Wayne (the City), we offer the following discussion as insight into the financial performance of the City for the fiscal year ended December 31, 2022. To gain a fair understanding of the City's financial position, this discussion and analysis should be read in conjunction with our letter of transmittal, the basic financial statements, and the notes to the basic financial statements.

Financial Highlights

- Total assets and deferred outflows of resources as of December 31, 2022 of \$3,354.0 million increased by \$246.5 million or 7.9% as compared to total assets and deferred outflows of resources as of December 31, 2021. The \$186 million increase in capital assets is partly due to the implementation of GASB 87 and the recognition of right-to-use assets resulting in approximately \$61.5 million increase. Other contributions to the increase was the acquisition of Avenue of Autos and the Public Safety Academy re-acquisition totaling \$34 million collectively; \$25 million received from Federal Grants related to the various programs authorized under the American Rescue Plan Act to help during the ongoing COVID-19 pandemic; \$39 million bond issues for park and riverfront improvements; and \$74 million increase in the wastewater fund capital spending due to Consent Decree.
- Total liabilities and deferred inflows of resources as of December 31, 2022 of \$1,702.1 million increased \$60.7 million or 3.7% as compared to total liabilities and deferred inflows of resources as of December 31, 2021. This increase in total liabilities is mainly due to the implementation of GASB 87 and the recognition of new lease liabilities as well as new debt issues (See Notes 4 and 5). While total liabilities increased, deferred inflows actually decreased due to interest rate changes affecting OPEB and pensions.
- The assets and deferred outflows of the City exceeded its liabilities and deferred inflows at the end of 2022 by \$1.6 billion. Of this amount, \$92.5 million is considered unrestricted. The unrestricted net position of the City's governmental activities is \$20.6 million. The change in amount of restricted for Net pension asset and the governmental unrestricted funds is due mainly to the fluctuations in pension costs. The unrestricted net position of the City's business-type activities is \$71.9 million.
- The net position of the City's governmental activities increased \$127.4 million (or 18.9% from 2021) in 2022. The net position of the City's business-type activities increased \$58.4 million (or 7.4% from 2021).
- At the end of 2022, unassigned fund balance for the general fund was \$42.1 million or 36.9% of the 2022 general fund expenditures.
- The City adopted Governmental Accounting Standards Board Statement No. 87, *Leases*, in 2022. Comparative 2021 information presented herein has not been adjusted for adoption of GASB 87.

Overview of the Financial Statements

This discussion and analysis is an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the financial statements. In addition to the basic financial statements,

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

this Annual Comprehensive Financial Report (ACFR) includes other supplementary information along with the statistical section.

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

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

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

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

The government-wide financial statements include not only the City itself (primary government), but also a few legally separate units: Fort Wayne Urban Enterprise Association, Inc. (UEA), Allen County Fort Wayne Capital Improvements Board of Managers (CIB), Fort Wayne Public Transportation Corporation (PTC), Downtown Fort Wayne Economic Improvement District (DID) and Community Development Corporation (CDC) for which the City is financially accountable. Financial information for these component units are reported separately from the financial information presented for the primary government itself. The financial statements of these component units can be found in their entirety on file in the City Controller's office at 200 E. Berry Street, Suite 470, Fort Wayne, Indiana 46802. The Fort Wayne Municipal Building Corporation (Building Project), Consolidated Communications Partnership, Fort Wayne Infrastructure Corporation (Infrastructure Improvements), Fort Wayne Redevelopment Authority (RA), and Summit Development Corporation (Summit) are legally separate from the City, but since their nature and relationship with the City is significant, they are an integral part of the primary government. The status of Summit Development Corporation was further evaluated and it was determined that it now meets the requirements of a blended component unit (See Note 26).

The government-wide financial statements can be found beginning on page 56 of this report.

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

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

legal requirements. The funds of the City can be divided into three categories: governmental funds, proprietary funds, and fiduciary funds.

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

The basic governmental fund financial statements can be found beginning on page [59](#) of this report.

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

The basic proprietary fund financial statements can be found beginning on page [63](#) of this report.

Fiduciary funds. Fiduciary funds are funds held by a governmental unit as an agent or a trustee. They are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City holds one type of fiduciary funds: pension trust funds. Pension trust funds are used to account for pension plans held by the City on behalf of its employees. The City uses pension trust funds to report the police pension, fire pension, and sanitary officers' pension funds.

The basic fiduciary fund financial statements can be found beginning on page [67](#) of this report.

Notes to the financial statements. The notes are a required part of the basic financial statements that provide necessary information for the understanding of the City's financial report.

The notes to the financial statements can be found beginning on page [72](#) of this report.

Other information. The City is also required to provide more detailed information about certain issues disclosed in required supplementary information (RSI) schedules. The City's RSI schedules include: Budgetary Comparison Schedule for General Fund and Major Special Revenue Funds, Comparison of Budgeted-to-Actual Maintenance/Preservation including the condition rating of the City's street system, Schedule of Changes in the Net Pension Liability and Related Ratios for Single-employer Defined Benefit Pension Plans, Schedule of the Proportionate Share of the Net Pension Liability for Cost-Sharing Multiple-employer Defined Benefit Pension Plans, Schedule of Contributions for Single-Employer Defined Benefit Pension Plans and Cost-Sharing Multiple-employer Defined Benefit Pension Plans, and Schedule

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

of Changes in Total OPEB Liability and Related Ratios - Retiree Healthcare Plan. The combining financial statements for the non-major governmental funds, non-major enterprise funds, and the internal service funds are found immediately following the RSI schedules listed above which are considered supplementary information (SI).

The RSI schedules can be found beginning on page [162](#) of this report and the SI schedules can be found on page [185](#).

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

	Governmental activities		Business-type activities		Total		Component Units	
	2022	2021	2022	2021	2022	2021	2022	2021
Assets	\$ 457,771	\$ 391,570	\$ 384,069	\$ 416,403	\$ 841,840	\$ 807,973	\$ 63,765	\$ 56,546
Capital and lease assets	991,406	882,048	1,423,396	1,336,387	2,414,802	2,218,435	46,238	45,227
Total assets	1,449,177	1,273,618	1,807,465	1,752,790	3,256,642	3,026,408	110,003	101,773
Deferred outflows	88,641	72,362	8,730	8,791	97,371	81,153	1,759	2,136
Other liabilities	77,938	53,274	41,762	33,803	119,700	87,077	3,089	3,229
Long-term liabilities	622,912	538,769	915,806	922,451	1,538,718	1,461,220	28,180	33,970
Total liabilities	700,850	592,043	957,568	956,254	1,658,418	1,548,297	31,269	37,199
Deferred inflows	37,095	81,488	6,555	11,619	43,650	93,107	8,151	5,908
Net position	\$ 799,873	\$ 672,449	\$ 852,072	\$ 793,708	\$ 1,651,945	\$ 1,466,157	\$ 72,342	\$ 60,802
Net Investment in capital and lease assets	\$ 779,276	\$ 727,904	\$ 694,479	\$ 650,805	\$ 1,473,755	\$ 1,378,709	\$ 36,395	\$ 33,790
Restricted	—	32,557	85,700	79,469	85,700	112,026	35,346	30,081
Unrestricted	20,597	(88,012)	71,893	63,434	92,490	(24,578)	601	(3,069)
Total net position	\$ 799,873	\$ 672,449	\$ 852,072	\$ 793,708	\$ 1,651,945	\$ 1,466,157	\$ 72,342	\$ 60,802

Government-wide Financial Analysis

The City's (primary government) assets and deferred outflows of resources exceeded liabilities and deferred inflows of resources by \$1,651.9 million at the close of 2022. The largest portion of the City's net position (total assets less total liabilities), which amounts to \$1,473.8 million (or 89.2%), reflects its investment in capital and lease assets (e.g., land, distribution and collection, roads, buildings and improvements, machinery and equipment, construction in progress, and net investment in joint venture), less any outstanding debt used to acquire these assets. These assets are designated as net investment in capital assets because they are used to provide the everyday services the citizens of the City expect; they are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset.

The remainder of the City's net position is designated as either restricted or unrestricted. The restricted portion, which totals \$85.7 million (or 5.2%), are dollars that are subject to an external restriction and cannot be spent on everyday operations. The unrestricted portion of the net position is \$92,490 thousand (or 5.6%). At the end of 2022, the City shows a total positive net position as a whole as well as in the governmental and business-type activities sections individually. This indicates the City has been able to make sound financial decisions over the past several years leaving it with a solid equity base on which to build.

The City's component units showed assets exceeding liabilities by \$72.3 million at the end of 2022. Of the net position (total assets less total liabilities), \$36.4 million reflects its net investment in capital assets. These assets are designated as invested in capital assets because they are used to provide the everyday

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

services to the users of the component units. Such assets are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset. The restricted net position, subject to external restriction, totals \$35.3 million. Unrestricted net position totals \$0.6 million at the end of 2022. These assets may be used by the City's component units for normal operations.

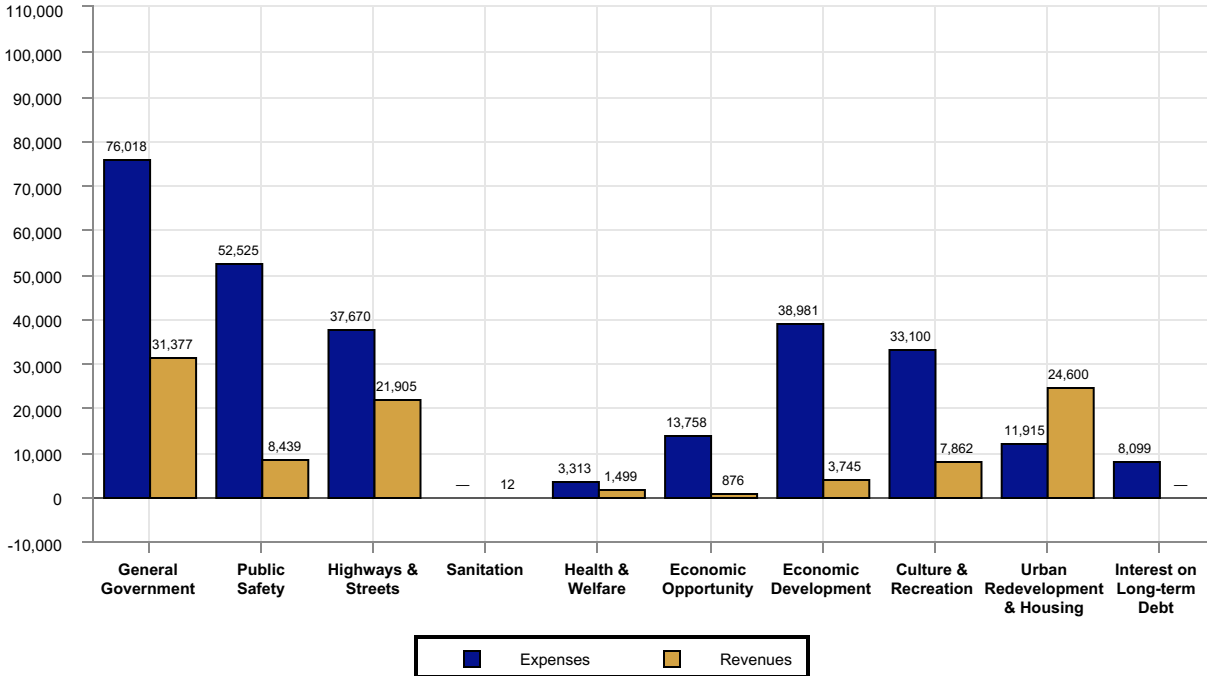
CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

City of Fort Wayne Changes in Net Position (amounts expressed in thousands)								
	Governmental activities		Business-type activities		Total		Component Units	
	2022	2021	2022	2021	2022	2021	2022	2021
Revenues:								
Program revenues:								
Charges for services	\$ 43,396	\$ 33,816	\$ 195,756	\$ 184,930	\$ 239,152	\$ 218,746	\$ 4,224	\$ 3,357
Operating grants and contributions	55,418	47,465	—	—	55,418	47,465	10,617	10,415
Capital grants and contributions	1,500	—	10,713	20,103	12,213	20,103	3,023	155
General revenues:								
Property taxes	172,426	153,778	—	—	172,426	153,778	—	—
Local Income Tax - Econ. Development	45,118	45,857	—	—	45,118	45,857	—	—
Local assessments and taxes	—	—	—	—	—	—	15,731	14,135
Indiana room tax	—	—	—	—	—	—	5,087	3,821
Other taxes	54,809	55,495	—	—	54,809	55,495	—	—
Investment earnings	8,770	2,242	4,721	1,043	13,491	3,285	244	78
Other	10,189	13,934	1,816	37	12,005	13,971	1,772	921
Total revenues	391,626	352,587	213,006	206,113	604,632	558,700	40,719	32,882
Expenses:								
General government	76,018	68,046	—	—	76,018	68,046	—	—
Public safety	52,525	102,449	—	—	52,525	102,449	—	—
Highways and streets	37,670	41,176	—	—	37,670	41,176	—	—
Health and welfare	3,313	2,908	—	—	3,313	2,908	—	—
Economic opportunity	13,758	18,718	—	—	13,758	18,718	—	—
Economic development	38,981	21,679	—	—	38,981	21,679	—	—
Culture and recreation	33,100	20,101	—	—	33,100	20,101	—	—
Urban redevelopment and housing	11,915	20,098	—	—	11,915	20,098	—	—
Interest on long-term debt	8,099	5,710	—	—	8,099	5,710	—	—
Water	—	—	46,996	42,168	46,996	42,168	—	—
Wastewater	—	—	70,099	60,592	70,099	60,592	—	—
Storm water	—	—	8,564	8,057	8,564	8,057	—	—
Parking garages	—	—	1,592	1,410	1,592	1,410	—	—
Solid waste	—	—	15,499	11,366	15,499	11,366	—	—
Other	—	—	166	160	166	160	—	—
Hands	—	—	—	—	—	—	—	432
Summit	—	—	—	—	—	—	—	—
UEA	—	—	—	—	—	—	1,113	963
CIB	—	—	—	—	—	—	9,857	7,908
PTC	—	—	—	—	—	—	16,599	15,274
DID	—	—	—	—	—	—	1,179	1,102
CDC	—	—	—	—	—	—	375	424
Total expenses	275,379	300,885	142,916	123,753	418,295	424,638	29,123	26,103
Increase in net position before transfers	116,247	51,702	70,090	82,360	186,337	134,062	11,596	6,779
Transfers	11,120	9,917	(11,120)	(9,917)	—	—	—	—
Transfer in of ACRWSD net position (Note 25)	—	—	(608)	—	(608)	—	—	—
Increase in net position	127,367	61,619	58,362	72,443	185,729	134,062	11,596	6,779
Net position -- January 1st	672,449	610,830	793,710	721,265	1,466,159	1,332,095	60,803	54,023
Restatement - See Note 26	57	—	—	—	57	—	(57)	—
Net position -- January 1st (Restated)	672,506	610,830	793,710	721,265	1,466,216	1,332,095	60,746	54,023
Net position -- December 31st	\$ 799,873	\$ 672,449	\$ 852,072	\$ 793,708	\$ 1,651,945	\$ 1,466,157	\$ 72,342	\$ 60,802

CITY OF FORT WAYNE
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 For the Year Ended December 31, 2022
 (Continued)

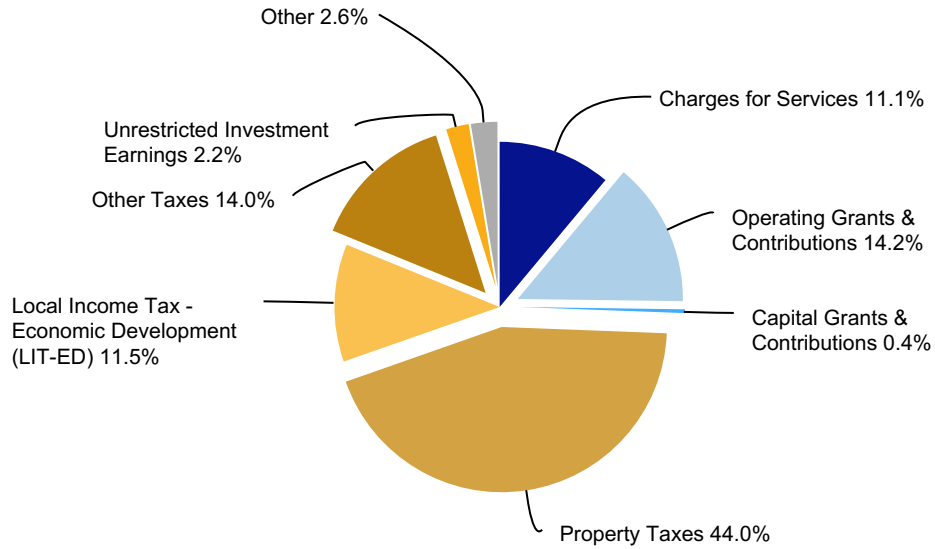
Governmental Activities. The governmental activities accounted for a \$127.4 million increase in the City's total net position in 2022. The City was able to remain within or below its expense budget while still providing all of the necessary government services. The governmental activities represent 64.8% of the primary government's revenue and 65.8% of the primary government's expenses. This increase in net position is mainly due to the implementation of GASB 87 and the recognition of right-to-use assets.

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



CITY OF FORT WAYNE
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 For the Year Ended December 31, 2022
 (Continued)

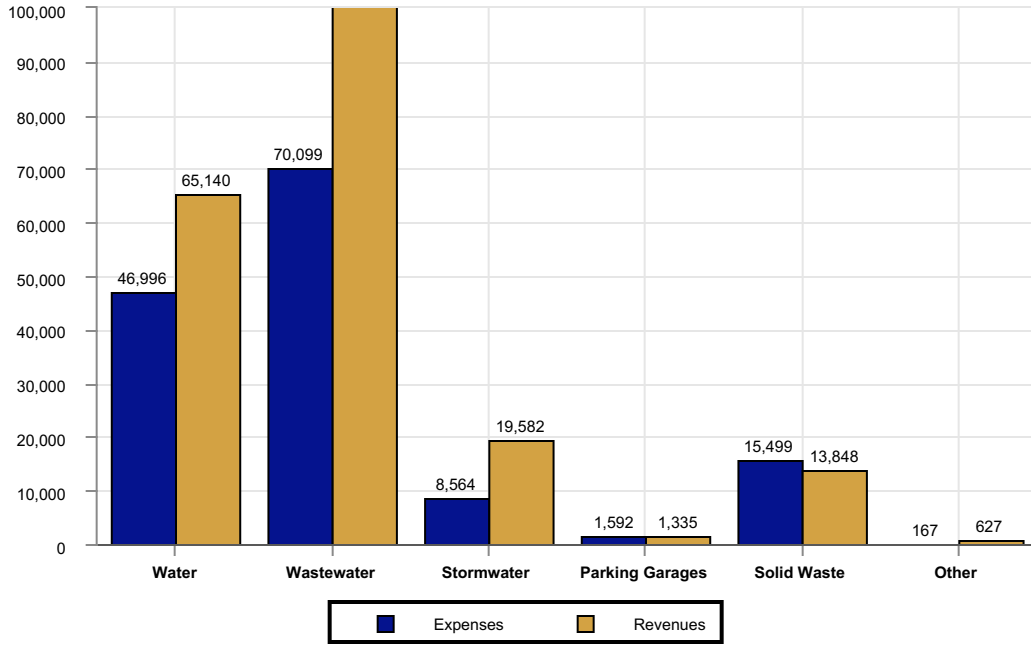
Revenues by Source - Governmental Activities



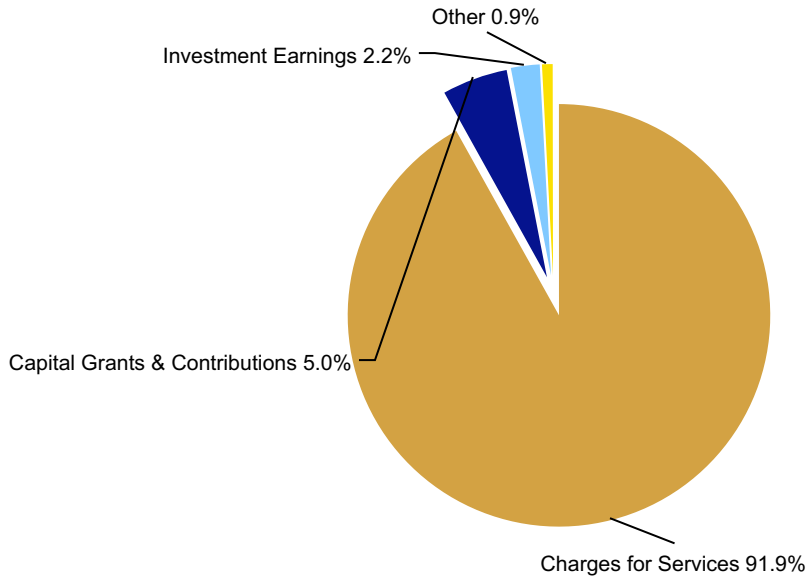
Business-type Activities. The business-type activities of the City increased net position by \$58.4 million. Business-type activities represent 35.2% of the primary government's revenues and 34.2% of the expenses. The City's Water and Wastewater utilities account for 82.9% of the business-type activities' program revenues and 81.9% of the expenses. The increase in the net position was primarily due to the increase in the interest rate that effects OPEB and Net pension liability.

CITY OF FORT WAYNE
 MANAGEMENT'S DISCUSSION AND ANALYSIS
 For the Year Ended December 31, 2022
 (Continued)

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



Revenues by Source - Business-type Activities



CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

Financial Analysis of the Government's Funds

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

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

At the end of 2022, the City's governmental funds reported combined ending fund balances of \$340.2 million, an increase of \$52.1 million, due to increase in unassigned fund balance. The City's total fund balance includes \$2.0 million as non-spendable, \$44.9 million as restricted, \$36.6 million as committed, \$214.4 million as assigned, and \$42.1 million as unassigned fund balance.

A portion of the City's governmental fund totals is made up of the General fund, the City's chief operating fund. At the end of 2022, the General fund had an unassigned fund balance of \$42.1 million and a total fund balance of \$53.4 million. As a measure of the General fund's liquidity, you can compare the total fund balance and unassigned fund balance to the total fund expenditures. The General fund expenditures for fiscal year ended 2022 were \$114.1 million. The total fund balance represents 46.8% of General fund expenditures, while the unassigned fund balance is 36.9% of that same amount.

The fund balance of the City's General fund increased by \$0.8 million during the fiscal year ended 2022. During 2022, the General fund expenditures were over the revenues by \$5.6 million. This was due to a decrease in property tax revenue allocated in 2022. The City recorded deferred inflows of resources in the amount of \$11.1 million.

The City has seven other funds that meet the major fund criteria: the Highways and Streets, LIT-ED, Parks, Fire, Redevelopment, Community Legacy, and Summit. The combined fund balance at the end of 2022 for the other six major funds is \$202.5 million. This resulted in an increase in fund balances for the other major funds of \$13.9 million from the prior year. The major reasons for this change from prior year are:

- The Highways and Streets fund balance increased by \$0.5 million at the end of 2022 primarily due to an decrease in Highways and Streets capital outlay of construction spending due to materials shortages.
- The Parks fund balance increased by \$10.4 million at the end of 2022 due to an increase preeminantly due to new bond issuance for the Franke Park Renaissance Project.
- The LIT-ED fund balance decreased by \$0.3 million at the end of 2022 due to tax revenue remaining flat while expenses nearly doubled. Projects include Redevelopment land and capital improvements related to Riverfront, Headwaters Lofts, Electric Works and lease payments for Riverfront at Promenade.
- The Redevelopment fund balance increased by \$7.1 million at the end of 2022 primarily due to a bond draws for Riverfront Phase II project and a slight increase in interest earnings and parking garage revenue.

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

- The Fire fund balance increased by \$1.1 million at the end of 2022 primarily due to a timing difference of budgeted expenditures.
- The Community Legacy fund balance decreased by \$4.9 million at the end of 2022 primarily due to unrealized loss on investment dollars.
- The Summit Development Corporation fund balance remained nearly the same as the prior year. There were significant changes in this fund for 2022 with the implementation of GASB 87 for a new garage lease, however this affected the Statement of Revenues, Expenditures, and Changes in Fund Balances but did not have an effect on the ending fund balance.

The non-major governmental funds have a combined increase of \$37.3 million to a fund balance of \$84.3 million at the end of 2022.

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

The total net position of the City's enterprise funds at the end of 2022 is \$852.1 million. Of that total, the restricted net position is \$85.7 million, net investment in capital assets is \$694.5 million, and the unrestricted net position is \$71.9 million. This is a total increase of about \$58.4 million comprised of a \$43.7 million increase in the net investment in capital assets, a \$6.2 million increase in restricted assets, and an increase to the unrestricted funds totaling \$8.5 million.

Water Utility net position increased \$16.1 million mainly due to scheduled rate increases aimed to secure the necessary resources to satisfy the debt service requirements as well as for the capital improvement plan. \$3.4 million of this increase represents capital contributions either from private developers or state and federal agencies. Wastewater utility net position increased \$32.7 million mainly due to scheduled rate increases aimed to secure the necessary resources to satisfy the debt service requirements as well as for the capital improvement plan driven mainly by the Consent Decree. \$2.7 million of this increase represents capital contributions either from private developers or state and federal agencies. Stormwater Utility net position increased \$10.1 million. \$5.5 million is due to excess of revenues over expenses while \$4.6 million represents capital contributions either from private developers or state and federal agencies.

General Fund Budgetary Highlights

The differences between the original adopted budget and the final amended budget resulted in an increase of \$8.627 million. The differences are summarized as follows:

- \$8,514.9 thousand increase in general government's appropriation
- \$299.9 thousand decrease in public safety's appropriation
- \$463.0 thousand increase in highway and streets' appropriation
- \$12.0 thousand increase in health and welfare's appropriation
- \$62.3 thousand decrease in economic development's appropriation

The actual expenditures were \$5.332 million lower than budgeted, while the actual revenues of the general fund were \$3.8 million more than budgeted. For the year, the General fund balance increased by \$7.296 million.

The 2022 final approved budget was \$119.411 million; actual expenditures amounted to \$114.079 million, leaving a \$5.332 million positive variance. The variance is summarized as follows:

- \$2,244.3 thousand for general government

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

- \$2,273.5 thousand for public safety
- \$492.9 thousand for highway and streets
- \$50.3 thousand for health and welfare
- \$62.2 thousand for economic opportunity
- \$208.8 thousand for economic development

Of the \$5.332 million positive variance, \$2,821 thousand was in personal services. This variance was primarily due to unfilled positions as a result of resignations, retirements, and/or terminations. The remaining variance consisted of \$538 thousand for supplies expense, \$1,546 thousand for other services and charges, and \$428 thousand for capital outlays. These variances were incurred due to the City departments meeting the challenges of monitoring and controlling expenses while still maintaining adequate services to the City.

Capital Asset and Debt Administration

Capital and lease assets. The City's Primary Government capital and lease assets as of December 31, 2022, are equal to \$2,414.8 million (net of accumulated depreciation/amortization). Capital and lease assets include land, distribution and collection, roads, buildings and improvements, machinery and equipment, right-to-use leased assets, and construction in progress. The total increase in the City's capital assets for the current fiscal year was \$196.4 million or 8.9% (a 4.9% increase for governmental activities and a 3.9% increase for business-type activities). Significant contributions to this increase was the re-acquisition of the Public Safety Academy building for \$26.3 million, the addition of right-to-use assets of approximately \$61.5 million, and a \$74 million increase in the wastewater fund capital spending due to the Consent Decree.

Governmental activities. Capital assets for the governmental activities total \$1,198.2 million with accumulated depreciation / amortization of \$206.8 million for a net book value of \$991.4 million. This amount includes \$15.5 million in construction in progress reflecting capital projects in various stages of completion. The City chose to report its roads using the modified approach accepted under the new reporting model. This allows the City to make additions and deletions to the overall asset figure without actually depreciating. The conditions of the City's road pavement are measured using a pavement condition index (PCI). The City has adopted the following condition categories: "Excellent" (10-9), "Very Good" (8), "Good" (7-6), "Fair" (5-4), "Poor" (3), and "Very Poor" (2-1).

It is the goal of the City to maintain a pavement condition index of "Good". In 2021, the City had a pavement condition index rating of "Fair" (5). The City has maintained a "Fair" (5) rating in 2022. The City maintains there are no material variances between the budgeted expenditures and the actual expenditures for the maintenance of infrastructure for 2022.

More information regarding the modified approach can be found beginning on page [165](#) in the Required Supplementary Information (RSI) of this report.

Business-type activities. Capital assets for the business-type activities total \$1,962.7 million with accumulated depreciation of \$539.3 million for a net book value of \$1,423.4 million. The amount also includes \$421.2 million in construction in progress reflecting capital projects in various stages of completion.

Major projects include: Water main replacements, continued work on projects to reduce the number of Combined Sewer Overflow (CSO's) and the volume of discharge directly to the rivers, improvements to increase the reliability and capacity of the wastewater treatment plant and the wet weather storage facilities, construction of a large equalization basin facility in the northern area of the sewer system to

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

improve wet weather performance of collection system in that area, combined sewer capacity improvements to reduce the risk of basement backups.

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

	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
Land	\$ 49,213	\$ 45,891	\$ 18,237	\$ 18,149	\$ 67,450	\$ 64,040
Distribution and collection	—	—	891,861	860,201	891,861	860,201
Roads	630,089	616,612	—	—	630,089	616,612
Buildings and improvements	327,935	289,980	337,174	333,025	665,109	623,005
Machinery and equipment	114,029	106,635	294,202	305,825	408,231	412,460
Right-to-use leased assets - buildings	59,663	—	—	—	59,663	—
Right-to-use leased assets - improvements	1,792	—	—	—	1,792	—
Construction in progress	15,510	15,301	421,204	344,296	436,714	359,597
Less: Accumulated depreciation / amortization	(206,826)	(192,371)	(539,282)	(525,109)	(746,108)	(717,480)
Total	\$ 991,405	\$ 882,048	\$ 1,423,396	\$ 1,336,387	\$ 2,414,801	\$ 2,218,435

Additional information regarding the City's capital and lease assets can be found in Note 3 beginning on page [91](#) of this report.

Long-term Liabilities. The City adopted GASB 87 in 2022 and has reclassified leases and loans according to the guidelines. At the end of the current fiscal year, the City's Primary Government had total bonded debt outstanding of \$425.1 million. Of this amount \$153.5 million is considered to be general obligation bonds, special obligation bonds, or first mortgage bonds. The City is responsible to pay for this debt with general revenues. The remaining \$271.6 million is revenue bonds that are paid from the revenues earned by the business-type fund that is responsible for the debt.

The City's total debt increased \$74.8 million during the current fiscal year, including additions of \$191.3 million and reductions of \$118.4 million. During 2022, capital leases from the prior year of \$39.4 million in governmental activities and \$7.5 million in business-type activities were reclassified as notes and loans payable due to GASB 87 implementation. Therefore, the total increase in debt was mainly due to the new lease liability of \$59.7 million, the increase of \$9.5 million in general obligation bonds, and the increase of \$19.4 million in special obligation bonds.

The City of Fort Wayne currently maintains an AA- long-term rating from Standard & Poor's and an Aa1 rating from Moody's for its general obligation debt. The City's Water Utility maintain an Aa3, Wastewater Utility maintain an A1 and Stormwater Utility maintains an Aa2 from Moody's for its revenue bonds.

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

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

	Governmental activities		Business-type activities		Total	
	2022	2021	2022	2021	2022	2021
General obligation bonds	\$ 13,340	\$ 3,805	\$ —	\$ —	\$ 13,340	\$ 3,805
Special obligation bonds	133,120	113,720	—	—	133,120	113,720
First mortgage bonds	6,990	9,260	—	—	6,990	9,260
Lease liability	59,655	—	—	—	59,655	—
Notes and loans payable	42,349	43,099	612,818	623,019	655,167	666,118
Net pension liability	206,628	194,196	12,871	5,453	219,499	199,649
Compensated absences	17,982	17,801	2,156	2,114	20,138	19,915
Other postemployment benefits liability	137,190	154,542	14,500	16,678	151,690	171,220
Revenue bonds	—	—	271,600	272,690	271,600	272,690
Total	\$ 617,254	\$ 536,423	\$ 913,945	\$ 919,954	\$1,531,199	\$1,456,377

Additional information on the City's long-term liabilities can be found in Note 4 beginning on page 93 of this report.

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the City is currently 2.3%, which is a increase from a rate of 1.4% a year ago. The state average unemployment rate is 7.1% and the national average is 6.7%.

Due to the passage of House Bill 1001, starting in 2008 the amount of property taxes collected has been substantially reduced, causing a shortfall in City revenues. The new law also places permanent property tax caps on real estate values, which limits future property tax revenues. The City is continually reviewing its options as to where it can curtail expenditures and seeking solutions for replacing the current and future lost revenues.

To simplify the LOIT system, in 2015, Indiana General Assembly passed House Bill 1485 that provides for a transition from the county adjusted gross income tax (CAGIT), the county option income tax (COIT), the county economic development income tax (CEDIT), and the various local income taxes for special purposes and special projects to a single local income tax with three rate components: Expenditure Rate, Property Tax Relief Rate and Special Purpose Rate. The adopting body will have the authority to set the rates and the uses for Expenditures and Property Tax Relief. The maximum rate for Expenditures is 2.5%. The adopting body dictates how the Expenditure rate will be used by all units in the county - either for public safety, economic development or certified shares. The maximum rate for Property Tax Relief is 1.25%.

In July 2017, the Allen County Income Tax Council voted to increase the Economic Development Distribution portion of the Local Income Tax - Expenditure Rate to 0.53% effective October 1, 2017 and additional tax revenue to be deposited in a Local Income Tax - Economic Development Non-Reverting Fund to finance Riverfront Development, Sidewalks and Alleys capital projects. Also, effective January 1, 2017, 0.1179% were redistributed from Local Income Tax - Certified Shares Distribution to Local Income Tax - Property Tax Relief Rate.

Under the current system, the local taxes adopted by Allen County Income tax Council consist of a Local Income Tax - Expenditure Rate of 1.1121% comprised of three distinct distributions: Certified Shares

CITY OF FORT WAYNE
MANAGEMENT'S DISCUSSION AND ANALYSIS
For the Year Ended December 31, 2022
(Continued)

Distribution (LIT-CS) - 0.4821%, Public Safety Distribution (LIT-PS) - 0.1% and Economic Development Distribution (LIT-ED) - 0.53%, including 0.13% to be deposited in a non-reverting fund (LIT-EDNR) as well as of a Local Income Tax - Property Tax Relief Rate of 0.3679%.

The City of Fort Wayne established a Cumulative Capital Development Fund on June 26, 2013 beginning with taxes payable in 2014. The revenues to this fund are a result of taxes levied on all taxable real and personal property within the City. The rate of this fund, which began in 2014 at 0.0167%, increased to 0.0333% in 2015 and to 0.049% in 2016, and continues at this rate until reduced or rescinded.

On June 7, 2016, the Fort Wayne Common Council approved a new wheel tax for city residents, effective January 1, 2017. The additional revenue will be used for street repair and maintenance in order to keep Fort Wayne's infrastructure at its best possible level.

These factors along with others were considered when preparing the City's budget for the 2022 fiscal year.

Request for Information

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

CITY OF FORT WAYNE
STATEMENT OF NET POSITION
December 31, 2022

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<u>Assets</u>				
Cash and cash equivalents-unrestricted	\$ 212,874,719	\$ 78,552,940	\$ 291,427,659	\$ 19,810,904
Investments-unrestricted	111,362,023	—	111,362,023	—
Receivables (net of allowances for uncollectibles):				
Accounts	577,236	22,884,093	23,461,329	864,714
Taxes	29,905,737	—	29,905,737	—
Intergovernmental	6,818,764	—	6,818,764	4,941,908
Loans	9,895,034	—	9,895,034	4,404,019
Miscellaneous	5,651,258	—	5,651,258	573,037
Interest receivable	118,006	1,318,395	1,436,401	—
Installments receivable	4,956,576	221,146	5,177,722	—
Assessments receivable	—	329,945	329,945	—
Lease receivable	450,673	1,119,746	1,570,419	—
Internal balances	6,243,118	(6,243,118)	—	—
Inventories	2,508,363	1,860,373	4,368,736	651,398
Prepaid items	1,164,400	1,000,395	2,164,795	162,688
Other current assets	—	35,100	35,100	—
Assets held for economic development	13,632,592	—	13,632,592	—
Restricted assets:				
Cash and cash equivalents-restricted	39,795,232	188,933,604	228,728,836	24,579,583
Investments-restricted	11,817,000	90,079,612	101,896,612	—
Regulatory assets	—	3,977,072	3,977,072	—
Accounts receivable	—	—	—	7,776,821
Capital and lease assets:				
Land, roads and construction in progress	694,812,252	439,441,897	1,134,254,149	1,266,345
Other capital and lease assets, net of depreciation/ amortization	296,594,208	983,954,153	1,280,548,361	44,971,373
Total assets	<u>1,449,177,191</u>	<u>1,807,465,353</u>	<u>3,256,642,544</u>	<u>110,002,790</u>
Deferred outflows of resources (Note 17)	<u>88,640,541</u>	<u>8,729,896</u>	<u>97,370,437</u>	<u>1,758,911</u>
<u>Liabilities</u>				
Accounts payable	6,357,765	1,775,409	8,133,174	1,384,862
Wages and withholdings payable	5,618,399	1,360,198	6,978,597	—
Accrued group insurance benefits	2,551,775	—	2,551,775	—
Contracts payable	3,393,283	20,761,140	24,154,423	—
Retainage payable	1,100,304	1,323,336	2,423,640	—
Accrued interest payable	1,328,450	8,138,402	9,466,852	—
Customer deposits	—	2,066,511	2,066,511	205,489
Unearned revenue	49,487,908	5,000,000	54,487,908	—
Other current liabilities	1,420,225	334,469	1,754,694	1,004,132

CITY OF FORT WAYNE
STATEMENT OF NET POSITION
December 31, 2022
(Continued)

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Noncurrent liabilities:				
Due within one year:				
Compensated absences payable	17,456,271	1,691,324	19,147,595	—
Lease liability	712,736	—	712,736	—
Notes and loans payable	10,496,791	26,490,849	36,987,640	1,620,000
General obligation bonds payable	1,620,000	—	1,620,000	—
Special obligation bonds payable	6,710,000	—	6,710,000	—
First mortgage bonds payable	940,000	—	940,000	—
Revenue bonds payable	—	25,080,000	25,080,000	30,000
Other postemployment benefits liability (Note 10)	6,680,200	1,002,094	7,682,294	495,000
Due in more than one year:				
Compensated absences payable	526,929	323,901	850,830	—
Lease liability	58,942,447	—	58,942,447	—
Notes and loans payable	31,852,037	586,326,739	618,178,776	8,195,000
General obligation bonds payable (net)	12,379,732	—	12,379,732	—
Special obligation bonds payable (net)	137,766,401	—	137,766,401	—
First mortgage bonds payable (net)	6,371,115	—	6,371,115	—
Revenue bonds payable (net)	—	249,524,438	249,524,438	7,944,440
Net pension liability (Note 24)	206,627,737	12,871,104	219,498,841	4,835,688
Other postemployment benefits liability (Note 10)	130,509,346	13,497,606	144,006,952	5,256,028
Other noncurrent liabilities	—	—	—	298,432
Total liabilities	<u>700,849,851</u>	<u>957,567,520</u>	<u>1,658,417,371</u>	<u>31,269,071</u>
Deferred inflows of resources (Note 18)	<u>37,094,545</u>	<u>6,556,000</u>	<u>43,650,545</u>	<u>8,150,791</u>
<u>Net position</u>				
Net investment in capital and lease assets	779,276,418	694,479,229	1,473,755,647	36,395,031
Restricted for:				
Debt service	—	80,776,679	80,776,679	3,344,771
Capital projects	—	4,922,882	4,922,882	—
Food and beverage tax reserve	—	—	—	23,221,778
Loan programs	—	—	—	8,779,793
Unrestricted	20,596,918	71,892,939	92,489,857	600,466
Total net position	<u>\$ 799,873,336</u>	<u>\$ 852,071,729</u>	<u>\$ 1,651,945,065</u>	<u>\$ 72,341,839</u>

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

CITY OF FORT WAYNE
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2022

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position			
	Expenses	Charges for Services	Operating	Capital	Primary Government			Component Units
			Grants and Contributions	Grants and Contributions	Governmental Activities	Business-type Activities	Total	
Primary government:								
Governmental activities:								
General government	\$ 76,017,553	\$ 23,758,517	\$ 7,617,572	\$ —	\$ (44,641,464)	\$ —	\$ (44,641,464)	\$ —
Public safety	52,525,476	6,048,093	2,390,865	—	(44,086,518)	—	(44,086,518)	—
Highways and streets	37,670,201	2,443,239	19,461,774	—	(15,765,188)	—	(15,765,188)	—
Sanitation	—	—	12,200	—	12,200	—	12,200	—
Health and welfare	3,312,591	592,738	905,789	—	(1,814,064)	—	(1,814,064)	—
Economic opportunity	13,757,670	125	875,779	—	(12,881,766)	—	(12,881,766)	—
Economic development	38,981,479	2,200,400	45,000	1,500,000	(35,236,079)	—	(35,236,079)	—
Culture and recreation	33,099,596	6,459,626	1,401,704	—	(25,238,266)	—	(25,238,266)	—
Urban redevelopment and housing	11,915,657	1,893,409	22,707,358	—	12,685,110	—	12,685,110	—
Interest on long-term debt and lease liability	8,099,084	—	—	—	(8,099,084)	—	(8,099,084)	—
Total governmental activities	<u>275,379,307</u>	<u>43,396,147</u>	<u>55,418,041</u>	<u>1,500,000</u>	<u>(175,065,119)</u>	<u>—</u>	<u>(175,065,119)</u>	<u>—</u>
Business-type activities:								
Water	46,996,210	61,730,059	—	3,410,375	—	18,144,224	18,144,224	—
Wastewater	70,099,184	103,249,340	—	2,687,776	—	35,837,932	35,837,932	—
Stormwater	8,563,541	14,967,822	—	4,614,609	—	11,018,890	11,018,890	—
Parking garages	1,591,814	1,443,206	—	—	—	(148,608)	(148,608)	—
Solid waste	15,499,086	13,847,734	—	—	—	(1,651,352)	(1,651,352)	—
Electric	4,575	—	—	—	—	(4,575)	(4,575)	—
Yardwaste	161,220	518,128	—	—	—	356,908	356,908	—
Total business-type activities	<u>142,915,630</u>	<u>195,756,289</u>	<u>—</u>	<u>10,712,760</u>	<u>—</u>	<u>63,553,419</u>	<u>63,553,419</u>	<u>—</u>
Total primary government	<u>\$ 418,294,937</u>	<u>\$ 239,152,436</u>	<u>\$ 55,418,041</u>	<u>\$ 12,212,760</u>	<u>\$ (175,065,119)</u>	<u>\$ 63,553,419</u>	<u>\$ (111,511,700)</u>	<u>\$ —</u>
Component units:								
Summit	—	—	—	—	—	—	—	—
UEA	1,113,090	535,083	307,274	—	—	—	—	(270,733)
CIB	9,856,792	1,951,685	1,409,690	—	—	—	—	(6,495,417)
PTC	16,598,545	1,196,340	7,242,320	3,023,381	—	—	—	(5,136,504)
DID	1,178,609	—	1,188,760	—	—	—	—	10,151
CDC	375,624	541,280	468,581	—	—	—	—	634,237
Total component units	<u>\$ 29,122,660</u>	<u>\$ 4,224,388</u>	<u>\$ 10,616,625</u>	<u>\$ 3,023,381</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ (11,258,266)</u>
General revenues:								
Property Taxes					172,426,214	—	172,426,214	—
Local Income Tax - Economic Development (LIT-ED)					45,117,521	—	45,117,521	—
Local Income Tax - Certified Shares (LIT-CS)					34,015,066	—	34,015,066	—
Excise Taxes					9,434,897	—	9,434,897	—
Sur/Wheel Taxes					10,098,577	—	10,098,577	—
Financial Institutions Taxes (FIT)					1,260,899	—	1,260,899	—
Local assessments and taxes					—	—	—	15,731,116
Indiana room tax income					—	—	—	5,087,099
Unrestricted investment earnings					8,769,859	4,720,517	13,490,376	244,294
Gain on sale of capital assets					—	376	376	21,125
Other					10,188,948	1,816,374	12,005,322	1,770,826
Transfers					11,119,782	(11,119,782)	—	—
Special item - ACRWSD Transfer (Note 25)					—	(607,566)	(607,566)	—
Total general revenues, transfers and special items					<u>302,431,763</u>	<u>(5,190,081)</u>	<u>297,241,682</u>	<u>22,854,460</u>
Change in net position					<u>127,366,644</u>	<u>58,363,338</u>	<u>185,729,982</u>	<u>11,596,194</u>
Net position - beginning					<u>672,449,246</u>	<u>793,708,391</u>	<u>1,466,157,637</u>	<u>60,803,091</u>
Restatement (Note 26)					<u>57,446</u>	<u>—</u>	<u>57,446</u>	<u>(57,446)</u>
Net position - beginning, restated					<u>672,506,692</u>	<u>793,708,391</u>	<u>1,466,215,083</u>	<u>60,745,645</u>
Net position - ending					<u>\$ 799,873,336</u>	<u>\$ 852,071,729</u>	<u>\$ 1,651,945,065</u>	<u>\$ 72,341,839</u>

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

CITY OF FORT WAYNE
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2022

	General	Highways and Streets	LIT-ED	Parks	Fire	Redevelopment	Community Legacy	Summit Dev Corporation	Non-major Governmental Funds	Totals
Assets										
Cash and cash equivalents	\$ 21,111,254	\$ 9,451,399	\$ 30,671,159	\$ 19,274,730	\$ 12,379,357	\$ 40,782,900	\$ 8,099,939	\$ 58,922	\$ 55,047,864	\$ 196,877,524
Investments	28,680,820	3,535,327	11,472,647	7,209,776	4,630,539	15,254,977	15,170,273	—	25,407,664	111,362,023
Receivables (net of allowance of uncollectibles)										
Taxes	11,092,129	—	13,041,361	891,553	2,504,704	39,426	—	—	2,336,564	29,905,737
Intergovernmental	588,750	1,508,479	80,401	68,449	—	279,609	—	—	4,293,076	6,818,764
Loans	—	—	—	—	—	—	3,165,546	—	6,729,488	9,895,034
Miscellaneous	643,422	186,103	—	304,152	161,009	806,739	—	—	3,549,833	5,651,258
Installments	—	—	—	—	—	—	4,956,576	—	—	4,956,576
Lease receivable	29,739	—	—	32,957	—	387,977	—	—	—	450,673
Interest	80	—	—	88	—	1,742	116,096	—	—	118,006
Interfund receivable - pooled cash	359,139	—	—	—	—	1,890	—	—	144,214	505,243
Due from other funds	5,960,028	155,351	—	7,063	—	750	—	—	16,604	6,139,796
Inventories	670,955	1,222,704	—	146,120	—	—	—	—	—	2,039,779
Assets held for economic development	—	—	116,798	—	—	11,460,619	—	3,590	2,051,585	13,632,592
Restricted assets:										
Cash and cash equivalents - restricted	—	—	—	—	—	—	—	231,032	39,564,200	39,795,232
Investments - restricted	—	—	—	—	—	—	11,817,000	—	—	11,817,000
Total assets	\$ 69,136,316	\$ 16,059,363	\$ 55,382,366	\$ 27,934,888	\$ 19,675,609	\$ 69,016,629	\$ 43,325,430	\$ 293,544	\$ 139,141,092	\$ 439,965,237
Liabilities, deferred inflows of resources, and fund balances										
Liabilities:										
Accounts payable	\$ 1,188,110	\$ 389,559	\$ 752,036	\$ 600,674	\$ 316,341	\$ 446,587	\$ —	\$ —	\$ 1,879,660	\$ 5,572,967
Wages and withholdings payable	2,782,560	422,338	18,722	361,548	1,591,103	18,411	—	—	304,207	5,498,889
Contracts payable	219,547	—	2,434,924	124,416	—	212,119	—	—	402,277	3,393,283
Retainage payable	34,118	403,306	591,604	—	—	62,765	—	—	8,511	1,100,304
Interfund payable - pooled cash	—	—	—	—	—	1,890	—	—	503,353	505,243
Due to other funds	351,110	—	—	—	—	—	—	234,622	—	585,732
Unearned revenue	—	—	—	55,557	—	—	3,281,642	—	46,150,709	49,487,908
Total Liabilities	4,575,445	1,215,203	3,797,286	1,142,195	1,907,444	741,772	3,281,642	234,622	49,248,717	66,144,326
Deferred inflows of resources	11,132,333	—	13,041,361	924,078	2,504,704	422,107	—	—	5,613,582	33,638,165
Fund balances:										
Nonspendable	670,955	1,222,704	—	146,120	—	—	—	—	—	2,039,779
Restricted	—	—	—	—	—	—	—	—	44,934,990	44,934,990
Committed	9,631,030	2,392,315	9,176,865	1,411,362	—	1,510,583	500,000	—	12,026,219	36,648,374
Assigned	978,920	11,229,141	29,366,854	24,311,133	15,263,461	66,342,167	39,543,788	58,922	27,317,584	214,411,970
Unassigned	42,147,633	—	—	—	—	—	—	—	—	42,147,633
Total fund balances	53,428,538	14,844,160	38,543,719	25,868,615	15,263,461	67,852,750	40,043,788	58,922	84,278,793	340,182,746
Total liabilities, deferred inflows of resources, and fund balances	\$ 69,136,316	\$ 16,059,363	\$ 55,382,366	\$ 27,934,888	\$ 19,675,609	\$ 69,016,629	\$ 43,325,430	\$ 293,544	\$ 139,141,092	\$ 439,965,237

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

CITY OF FORT WAYNE, INDIANA
 RECONCILIATION OF THE BALANCE SHEET TO THE STATEMENT OF NET POSITION -
 GOVERNMENTAL FUNDS
 December 31, 2022

Total fund balances for governmental funds \$ 340,182,746

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

Capital and lease assets used in governmental activities (excluding internal service fund capital assets of \$3,890,172 net of \$1,046,227 accumulated depreciation) are not financial resources and therefore, are not reported in the funds. Those assets consist of:

Land	48,357,630	
Roads accounted for using the modified approach	630,088,856	
Construction in progress	15,510,489	
Buildings, net of \$70,910,250 accumulated depreciation	138,322,461	
Improvements other than buildings, net of \$54,777,210 accumulated depreciation	60,579,691	
Machinery and equipment, net of \$78,260,805 accumulated depreciation	35,032,642	
Right-to-use leased assets - buildings, net of \$1,538,650 accumulated amortization	58,124,747	
Right-to-use leased assets - improvements, net of \$292,591 accumulated amortization	1,499,772	
Total capital and lease assets (See Note 3)		987,516,288

Prepays are not available to pay for current period expenditures and, therefore, are not reported in the funds. 1,151,644

Internal service funds are used by the City to account for the financing of goods or services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net position. Internal service fund net position is: 16,617,547

City tax collections related to 2022 will be collected beyond the 60 day period used to record revenue in the fund statements. Revenue and a corresponding receivable for this amount are included in the government-wide statements. 29,905,737

State shared revenue appropriated during the State of Indiana's fiscal year ended June 30, 2022 will be collected by the City in calendar year 2023. Revenue and a corresponding receivable for the amount appropriated but not received by December 31, 2022 are included in the government-wide statements. 3,043,243

Some of the City's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore, are deferred in the funds. 244,398

Long-term liabilities applicable to the City's governmental activities are not due and payable in the current period and therefore, are not reported in the funds. Interest on long-term debt is not accrued in governmental funds, but rather is recognized as an expenditure when due. All liabilities, both current and long-term, are reported in the statement of net position. Also, during the year the City issued new debt. The discount or premium received was reported in the governmental funds when the debt was issued, whereas these amounts are deferred and amortized, over the remaining life of the new debt, as an adjustment to interest expense in the statement of activities. Balances at December 31, 2022 are:

Bonds payable	(165,787,248)	
Bond interest payable	(917,867)	
Leases liability	(59,655,183)	
Lease interest payable	(181,613)	
Loans payable	(42,348,828)	
Loan interest payable	(228,970)	
Compensated absences payable	(17,842,058)	
Other postemployment benefits liability	(137,189,546)	
Net pension liability	(206,627,737)	
Total long-term liabilities		(630,779,050)

Certain amounts related to the net pension liability are deferred and amortized over time. They are not reported in the funds, but are included in the government-wide statements. 55,733,518

Certain amounts related to the OPEB liability are deferred and amortized over time. They are not reported in the funds, but are included in the government-wide statements. (3,742,735)

Total net position of governmental activities \$ 799,873,336

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

CITY OF FORT WAYNE
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2022

	General	Highways and Streets	LIT-ED	Parks	Fire	Redevelopment	Community Legacy	Summit Dev Corporation	Non-major Governmental Funds	Total Governmental Funds
Revenues:										
Taxes	\$ 99,671,911	\$ 11,598,577	\$ 45,117,521	\$ 18,886,153	\$ 51,868,934	\$ 18,315,577	\$ —	\$ —	\$ 12,070,475	\$ 257,529,148
Special assessments	—	—	—	—	—	—	—	—	1,815,454	1,815,454
Licenses and permits	1,891,940	—	—	63,449	—	—	—	—	1,178,082	3,133,471
Intergovernmental	2,398,793	16,251,217	400	68,449	400,000	(56)	—	1,500,000	30,647,420	51,266,223
Charges for services	2,847,808	263,672	2,250,000	6,343,722	546,907	1,778,953	—	—	3,397,588	17,428,650
Fines and forfeits	295,215	—	—	—	37,175	—	—	—	4,387,067	4,719,457
Other	1,420,299	521,786	375,405	1,354,871	39,632	9,873,500	1,455,030	2,989	4,517,083	19,560,595
Total revenues	108,525,966	28,635,252	47,743,326	26,716,644	52,892,648	29,967,974	1,455,030	1,502,989	58,013,169	355,452,998
Expenditures:										
Current:										
General government	26,425,736	—	—	—	—	—	120,751	—	6,557,773	33,104,260
Public safety	67,195,648	—	—	—	51,225,575	—	—	—	20,974,856	139,396,079
Highways and streets	10,853,590	32,952,443	—	—	—	—	—	—	3,807,389	47,613,422
Health and welfare	3,546,505	—	—	—	—	—	—	—	121,777	3,668,282
Economic opportunity	754,004	—	—	—	—	—	—	—	12,225,721	12,979,725
Economic development	4,966,491	—	—	—	—	—	—	—	474,574	5,441,065
Culture and recreation	—	—	—	27,196,649	—	—	—	—	5,826,997	33,023,646
Urban redevelopment and housing	—	—	—	—	—	15,487,419	—	—	5,110,090	20,597,509
Debt service:										
Principal	54,015	—	1,850,000	—	—	—	—	1,473,560	11,078,002	14,455,577
Interest and other charges	5,985	—	707,481	—	—	—	—	1,863,773	4,246,890	6,824,129
Bond issuance costs	—	—	—	177,665	—	—	—	—	594,328	771,993
Capital outlay	277,298	—	31,379,381	—	—	—	—	59,311,949	12,774,264	103,742,892
Total expenditures	114,079,272	32,952,443	33,936,862	27,374,314	51,225,575	15,487,419	120,751	62,649,282	83,792,661	421,618,579
Excess (deficiency) of revenues over (under) expenditures	(5,553,306)	(4,317,191)	13,806,464	(657,670)	1,667,073	14,480,555	1,334,279	(61,146,293)	(25,779,492)	(66,165,581)
Other financing sources (uses):										
Transfers in	10,303,176	5,866,040	5,345,963	2,937,173	—	9,315,023	—	1,837,333	23,321,984	58,926,692
Transfers out	(4,197,643)	(1,000,000)	(19,468,765)	(2,816,907)	(554,862)	(16,708,485)	(176,455)	—	(2,883,793)	(47,806,910)
Unrealized gain(loss) on investments	—	—	—	—	—	—	(6,052,757)	—	—	(6,052,757)
Refunding bonds issued	—	—	—	—	—	—	—	—	10,220,000	10,220,000
Bonds issued	—	—	—	10,265,000	—	—	—	—	29,440,000	39,705,000
Premium on bonds issued	—	—	—	659,732	—	—	—	—	3,881,958	4,541,690
Payment to refunded bond agent	—	—	—	—	—	—	—	—	(10,605,000)	(10,605,000)
Notes and loans Issued	—	—	—	—	—	—	—	—	9,700,000	9,700,000
Leases Issued	277,298	—	—	—	—	—	—	59,310,436	—	59,587,734
Total other financing sources (uses)	6,382,831	4,866,040	(14,122,802)	11,044,998	(554,862)	(7,393,462)	(6,229,212)	61,147,769	63,075,149	118,216,449
Net change in fund balances	829,525	548,849	(316,338)	10,387,328	1,112,211	7,087,093	(4,894,933)	1,476	37,295,657	52,050,868
Fund balances - beginning	52,599,013	14,295,311	38,860,057	15,481,287	14,151,250	60,765,657	44,938,721	—	46,983,136	288,074,432
Restatement (Note 26)	—	—	—	—	—	—	—	57,446	—	57,446
Fund balances - beginning, restated	52,599,013	14,295,311	38,860,057	15,481,287	14,151,250	60,765,657	44,938,721	57,446	46,983,136	288,131,878
Fund balances - ending	\$ 53,428,538	\$ 14,844,160	\$ 38,543,719	\$ 25,868,615	\$ 15,263,461	\$ 67,852,750	\$ 40,043,788	\$ 58,922	\$ 84,278,793	\$ 340,182,746

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

CITY OF FORT WAYNE, INDIANA
 RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES TO THE STATEMENT OF
 ACTIVITIES - GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2022

Net change in **fund balances** - total governmental funds \$ 52,050,868

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

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

	Capital outlays	136,185,438	
Disposal of assets and transfers from construction in progress	(15,107,508)		
Depreciation and amortization expense	<u>(17,119,735)</u>		103,958,195

The issuance of long-term debt provides current financial resources to governmental funds, but increases the long-term liabilities on the statement of net position. Repayment of principal for long-term debt consumes the current financial resources of governmental funds, but reduces long-term liabilities in the statement of net position. This is the amount by which repayments exceed issuance proceeds. (87,334,505)

Governmental funds report the effect of discounts and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. 461,908

Some expenses were deferred as assets in the statement of net position and therefore were not reported in the statement of activities, but were reported as expenditures in the governmental funds. 83,740

Net pension liability, including the 1925 Police Officers' Pension Plan, the 1937 Firefighters' Pension Plan, the Sanitary Officers' Pension Plan, and PERF, is considered a long-term liability of the general government, but is not a current expenditure. (44,988,308)

Amortization of deferred outflows and inflows of resources related to pensions do not affect current financial resources and therefore, are not reported in the governmental funds. 84,769,592

Net decrease in the other postemployment benefits liability that is not reported in the fund statements. 17,352,922

Amortization of deferred outflows and inflows of resources related to OPEB do not affect current financial resources and therefore, are not reported in the governmental funds. (23,653,235)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. 18,193,674

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds. (295,226)

Internal service funds are used by the City to account for the financing of goods and services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The net revenue (expense) of the internal service funds is reported with governmental activities. 6,767,019

Changes in **net position** of governmental activities \$ 127,366,644

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

CITY OF FORT WAYNE
STATEMENT OF NET POSITION -
PROPRIETARY FUNDS
December 31, 2022

	Business-type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non- major Enterprise Funds		
Assets						
Current assets:						
Cash and cash equivalents	\$ 21,596,248	\$ 32,572,831	\$ 20,812,132	\$ 3,571,729	\$ 78,552,940	\$ 15,997,195
Receivables:						
Accounts receivable (net of allowance for uncollectibles)	7,712,304	12,765,750	1,896,930	509,109	22,884,093	577,236
Interest receivable	307,974	823,014	180,970	6,437	1,318,395	—
Installments	10,708	—	—	—	10,708	—
Assessments	—	9,040	—	—	9,040	—
Interfund receivable - pooled cash	—	—	—	930,168	930,168	—
Due from other funds	212,397	324,471	74,143	941,051	1,552,062	697,174
Other Assets	—	35,100	—	—	35,100	—
Inventories	1,511,795	348,578	—	—	1,860,373	468,584
Prepaid items	401,910	545,027	51,856	1,602	1,000,395	12,756
Total current assets	<u>31,753,336</u>	<u>47,423,811</u>	<u>23,016,031</u>	<u>5,960,096</u>	<u>108,153,274</u>	<u>17,752,945</u>
Noncurrent assets:						
Restricted cash and cash equivalents	45,490,959	142,536,416	906,229	—	188,933,604	—
Restricted investments	13,498,786	73,500,776	3,080,050	—	90,079,612	—
Installment receivable	207,793	2,645	—	—	210,438	—
Assessments receivable	—	320,905	—	—	320,905	—
Lease receivable	1,119,746	—	—	—	1,119,746	—
Regulatory assets	1,613,307	2,144,840	218,925	—	3,977,072	—
Capital assets:						
Land, improvements to land, and construction in progress	48,633,850	371,141,368	18,585,601	1,081,078	439,441,897	855,277
Other capital assets (net of accumulated depreciation)	294,123,027	530,065,479	150,220,405	9,545,242	983,954,153	3,034,895
Total noncurrent assets	<u>404,687,468</u>	<u>1,119,712,429</u>	<u>173,011,210</u>	<u>10,626,320</u>	<u>1,708,037,427</u>	<u>3,890,172</u>
Total assets	<u>436,440,804</u>	<u>1,167,136,240</u>	<u>196,027,241</u>	<u>16,586,416</u>	<u>1,816,190,701</u>	<u>21,643,117</u>
Deferred outflows of resources (Note 17)	<u>2,850,300</u>	<u>4,837,910</u>	<u>1,041,686</u>	<u>—</u>	<u>8,729,896</u>	<u>—</u>
Liabilities						
Current liabilities:						
Accounts payable	813,178	794,538	59,365	108,328	1,775,409	784,798
Wages and withholdings payable	617,322	586,004	115,868	41,004	1,360,198	119,510
Contracts payable	3,412,778	16,411,533	926,916	9,913	20,761,140	—
Retainage payable	565,461	594,878	162,997	—	1,323,336	—
Due to other funds	2,745,372	4,199,626	826,823	23,359	7,795,180	8,120
Interfund payable - pooled cash	—	—	—	930,168	930,168	—
Compensated absences payable	682,336	814,457	163,379	31,152	1,691,324	141,142
Accrued group insurance benefits payable	—	—	—	—	—	2,551,775
Customer deposits payable	2,066,511	—	—	—	2,066,511	—
Unearned revenue	—	5,000,000	—	—	5,000,000	—
Loans payable	4,946,384	21,078,305	375,740	90,420	26,490,849	—
Bonds payable	6,450,000	17,025,000	1,605,000	—	25,080,000	—
Other postemployment benefits liability	341,113	564,981	96,000	—	1,002,094	—
Accrued interest payable	426,388	7,481,800	220,168	10,046	8,138,402	—
Other current liabilities	328,655	1,536	4,278	—	334,469	1,420,225
Total current liabilities	<u>23,395,498</u>	<u>74,552,658</u>	<u>4,556,534</u>	<u>1,244,390</u>	<u>103,749,080</u>	<u>5,025,570</u>
Noncurrent liabilities:						
Compensated absences payable	130,714	183,035	9,834	318	323,901	—
Loans payable	83,489,628	500,669,459	1,258,072	909,580	586,326,739	—
Bonds payable, net	86,069,150	145,618,910	17,836,378	—	249,524,438	—
Net pension liability	4,301,130	6,198,476	2,371,498	—	12,871,104	—
Other postemployment benefits liability	4,405,157	6,422,485	2,669,964	—	13,497,606	—
Total noncurrent liabilities	<u>178,395,779</u>	<u>659,092,365</u>	<u>24,145,746</u>	<u>909,898</u>	<u>862,543,788</u>	<u>—</u>
Total liabilities	<u>201,791,277</u>	<u>733,645,023</u>	<u>28,702,280</u>	<u>2,154,288</u>	<u>966,292,868</u>	<u>5,025,570</u>
Deferred inflows of resources (Note 18)	<u>2,934,133</u>	<u>2,791,188</u>	<u>830,679</u>	<u>—</u>	<u>6,556,000</u>	<u>—</u>
Net position						
Net investment in capital assets	196,670,704	339,573,939	147,608,533	10,626,053	694,479,229	3,890,172
Restricted for:						
Debt service	14,924,656	62,921,163	2,859,882	70,978	80,776,679	—
Capital projects	2,979,230	1,943,652	—	—	4,922,882	—
Unrestricted	19,991,104	31,099,185	17,067,553	3,735,097	71,892,939	12,727,375
Total net position	<u>\$234,565,694</u>	<u>\$ 435,537,939</u>	<u>\$ 167,535,968</u>	<u>\$ 14,432,128</u>	<u>\$ 852,071,729</u>	<u>\$ 16,617,547</u>

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

CITY OF FORT WAYNE
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
PROPRIETARY FUNDS
For The Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non- major Enterprise Funds	Totals	
Operating revenues:						
Charges for goods and services	\$ 61,730,059	\$ 103,249,340	\$ 14,967,822	\$ 15,809,068	\$ 195,756,289	\$ 7,760,615
City contributions	—	—	—	—	—	37,447,001
Employee contributions	—	—	—	—	—	2,188,729
Total operating revenues	<u>61,730,059</u>	<u>103,249,340</u>	<u>14,967,822</u>	<u>15,809,068</u>	<u>195,756,289</u>	<u>47,396,345</u>
Operating expenses:						
Personnel services	11,148,650	9,338,871	1,949,596	1,434,195	23,871,312	3,341,365
Contractual services	1,715,366	4,176,247	304,462	11,365,783	17,561,858	2,951,334
Utilities	2,098,335	2,263,170	74,670	12,467	4,448,642	37,334
Chemicals	4,872,463	1,312,289	—	—	6,184,752	—
Administrative services	5,560,761	9,210,215	1,515,977	49,008	16,335,961	—
Other supplies and services	3,374,575	5,210,689	363,965	1,945,739	10,894,968	241,679
Insurance claims and premiums	—	—	—	1,904,364	1,904,364	34,136,286
Depreciation	11,459,130	19,953,153	3,790,204	535,093	35,737,580	93,937
Total operating expenses	<u>40,229,280</u>	<u>51,464,634</u>	<u>7,998,874</u>	<u>17,246,649</u>	<u>116,939,437</u>	<u>40,801,935</u>
Operating income (loss)	<u>21,500,779</u>	<u>51,784,706</u>	<u>6,968,948</u>	<u>(1,437,581)</u>	<u>78,816,852</u>	<u>6,594,410</u>
Nonoperating revenues (expenses):						
Interest and investment revenue	1,139,205	3,220,867	339,656	20,789	4,720,517	108,895
Miscellaneous revenue	—	—	—	1,747,306	1,747,306	63,714
Lease and installments interest income	44,968	24,100	—	—	69,068	—
Interest expense	(5,144,249)	(17,449,093)	(526,712)	(10,046)	(23,130,100)	—
Amortization of regulatory assets	(252,776)	(286,007)	(37,955)	—	(576,738)	—
Gain (loss) on disposal of assets	(1,369,905)	(899,450)	364	12	(2,268,979)	—
Total nonoperating revenue (expenses)	<u>(5,582,757)</u>	<u>(15,389,583)</u>	<u>(224,647)</u>	<u>1,758,061</u>	<u>(19,438,926)</u>	<u>172,609</u>
Income before capital contributions, transfers and special items	15,918,022	36,395,123	6,744,301	320,480	59,377,926	6,767,019
Capital contributions	3,410,375	2,687,776	4,614,609	—	10,712,760	—
Transfers in	280,000	—	—	115,234	395,234	2,050,000
Transfers out	(3,495,564)	(5,820,456)	(1,232,956)	(966,040)	(11,515,016)	(2,050,000)
Special Item - ACRWSD Transfer (Note 25)	—	(607,566)	—	—	(607,566)	—
Change in net position	16,112,833	32,654,877	10,125,954	(530,326)	58,363,338	6,767,019
Total net position - beginning	<u>218,452,861</u>	<u>402,883,062</u>	<u>157,410,014</u>	<u>14,962,454</u>	<u>793,708,391</u>	<u>9,850,528</u>
Total net position - ending	<u>\$ 234,565,694</u>	<u>\$ 435,537,939</u>	<u>\$ 167,535,968</u>	<u>\$ 14,432,128</u>	<u>\$ 852,071,729</u>	<u>\$ 16,617,547</u>

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

CITY OF FORT WAYNE
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
For The Year Ended December 31, 2022

	Business-type Activities - Enterprise Funds				Totals	Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds		
Cash flows from operating activities:						
Receipts from customers and others	\$ 60,919,880	\$ 103,931,958	\$ 15,160,298	\$ 14,885,770	\$ 194,897,906	\$ 47,547,617
Payments to suppliers	(17,469,489)	(22,625,847)	(2,303,481)	(15,004,711)	(57,403,528)	(38,255,797)
Payments to employees	(11,634,394)	(9,895,868)	(2,026,127)	(1,427,982)	(24,984,371)	(3,376,830)
Net cash provided (used) by operating activities	31,815,997	71,410,243	10,830,690	(1,546,923)	112,510,007	5,914,990
Cash flows from noncapital financing activities:						
Transfer from other funds	—	—	—	115,234	115,234	2,050,000
Transfer to other funds	(3,495,564)	(5,820,456)	(952,956)	(966,040)	(11,235,016)	(2,050,000)
Net cash used by noncapital financing activities	(3,495,564)	(5,820,456)	(952,956)	(850,806)	(11,119,782)	—
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	(27,325,605)	(71,541,300)	(5,303,399)	(23,622)	(104,193,926)	(3,626,639)
Proceeds from sale of capital assets	244,430	103,390	365	12	348,197	—
Proceeds from capital debt	1,168,947	25,979,736	503,720	1,000,000	28,652,403	—
Principal paid on capital debt	(9,275,195)	(40,796,286)	(1,905,302)	(240)	(51,977,023)	—
Interest paid on capital debt	(5,234,787)	(16,711,870)	(566,981)	—	(22,513,638)	—
Acquisition of regulatory assets	(60,001)	(671,994)	—	—	(731,995)	—
Contribution in aid of construction	80,000	5,000,000	893,518	—	5,973,518	—
Net cash provided (used) by capital and related financing activities	(40,402,211)	(98,368,538)	(6,378,079)	976,150	(144,172,678)	(3,626,639)
Cash flows from investing activities:						
Purchase of investments	(13,498,786)	(88,499,287)	(3,080,050)	—	(105,078,123)	—
Proceeds from sales and maturities of investments	—	14,998,511	—	—	14,998,511	—
Investment income received	831,768	2,397,853	158,686	1,761,658	5,149,965	172,609
Net cash provided (used) by investing activities	(12,667,018)	(71,102,923)	(2,921,364)	1,761,658	(84,929,647)	172,609
Net increase (decrease) in cash and cash equivalents	(24,748,796)	(103,881,674)	578,291	340,079	(127,712,100)	2,460,960
Cash and cash equivalents, January 1	91,836,003	276,499,977	21,140,070	3,231,650	392,707,700	13,536,235
Cash and cash equivalents, December 31	\$ 67,087,207	\$ 172,618,303	\$ 21,718,361	\$ 3,571,729	\$ 264,995,600	\$ 15,997,195

(Continued)

CITY OF FORT WAYNE
STATEMENT OF CASH FLOWS -
PROPRIETARY FUNDS
For The Year Ended December 31, 2022
(Continued)

	Business-type Activities - Enterprise Funds					Governmental Activities - Internal Service Funds
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Totals	
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income (loss)	\$ 21,500,779	\$ 51,784,706	\$ 6,968,948	\$ (1,437,581)	\$ 78,816,852	\$ 6,594,410
Adjustments:						
Depreciation expense	11,459,130	19,953,153	3,790,204	535,093	35,737,580	93,937
Allowance for uncollectible accounts	865	(14,705)	203	—	(13,637)	—
(Increase) decrease in assets:						
Accounts receivable	(811,044)	697,323	192,273	(923,298)	(844,746)	151,272
Other assets	(200,163)	(558,141)	(50,353)	(1,601)	(810,258)	(68,547)
Increase (decrease) in liabilities:						
Accounts payable	352,174	104,904	5,946	887,371	1,350,395	(638,437)
Other liabilities	(131,025)	(19,663)	16,116	(606,907)	(741,479)	(217,645)
Net pension liability	2,525,076	4,182,250	710,642	—	7,417,968	—
Other postemployment benefits liability	(741,400)	(1,227,972)	(208,656)	—	(2,178,028)	—
Increase (decrease) in deferred outflows and inflows of resources:						
Deferred outflows of resources - pension	(212,172)	(345,799)	(60,102)	—	(618,073)	—
Deferred outflows of resources - OPEB	195,970	324,582	55,153	—	575,705	—
Deferred inflows of resources - pension	(2,630,932)	(4,357,577)	(740,433)	—	(7,728,942)	—
Deferred inflows of resources - OPEB	535,645	887,182	150,749	—	1,573,576	—
Deferred inflows of resources - lease receivable	(26,906)	—	—	—	(26,906)	—
Total adjustments	10,315,218	19,625,537	3,861,742	(109,342)	33,693,155	(679,420)
Net cash provided (used) by operating activities	\$ 31,815,997	\$ 71,410,243	\$ 10,830,690	\$ (1,546,923)	\$ 112,510,007	\$ 5,914,990
Noncash investing, capital, and financing activities:						
Capital assets included in accounts payable	\$ 3,723,971	\$ 16,260,685	\$ 1,028,512	\$ 267	\$ 21,013,435	\$ —
Contributions of capital assets	3,330,375	2,687,776	3,721,091	—	9,739,242	—
Interfund capital asset transfers	280,000	—	(280,000)	—	—	—
Amortization of bond premium and discount	128,331	513,559	34,520	—	676,410	—
Long-term debt refunded	—	5,555,000	—	—	5,555,000	—
Effect of transfer of operations (Note 25):						
Customer and assessment receivables	—	300,214	—	—	300,214	—
Materials and supplies	—	181,091	—	—	181,091	—
Net capital assets	—	8,459,513	—	—	8,459,513	—
Current liabilities	—	6,328	—	—	6,328	—
Loans payable	—	12,033,000	—	—	12,033,000	—
Amortization of deferred outflows of resources - debt refunding loss	—	103,734	—	—	103,734	—

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

CITY OF FORT WAYNE
 STATEMENT OF FIDUCIARY NET POSITION -
 FIDUCIARY FUNDS
 December 31, 2022

	<u>Pension Trust Funds</u>
<u>Assets</u>	
Cash and cash equivalents	\$ 1,920,372
Receivables:	
Taxes	<u>27,495</u>
Total assets	<u>\$ 1,947,867</u>
<u>Liabilities</u>	
Accounts payable	<u>\$ 140,531</u>
Net position restricted for pension	<u><u>\$ 1,807,336</u></u>

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

CITY OF FORT WAYNE
STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
FIDUCIARY FUNDS
For The Year Ended December 31, 2022

	<u>Pension Trust Funds</u>
<u>Additions</u>	
Contributions:	
Employer	\$ 566,459
Non-employer entity	14,164,510
Other	138,773
Investment income:	
Interest	15,170
Total additions	<u>14,884,912</u>
<u>Deductions</u>	
Benefit payments, including refunds of member contributions	14,956,417
Administrative expenses	<u>56,490</u>
Total deductions	<u>15,012,907</u>
Net decrease in net position	(127,995)
<u>Net position restricted for pension</u>	
Net position - beginning	1,935,331
Net position - ending	<u>\$ 1,807,336</u>

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET POSITION -
 DISCRETELY PRESENTED COMPONENT UNITS
 December 31, 2022

	Summit	UEA	CIB	PTC	DID	CDC	Totals
<u>Assets</u>							
Cash and cash equivalents	\$ —	\$ 1,622,817	\$ 7,751,832	\$ 3,229,011	\$ 404,092	\$ 6,803,152	\$ 19,810,904
Receivables (net of allowances for uncollectibles):							
Accounts	—	2,230	766,459	—	96,025	—	864,714
Intergovernmental	—	—	3,344,771	1,597,137	—	—	4,941,908
Loans	—	—	—	—	—	4,404,019	4,404,019
Miscellaneous	—	266,566	205,356	88,894	—	12,221	573,037
Inventories	—	—	—	651,398	—	—	651,398
Prepaid items	—	16,863	—	142,165	3,660	—	162,688
Restricted assets:							
Cash and cash equivalents	—	—	23,411,261	1,168,322	—	—	24,579,583
Accounts receivable	—	—	7,774,473	2,348	—	—	7,776,821
Capital assets:							
Land and construction in progress	—	28,000	975,000	263,345	—	—	1,266,345
Other capital assets, net of depreciation/ amortization	—	217,878	30,790,751	13,930,855	31,889	—	44,971,373
Total assets	—	2,154,354	75,019,903	21,073,475	535,666	11,219,392	110,002,790
Deferred outflows of resources (Note 17)	—	—	319,823	1,439,088	—	—	1,758,911

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET POSITION -
 DISCRETELY PRESENTED COMPONENT UNITS
 December 31, 2022
 (Continued)

	Summit	UEA	CIB	PTC	DID	CDC	Totals
<u>Liabilities</u>							
Accounts payable	—	329,550	587,172	426,528	15,100	26,512	1,384,862
Customer deposits	—	—	205,489	—	—	—	205,489
Other postemployment benefits liability - current	—	—	—	495,000	—	—	495,000
Other current liabilities	—	5,882	—	929,945	31,577	36,728	1,004,132
Noncurrent liabilities:							
Due within one year:							
Notes and loans payable	—	—	1,620,000	—	—	—	1,620,000
Revenue bonds payable	—	—	30,000	—	—	—	30,000
Due in more than one year:							
Notes and loans payable	—	—	8,195,000	—	—	—	8,195,000
Revenue bonds payable (net)	—	—	7,944,440	—	—	—	7,944,440
Other postemployment benefits liability	—	—	—	5,256,028	—	—	5,256,028
Net pension liability (Note 24)	—	—	755,027	4,080,661	—	—	4,835,688
Other noncurrent liabilities	—	—	—	298,432	—	—	298,432
Total liabilities	—	335,432	19,337,128	11,486,594	46,677	63,240	31,269,071
Deferred inflows of resources (Note 18)	—	—	45,200	8,105,591	—	—	8,150,791
<u>Net position</u>							
Net investment in capital assets	—	245,878	21,950,751	14,127,749	70,653	—	36,395,031
Restricted for:							
Debt service	—	—	3,344,771	—	—	—	3,344,771
Food and beverage tax reserve	—	—	23,221,778	—	—	—	23,221,778
Loan programs	—	—	—	—	—	8,779,793	8,779,793
Unrestricted	—	1,573,044	7,440,098	(11,207,371)	418,336	2,376,359	600,466
Total net position	\$ —	\$ 1,818,922	\$ 55,957,398	\$ 2,920,378	\$ 488,989	\$ 11,156,152	\$ 72,341,839

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF ACTIVITIES -
 DISCRETELY PRESENTED COMPONENT UNITS
 For The Year Ended December 31, 2022

Functions/ Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Position						
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Summit	UEA	CIB	PTC	DID	CDC	Totals
Component units:											
Summit	—	—	—	—	—	—	—	—	—	—	—
UEA	1,113,090	535,083	307,274	—	—	(270,733)	—	—	—	—	(270,733)
CIB	9,856,792	1,951,685	1,409,690	—	—	(6,495,417)	—	—	—	—	(6,495,417)
PTC	16,598,545	1,196,340	7,242,320	3,023,381	—	—	—	(5,136,504)	—	—	(5,136,504)
DID	1,178,609	—	1,188,760	—	—	—	—	—	10,151	—	10,151
CDC	375,624	541,280	468,581	—	—	—	—	—	—	634,237	634,237
Total	\$ 29,122,660	\$ 4,224,388	\$ 10,616,625	\$ 3,023,381	—	(270,733)	(6,495,417)	(5,136,504)	10,151	634,237	(11,258,266)
General revenues:											
Local assessments and taxes	—	—	—	—	—	—	7,774,473	7,956,643	—	—	15,731,116
Indiana room tax income	—	—	—	—	—	—	5,087,099	—	—	—	5,087,099
Unrestricted investment earnings	—	—	—	—	—	540	230,942	5,006	114	7,692	244,294
Gain on sale of capital assets	—	—	—	—	—	—	—	21,125	—	—	21,125
Other	—	—	—	—	—	18,777	1,404,304	345,456	—	2,289	1,770,826
Total general revenues	—	—	—	—	—	19,317	14,496,818	8,328,230	114	9,981	22,854,460
Change in net position	—	—	—	—	—	(251,416)	8,001,401	3,191,726	10,265	644,218	11,596,194
Net position - beginning of year	—	—	—	—	57,446	2,070,338	47,955,997	(271,348)	478,724	10,511,934	60,803,091
Restatement - (Note 26)	—	—	—	—	(57,446)	—	—	—	—	—	(57,446)
Net position - beginning of year, as restated	—	—	—	—	—	2,070,338	47,955,997	(271,348)	478,724	10,511,934	60,745,645
Net position - end of year	—	—	—	—	\$ —	\$ 1,818,922	\$ 55,957,398	\$ 2,920,378	\$ 488,989	\$ 11,156,152	\$ 72,341,839

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
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Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Blended Component Units

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

CITY OF FORT WAYNE, INDIANA
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entirely to the primary government. The Fort Wayne Municipal Building Corporation is reported as the Building Project fund (non-major capital projects fund).

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

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

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

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

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(Continued)

Discretely Presented Component Units

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

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

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

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

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

The *Community Development Corporation of Fort Wayne* (CDC) is a significant discretely presented component unit of the primary government. The CDC is a City of Fort Wayne

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

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

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

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

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

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

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

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

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

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

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

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

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

Related Organizations

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

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NOTES TO FINANCIAL STATEMENTS
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(Continued)

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

Governmental fund financial statements are reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be available when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the primary government considers revenues to be available if they are collected within sixty days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, including lease liabilities, as well as expenditures related to compensated absences, claims and judgments, postemployment benefits are recorded only when payment is due. General capital asset acquisitions, including entering into contracts giving the primary government the right-to-use leased assets, are reported as expenditures in governmental funds. Issuance of long-term debt and financing through leases are reported as other financing sources.

Property taxes, franchise taxes, licenses and permits, and interest associated with the current fiscal period are all considered to be susceptible to accrual and have been recognized as revenues of the current fiscal period. Only the portion of special assessments receivable due within the current fiscal period is considered to be susceptible to accrual as revenue of the current

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(Continued)

period. Entitlements are recorded as revenues when all eligibility requirements are met, including any time requirements, and the amount is received during the period or within the availability period for this revenue source. Expenditure-driven grants are recognized as revenue when the qualifying expenditures have been incurred and all other eligibility requirements have been met, and the amount is received during the period or within the availability period for this revenue source. All other revenue items are considered to be measurable and available only when cash is received by the primary government.

The presentation of financial statements in conformity with U.S. generally accepted accounting principles requires management to make estimates and assumptions that affect the reported amounts of assets, deferred outflows of resources, liabilities, and deferred inflows of resources, the disclosure of contingent assets and liabilities at the date of the financial statements, and the reported changes in amounts of revenues, expenses, and expenditures during the reporting period. Actual results could differ from those estimates.

The government reports the following major governmental funds:

The General and Rainy Day funds are included in the primary operating fund. They account for all financial resources of the general government, except those required to be accounted for in another fund.

The Highways and Streets fund (special revenue) accounts for the financial resources and expenses for construction, operation, and maintenance of local and arterial roads and street system. The Motor Vehicle Highway, Motor Vehicle Highway Restricted, Local Roads and Streets, Municipal Wheel Tax, and Municipal Surtax funds have been combined to form the Highways and Streets fund. The major revenue sources for these funds include Wheel Tax/Surtax, Fuel Tax and reimbursements from other sources for services such as leaf collection.

The LIT-ED fund (capital projects) accounts for the financial resources and expenses or projects related to the Local Income Tax - Economic Development (LIT-ED). The Local Income Tax - Economic Development (LIT-ED), Economic Development Incentive, Economic Development Infrastructure, Community Development-Marketing, Community Development-Strategic Objective, and LIT-ED Nonreverting funds have been combined to form the LIT-ED fund.

The Parks fund (special revenue) accounts for the financial resources and expenses for the construction, operation, and maintenance of the City's park system. The Park and Recreation General, Park Cumulative Building, Park Trust, Park Nonreverting Capital, the Park Nonreverting Operating, and the Park Bond funds have been combined to form the Parks fund. The major revenue sources for these funds include Property Tax, Auto Excise Tax, Commercial Vehicle Excise Tax, County Option Income Tax, issuance of long-term debt as well as fees from services and/or programs.

The Fire fund (special revenue) accounts for the financial resources and operations of the Fire District. The Fire General, Fire Education, and Ancillary Services funds have been combined to form the Fire Fund. The major revenue sources for these funds include Property Tax, Auto Excise Tax, Commercial Vehicle Excise Tax as well as any other miscellaneous revenues for services.

The Redevelopment fund (capital projects) accounts for the financial resources and expenses or projects related to redevelopment. The Redevelopment General, Skyline Parking Garage,

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Superior/Harrison Parking Lots, 1992 Tax Incremental Financing - Getz Road, Civic Center Urban Renewal 1998, Tax Incremental Financing - Fort Wayne International Airport, Grand Wayne Property and Miscellaneous Expenses, Grand Wayne Obligation Lease, Grand Wayne Bond Principal & Interest, Redevelopment Bond, Harrison Square Tax Exempt Lease, Broadway Taylor Tax Incremental Financing Project, E Main Street Renewal Tax Incremental Financing Project, Hatfield Road Tax Incremental Financing Project, Coventry Lane Tax Incremental Financing Project, Lima Wells Fernhill Tax Incremental Financing Project, West Highway 30 Tax Incremental Financing Project, E Illinois Tax Incremental Financing Project, Lima Ley Tax Incremental Financing Project, Summit Park Tax Incremental Financing Project, Jefferson Point Tax Incremental Financing Project, Chapel Ridge Tax Incremental Financing Project, Brownfield Redevelopment, Renaissance Pointe Tax Incremental Financing Project, Southtown Mall Project, Adams Township Tax Incremental Financing Project, Civic Center Urban Renewal Parking Garage Project, 2005 Southtown Tax-Exempt Bond, Centennial Industrial Park Tax Incremental Financing Project, Ridgewood Tax Incremental Financing Project, Quimby Village Tax Incremental Financing District, Riverfront 1 Columbia Street Tax Incremental Financing District, Posterity Heights Tax Incremental Financing Project, Harrison Square Stadium Maintenance, Harrison Square Parking Garage, Electric Works Tax Incremental Financing Project, Redevelopment District Capital, Riverfront Development funds, West End Tax Incremental Financing Project, and Riverfront Phase II Bond funds have been combined to form the Redevelopment fund. The major revenue sources for these funds include Property Tax, including Tax Incremental Financing, sales of assets held for economic development, and issuance of long-term debt as well as funding and economic development agreement provisions.

The Community Legacy Fund (special revenue) accounts for the financial resources and expenses or projects that are in the public's interest and related to transformational investment in the community. The major revenue sources for this fund are the installment payments from the sale of the Electric Utility (see Note 14) and investment earnings.

The Summit Development Corporation Fund (SDC) (capital projects) accounts for the financial resources and expenses or projects related to the activities of the SDC. The major revenue sources for this fund include pledges of revenue from the CIB (see Note 20) and the issuance of long term debt.

The government reports the following major proprietary funds:

The Water Utility fund accounts for the operation of the government's water distribution system.

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

The Stormwater Utility fund accounts for the operation of the government's management of stormwater runoff.

Additionally, the government reports the following fund types:

The internal service funds (proprietary) account for health insurance, general and auto liability insurance, and worker's compensation insurance in a combined self-insurance fund and for garage services provided to other departments on a cost-reimbursement basis.

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

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

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

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

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

D. Assets, Liabilities, and Net Position

1. Deposits and Investments

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

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

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

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

Open-end mutual funds are reported at fair value.

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

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

2. Interfund Transactions and Balances

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

3. Property Taxes

Property taxes levied are collected by the Treasurer of Allen County and are remitted to the City Controller in June and in December. State statutes (Indiana Code 6-1.1-17-16) require the Indiana Department of Local Government Finance to establish property tax rates and levies by January 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% of the true tax value (determined in accordance with rules and regulations adopted by the Indiana Department of Local Government Finance). Taxes may be paid in two equal installments that become delinquent if not paid by May 10 and November 10. All property taxes collected by the County Treasurer and available for distribution were distributed to the primary government prior to December 31 of the year collected. Delinquent property taxes outstanding at year-end for governmental funds, net of allowance for uncollectible accounts, are recorded as a receivable.

4. Inventories and Prepaid Items

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

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

5. Restricted Assets/Net Position

In the accompanying financial statements, the components of net position are categorized as follows:

1) *Net investment in capital and lease assets* - This category is comprised of capital and lease assets, net of accumulated depreciation and amortization, less the outstanding balances of any bonds, notes, leases or other borrowings that are attributable to the acquisition or construction of those assets.

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2) *Restricted* - This category consists of resources that have external restrictions imposed by outside parties (e.g., creditors, grantors, contributors) or by law through constitutional provisions or enabling legislation.

3) *Unrestricted* - This category represents resources of the primary government that are not subject to externally imposed restrictions and that may be used to meet the ongoing obligations to the public and creditors.

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.

6. Capital and Lease Assets

Capital assets are tangible and intangible 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 defined by the primary government as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Capital assets are reported at actual or estimated historical cost based on appraisals or deflated current replacement cost. As the primary government constructs or acquires capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost (except for intangible right-to-use assets, the measurement of which is discussed in note 1.D.14. below). The reported value excludes normal maintenance and repairs, which are amounts spent in relation to capital assets that do not increase the asset's capacity or efficiency or increase its estimated useful life. Donated assets, donated works of art, historical treasures and similar assets, and capital assets received in a service concession arrangement are reported at acquisition value. Acquisition value is the price that would be paid to acquire an asset with equivalent service potential on the date of the donation. Intangible assets follow the same capitalization policies as tangible capital assets and are reported with tangible assets in the appropriate capital asset class.

Infrastructure is reported using the modified approach. Accordingly, depreciation is not reported for this subsystem and all expenditures, except for additions and improvements made for the subsystem, are expensed. Management of the primary government has determined the condition level at which infrastructure assets are to be maintained. The primary government makes annual estimates of the amounts that must be expended to preserve and maintain these assets at their predetermined condition levels. Condition assessments to verify that these condition levels are being maintained have been performed on a periodic basis. All retroactive infrastructure acquired prior to the implementation of GASB 34 have been included.

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:

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

7. Assets Held for Economic Development

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

8. Compensated Absences

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

Police Officers and Firefighters

Vacation Leave:

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

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Sick Leave:

Police officers do not have an earned sick leave plan but receive pay while they are sick based on regulations set by their department. Firefighters injured or sick shall have leave paid by the City for a period of not more than one year. Firefighters who have physical restrictions that allow them to work in an alternate duty status but prevent them from working in the Operations Division are utilized on their normal work schedule to assist the administration.

Employees Other Than Police Officers and Firefighters

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

Vacation Leave:

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

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

Sick Leave:

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

Prior to January 1, 2014, employees were allowed to accrue unused sick time. All employees with a balance of sick time as of December 31, 2013 had this balance placed into a separate, frozen sick time account. These employees will receive compensation for this unused sick leave upon separation from employment at \$1.00 for each hour up to 520 hours.

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

9. Unbilled Revenue

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

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10. Unearned Revenues

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

11. Deferred Outflows of Resources

Deferred outflows of resources represent a consumption of net assets that applies to future period(s) and, therefore, will not be recognized as an outflow of resources (expense/expenditure) until that time.

12. Deferred Inflows of Resources

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

13. Long-Term Obligations

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

14. Leases

Lessee: The primary government is a lessee for seven noncancellable leases of buildings and parking spaces. The primary government recognizes a lease liability and an intangible right-to-use lease asset (lease asset) in the government-wide financial statements for each lease. The primary government recognizes lease liabilities with an initial, individual value of \$5,000 or more.

At the commencement of a lease, the primary government initially measures the lease liability at the present value of payments expected to be made during the lease term. Subsequently, the lease liability is reduced by the principal portion of lease payments made. The lease asset is initially measured as the initial amount of the lease liability, adjusted for lease payments made at or before the lease commencement date, plus certain initial direct costs. Subsequently, the lease asset is amortized on a straight-line basis over its useful life.

Key estimates and judgements related to leases include how the primary government determines (1) the discount rate it uses to discount the expected lease payments to present value, (2) lease term, and (3) lease payments.

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(Continued)

The primary government uses the interest rate charged by the lessor as the discount rate. When the interest rate charged by the lessor is not provided, the primary government generally uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease payments included in the measurement of the lease liability are composed of fixed payments and purchase option price that the primary government is reasonable certain to exercise.

The primary government monitors changes in circumstances that would require a remeasurement of its lease and will remeasure the lease asset and liability if certain changes occur that are expected to significantly affect the amount of the lease liability.

Lease assets are reported with other capital assets and lease liabilities are reported with long-term debt on the statement of net position.

Lessor: The primary government is a lessor for six noncancellable leases of land and buildings. The primary government recognizes a lease receivable and a deferred inflow of resources in the governmental fund financial statements for each lease.

At the commencement of a lease, the primary government initially measures the lease receivable at the present value of payments expected to be received during the lease term. Subsequently, the lease receivable is reduced by the principal portion of lease payments received. The deferred inflow of resources is initially measured as the initial amount of the lease receivable, adjusted for lease payments received at or before the lease commencement date. Subsequently, the deferred inflow of resources is recognized as revenue over the life of the lease term.

Key estimates and judgements include how the primary government determines (1) the discount rate it uses to discount the expected lease receipts to present value, (2) lease term, and (3) lease receipts.

The primary government uses its estimated incremental borrowing rate as the discount rate for leases.

The lease term includes the noncancellable period of the lease. Lease receipts included in the measurement of the lease receivable is composed of fixed payments from the lessee.

The primary government monitors changes in circumstances that would require a remeasurement of its lease, and will remeasure the lease receivable and deferred inflows of resources if certain changes occur that are expected to significantly affect the amount of the lease receivable.

15. Pensions

For the purpose of measuring the net pension liability, deferred outflows of resources and deferred inflows of resources related to pensions and pension expense information about the fiduciary net position and additions to or deductions from fiduciary net position have been determined on the same basis as they are reported for all the plans by their respective trustees. The Indiana Public Retirement System is the trustee for Indiana Public Employees' Retirement Fund and 1977 Police Officers' and Firefighters' Pension and Disability Fund. The 1937 Firefighters' Pension Plan, 1925 Police Officers' Pension Plan and Sanitary Officers' Pension Plan are administered by separate local pension boards as authorized by state statute or as mandated by Allen County Circuit Court. Benefit payments (including refunds of employee contributions) are

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(Continued)

recognized when due and payable in accordance with the benefit terms. Investments are reported at fair value.

16. Fund Balance

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

Nonspendable - represents amounts that are either: (a) not in spendable form or (b) legally or contractually required to be maintained intact.

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

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

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

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

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

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

Note 2. Deposits and Investments

A. Primary Government

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds; and has a principal office or branch that qualifies to receive public funds of the political subdivision. The bank balances were insured by the Federal Deposit Insurance

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Corporation or the Indiana Public Deposit Insurance Fund, which covers all public funds held in approved depositories. The City does not have a formal policy for custodial credit risk.

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2022, the City had the following investments:

Investment Type	Fair Value	Investment Maturity	
		Less Than 1 Year	Greater Than 1 Year
Certificates of Deposit	\$ 75,407,664	\$ 75,407,664	\$ —
U.S. Government Securities	109,959,966	95,018,765	14,941,201
Mutual Funds	26,987,273	26,987,273	—
State External Investment Pool - TrustIndiana	903,732	903,732	—
Total	<u>\$ 213,258,635</u>	<u>\$ 198,317,434</u>	<u>\$ 14,941,201</u>

Investments are presented in the Statement of Net Position as follows at December 31, 2022:

	<u>Investment Amount</u>
Investments, Unrestricted	\$ 111,362,023
Investments, Restricted	101,896,612
Total	<u>\$ 213,258,635</u>

Investment Policies

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

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

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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 fair value.

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

TrustIndiana, a local government investment pool, seeks to allow local units of government, as well as the State of Indiana, to invest in a common pool of investment assets that preserves the principal of the public's funds, remains highly liquid and maximizes the return on the investment. There are no unfunded commitments or restrictions on redemptions.

Investment Custodial Credit Risk

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

Interest Rate Risk

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

Credit Risk

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

Investment Type	Morningstar Rating	Investment Fair Value
Certificates of Deposit	Not Rated	\$ 75,407,664
Federal Agency Securities	Not Rated	109,959,966
	Average	5,660,724
	Above Average	13,679,289
	High	7,647,260
State External Investment Pool - TrustIndiana	Not Rated	903,732
Total		<u>\$ 213,258,635</u>

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(Continued)

Concentration of Credit Risk

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

Foreign Currency Risk

Foreign currency risk relates to adverse effects on the fair value of an investment from changes in exchange rates. The City does not have a formal policy in regards to foreign currency risk. The City's exposure to foreign currency risk derives from its investment at December 31, 2022 in foreign mutual funds with a fair value of \$8,328,266.

3. Disclosure About Fair Value of Financial Investments

The framework for measuring fair value provides a fair value hierarchy that prioritizes the inputs to valuation techniques used to measure fair value. The hierarchy gives the highest priority to unadjusted quoted prices in active markets for identical assets or liabilities (Level 1) and the lowest priority to unobservable inputs (Level 3). The three levels of fair value hierarchy are described as follows:

Level 1: Inputs to the valuation methodology are unadjusted quoted prices for identical assets or liabilities in active markets that the City has the ability to access.

Level 2: Inputs to the valuation methodology include quoted prices for similar assets or liabilities in active markets; quoted prices for identical or similar assets or liabilities in inactive markets; inputs other than quoted prices that are observable for the asset or liability; inputs that are derived principally from or corroborated by observable market data by correlation or other means. If the asset or liability has a specified (contractual) term, the Level 2 input must be observable for substantially the full term of the asset or liability.

Level 3: Inputs to the valuations methodology are unobservable and significant to the fair value measurement.

The asset or liability's fair value measurement level within the fair value hierarchy is based on the lowest level of any input that is significant to the fair value measurement. Valuation techniques need to maximize the use of relevant observable inputs and minimize the use of unobservable inputs.

Investment value is determined by reference to quoted market prices and other relevant information generated by market transactions.

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December 31, 2022
(Continued)

The following table summarizes the valuation of investments by the fair value hierarchy levels as of December 31, 2022:

Investments by fair value level	Fair Value	Level 1	Level 2	Level 3
Certificates of Deposit	\$ 75,407,664	\$ —	\$ 75,407,664	\$ —
Federal Agency Securities	109,959,966	109,959,966	—	—
Mutual Funds	26,987,273	26,987,273	—	—
Total investments measured at fair value	212,354,903	<u>\$ 136,947,239</u>	<u>\$ 75,407,664</u>	<u>\$ —</u>
<u>Investments measured at NAV (a)</u>				
State External Investment Pool - TrustIndiana	903,732			
Total	<u>\$ 213,258,635</u>			

(a) Certain investments that are measured using the net asset value (NAV) per share (or its equivalent) practical expedient have not been classified in the fair value hierarchy. The fair value amounts included above are intended to permit reconciliation of the fair value hierarchy to the amounts presented in the financial statements.

B. Discretely Presented Component Units

Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds, and has a principal office or branch that qualifies to receive public funds of the political subdivision. At December 31, 2022, the City's discretely presented component units' deposits with financial institutions of \$44,390,487 were entirely insured by federal depository insurance or the Indiana Public Deposit Insurance Fund, with the exception of Urban Enterprise Association's deposits of \$1,151,003, Community Development Corporation's deposits of \$4,340,112, and Downtown Improvement District's deposits of \$167,663.

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(Continued)

Note 3. Capital and Lease Assets

Capital and Lease asset activity for the year ended December 31, 2022 was as follows:

Primary government:

<u>Governmental activities:</u>	Balance, 01/01/2022 (as restated)	Additions	Reductions	Balance, 12/31/2022
Capital assets, not being depreciated:				
Land	\$ 45,890,551	\$ 3,350,414	\$ 28,058	\$ 49,212,907
Roads accounted for using the modified approach	616,612,409	13,476,447	—	630,088,856
Construction in progress	15,300,899	15,283,270	15,073,680	15,510,489
Total capital assets not being depreciated	<u>677,803,859</u>	<u>32,110,131</u>	<u>15,101,738</u>	<u>694,812,252</u>
Capital assets, being depreciated or amortized:				
Buildings	174,629,471	37,948,600	—	212,578,071
Improvements other than buildings	115,350,933	5,968	—	115,356,901
Machinery and equipment	106,634,666	10,159,644	2,765,101	114,029,209
Right-to-use leased assets - buildings	75,663	59,587,734	—	59,663,397
Right-to-use leased assets - improvements	1,792,363	—	—	1,792,363
Total capital and lease assets, being depreciated or amortized:	<u>398,483,096</u>	<u>107,701,946</u>	<u>2,765,101</u>	<u>503,419,941</u>
Less accumulated depreciation/amortization for:				
Buildings	67,261,054	4,065,640	—	71,326,694
Improvements other than buildings	51,723,887	3,053,323	—	54,777,210
Machinery and equipment	73,386,451	8,263,468	2,759,331	78,890,588
Right-to-use leased assets - buildings	—	1,538,650	—	1,538,650
Right-to-use leased assets - improvements	—	292,591	—	292,591
Total accumulated depreciation/amortization	<u>192,371,392</u>	<u>17,213,672</u>	<u>2,759,331</u>	<u>206,825,733</u>
Total capital and lease assets being depreciated or amortized, net	<u>206,111,704</u>	<u>90,488,274</u>	<u>5,770</u>	<u>296,594,208</u>
Total governmental activities capital and lease assets, net	<u>\$ 883,915,563</u>	<u>\$ 122,598,405</u>	<u>\$ 15,107,508</u>	<u>\$ 991,406,460</u>

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

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(Continued)

<u>Internal service funds:</u>	Balance, 01/01/2022	Additions	Reductions	Balance, 12/31/2022
Capital assets not being depreciated:				
Land	\$ 27,277	\$ 828,000	\$ —	\$ 855,277
Capital assets being depreciated:				
Buildings	573,359	2,772,001	—	3,345,360
Machinery and equipment	729,031	26,638	19,907	735,762
Total capital assets being depreciated	1,302,390	2,798,639	19,907	4,081,122
Less accumulated depreciation for:				
Buildings	360,553	55,891	—	416,444
Machinery and equipment	611,644	38,046	19,907	629,783
Total accumulated depreciation	972,197	93,937	19,907	1,046,227
Total capital assets being depreciated, net	330,193	2,704,702	—	3,034,895
Total internal service capital assets, net	<u>\$ 357,470</u>	<u>\$ 3,532,702</u>	<u>\$ —</u>	<u>\$ 3,890,172</u>

<u>Business-type activities:</u>	Balance, 01/01/2022	Additions	Reductions	Balance, 12/31/2022
Capital assets not being depreciated:				
Land	\$ 18,149,434	\$ 483,919	\$ 395,937	\$ 18,237,416
Construction in progress	344,295,510	114,012,551	37,103,580	421,204,481
Total capital assets not being depreciated	362,444,944	114,496,470	37,499,517	439,441,897
Capital assets being depreciated:				
Distributions and collection	860,201,428	36,219,384	4,559,792	891,861,020
Buildings and improvements	333,024,992	5,116,290	967,770	337,173,512
Machinery and equipment	305,824,650	9,569,791	21,192,641	294,201,800
Total capital assets being depreciated	1,499,051,070	50,905,465	26,720,203	1,523,236,332
Less accumulated depreciation for:				
Distributions and collection	233,246,561	16,059,994	3,886,459	245,420,096
Buildings and improvements	123,629,459	9,494,816	392,763	132,731,512
Machinery and equipment	168,232,858	12,981,883	20,084,170	161,130,571
Total accumulated depreciation	525,108,878	38,536,693	24,363,392	539,282,179
Total capital assets being depreciated, net	973,942,192	12,368,772	2,356,811	983,954,153
Total business-type activities capital assets, net	<u>\$1,336,387,136</u>	<u>\$ 126,865,242</u>	<u>\$ 39,856,328</u>	<u>\$1,423,396,050</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

<u>Discretely presented component units:</u>	Balance, 01/01/2022	Additions	Reductions	Balance, 12/31/2022
Capital assets not being depreciated:				
Land	\$ 1,235,117	\$ —	\$ 8,772	\$ 1,226,345
Construction in progress	5,000	40,000	5,000	40,000
Total capital assets not being depreciated	<u>1,240,117</u>	<u>40,000</u>	<u>13,772</u>	<u>1,266,345</u>
Capital assets being depreciated:				
Buildings and improvements	64,820,560	471,206	—	65,291,766
Machinery and equipment	29,290,885	3,670,916	2,608,450	30,353,351
Total capital assets being depreciated	<u>94,111,445</u>	<u>4,142,122</u>	<u>2,608,450</u>	<u>95,645,117</u>
Less accumulated depreciation for:				
Buildings and improvements	27,016,001	1,665,747	—	28,681,748
Machinery and equipment	23,108,956	1,491,490	2,608,450	21,991,996
Total accumulated depreciation	<u>50,124,957</u>	<u>3,157,237</u>	<u>2,608,450</u>	<u>50,673,744</u>
Total capital assets being depreciated, net	<u>43,986,488</u>	<u>984,885</u>	<u>—</u>	<u>44,971,373</u>
Total discretely presented component units capital assets, net	<u>\$ 45,226,605</u>	<u>\$ 1,024,885</u>	<u>\$ 13,772</u>	<u>\$ 46,237,718</u>

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

Governmental activities:	
General government	\$ 1,080,388
Public safety	5,080,497
Highways and streets	3,228,100
Health and welfare	192,433
Economic development	2,888,198
Culture and recreation	3,436,051
Urban redevelopment and housing	1,214,068
Subtotal	<u>17,119,735</u>
Internal Service Funds*	93,937
Total depreciation/amortization expense - governmental activities	<u>\$ 17,213,672</u>
Business-type activities:	
Water	\$ 11,720,096
Wastewater	22,986,837
Stormwater	3,293,166
Parking garages	483,903
Solid waste	45,499
Other	7,192
Total depreciation expense - business-type activities	<u>\$ 38,536,693</u>

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

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Note 4. Long-term Liabilities

A. Changes in Long-term Liabilities

During the year ended December 31, 2022, the following changes occurred in liabilities reported on the Statement of Net Position:

Primary government:

<u>Governmental Activities:</u>	<u>Balance, 1/1/2022 (as restated)</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance, 12/31/2022</u>	<u>Due Within One Year</u>
General obligation bonds	\$ 3,805,000	\$ 10,265,000	\$ 730,000	\$ 13,340,000	\$ 1,620,000
Special obligation bonds	113,720,000	39,660,000	20,260,000	133,120,000	6,710,000
Compensated absences	17,800,709	4,919,367	4,736,876	17,983,200	17,456,271
First mortgage bonds	9,260,000	—	2,270,000	6,990,000	940,000
Lease liability	1,868,026	59,587,734	1,800,577	59,655,183	712,736
Notes and loans payable	43,098,734	9,700,000	10,449,906	42,348,828	10,496,791
Other postemployment benefits liability (Note 10)	154,542,468	9,742,339	27,095,261	137,189,546	6,680,200
Net pension liability (Note 24)	194,196,215	12,431,522	—	206,627,737	—
Totals	\$538,291,152	\$146,305,962	\$ 67,342,620	\$617,254,494	\$ 44,615,998

<u>Business-type Activities:</u>	<u>Balance, 1/1/2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance, 12/31/2022</u>	<u>Due Within One Year</u>
Revenue bonds	\$272,690,000	\$ 25,000,000	\$ 26,090,000	\$271,600,000	\$ 25,080,000
Compensated absences	2,113,704	2,406,009	2,363,345	2,156,368	1,691,324
Notes and loans payable	623,019,209	9,207,162	19,408,783	612,817,588	26,490,849
Other postemployment benefits liability (Note 10)	16,677,728	988,733	3,166,761	14,499,700	1,002,094
Net pension liability (Note 24)	5,453,136	7,417,968	—	12,871,104	—
Totals	\$919,953,777	\$ 45,019,872	\$ 51,028,889	\$913,944,760	\$ 54,264,267

Discretely presented component units:

	<u>Balance, 1/1/2022</u>	<u>Additions</u>	<u>Reductions</u>	<u>Balance, 12/31/2022</u>	<u>Due Within One Year</u>
Notes and loans payable	\$ 11,430,000	\$ —	\$ 1,615,000	\$ 9,815,000	\$ 1,620,000
Revenue bonds payable	7,890,000	—	30,000	7,860,000	30,000
Other postemployment benefits liability (Note 10)	6,905,522	597,684	1,752,178	5,751,028	495,000
Net pension liability (Note 24)	7,862,380	—	3,026,692	4,835,688	—
Totals*	\$ 34,087,902	\$ 597,684	\$ 6,423,870	\$ 28,261,716	\$ 2,145,000

The major governmental funds - General, Highways and Streets, Parks, and Fire, and the major proprietary funds - Water Utility, Wastewater Utility, Stormwater Utility are primarily used to liquidate the liability for compensated absences.

The major governmental funds - General, Highways and Streets, Parks, and Fire, the major proprietary funds - Water Utility, Wastewater Utility, Stormwater Utility, and the pension trust funds are primarily used to liquidate the liability for net pension liability.

The major governmental funds - General, Highways and Streets, Parks, and Fire, the major proprietary funds - Water Utility, Wastewater Utility, and Stormwater Utility are primarily used to

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liquidate the liability for other postemployment benefits.

B. Description of Bond Issues:

Primary government:

Governmental Activities:

	Balance, 12/31/2022	Premium (Discount)	Net Balance, 12/31/2022	Due Within One Year	Due In More Than One Year
General Obligation Bonds:					
\$5,150,000 2017 Park District Bonds due in installments of \$370,000 to \$400,000 plus interest through December 1, 2026; interest at 2.330 percent.	\$ 3,075,000	\$ —	\$ 3,075,000	\$ 745,000	\$ 2,330,000
\$10,265,000 2022 Park District Bonds due in installments of \$430,000 to \$615,000 plus interest through December 1, 2032; interest at 4.000 percent.	\$ 10,265,000	\$ 659,732	\$10,924,732	\$ 875,000	\$ 10,049,732
Total General Obligation Bonds	\$ 13,340,000	\$ 659,732	\$13,999,732	\$ 1,620,000	\$ 12,379,732
Special Obligation Bonds:					
\$24,970,000 2014 Fort Wayne Redevelopment Authority Baseball Stadium Revenue Bonds due in installments of \$370,000 to \$1,380,000 plus interest through February 1, 2034; interest at 3.000 percent to 5.000 percent.	\$ 18,380,000	\$ 2,222,592	\$20,602,592	\$ 2,555,000	\$ 18,047,592
\$18,365,000 2014 Fort Wayne Redevelopment Authority Skyline Parking Garage Revenue Bonds due in installments of \$200,000 to \$900,000 plus interest through February 1, 2034; interest at 3.000 percent to 3.250 percent.	13,870,000	33,218	13,903,218	1,090,000	12,813,218
\$4,050,000 2016 Fort Wayne Redevelopment Authority Res Tower Revenue Bonds due in installments of \$125,000 to \$280,000 plus interest through February 1, 2030; interest at 2.000 percent to 2.500 percent.	2,570,000	14,144	2,584,144	310,000	2,274,144
\$10,290,000 2019 A LIT Revenue Bond due in installments of \$285,000 to \$425,000 plus interest through June 1, 2034; interest at 3.640 percent.	8,080,000	—	8,080,000	575,000	7,505,000
\$10,425,000 2019 B LIT Revenue Bond due in installments of \$290,000 to \$435,000 plus interest through June 1, 2034; interest at 3.640 percent.	8,195,000	—	8,195,000	585,000	7,610,000
\$43,165,000 2020 Fort Wayne Redevelopment Authority Electric Works Revenue Bonds due in installments of \$745,000 to \$1,440,000 plus interest through December 15, 2045; interest at 3.000 percent to 4.000 percent.	43,165,000	5,204,489	48,369,489	—	48,369,489
\$10,220,000 2022 Fort Wayne Redevelopment Authority Grand Wayne Center Revenue Refunding Bonds due in installments of \$795,000 to \$935,000 plus interest through February 1, 2028; interest at 4.000 percent.	9,420,000	701,105	10,121,105	1,595,000	8,526,105
\$29,440,000 2022 Fort Wayne Redevelopment Authority Riverfront Phase II Revenue Bonds due in installments of \$570,000 to \$1,245,000 plus interest through February 1, 2028; interest at 4.000 percent.	29,440,000	3,180,853	32,620,853	—	32,620,853
Total Special Obligation Bonds	\$133,120,000	\$11,356,401	\$144,476,401	\$ 6,710,000	\$137,766,401

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December 31, 2022
(Continued)

	Balance, 12/31/2022	Premium (Discount)	Net Balance, 12/31/2022	Due Within One Year	Due In More Than One Year
First Mortgage Bonds:					
\$8,660,000, 2020 First Mortgage Refunding Bonds due in installments of \$465,000 to \$535,000 plus interest through December 15, 2029; interest at 2.000 percent.	6,990,000	321,115	7,311,115	940,000	6,371,115
Total First Mortgage Bonds	<u>\$ 6,990,000</u>	<u>\$ 321,115</u>	<u>\$ 7,311,115</u>	<u>\$ 940,000</u>	<u>\$ 6,371,115</u>

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(Continued)

Business-type Activities:

	Balance, 12/31/2022	Premium (Discount)	Net Balance, 12/31/2022	Due Within One Year	Due In More Than One Year
Revenue Bonds:					
\$38,100,000 2011 Sewage Works Revenue Bonds of 2011, due in installments of \$3,140,000 to \$3,490,000 plus interest through August 1, 2026; interest at 2.800 percent.	\$ 13,240,000	\$ —	\$ 13,240,000	\$ 3,140,000	\$ 10,100,000
\$15,530,000 2012 Sewage Works Revenue Bonds of 2012, due in installments of \$1,155,000 to \$1,295,000 plus interest through August 1, 2027; interest at 2.000 percent to 3.000 percent.	6,110,000	98,644	\$ 6,208,644	1,155,000	5,053,644
\$40,000,000 2012 Water Works Revenue Bonds of 2012, due in installments of \$2,280,000 to \$2,975,000 plus variable interest through December 1, 2032.	26,125,000	169,534	\$26,294,534	2,280,000	24,014,534
\$32,955,000 2013 Sewage Works Revenue Bonds of 2013 Series A, due in installments of \$3,955,000 to \$4,060,000 plus interest through August 1, 2024; interest at 1.950 percent.	8,015,000	—	\$ 8,015,000	3,955,000	4,060,000
\$42,260,000 2013 Sewage Works Revenue Bonds of 2013 Series B, due in installments of \$4,165,000 to \$5,295,000 plus interest through August 1, 2033; interest at 3.500 percent to 3.630 percent.	42,260,000	210,535	\$42,470,535	—	42,470,535
\$63,000,000 2014 Water Works Revenue Bonds of 2014, due in installments of \$3,710,000 to \$5,730,000 plus interest through December 1, 2034; interest at 3.000 percent to 4.000 percent.	55,130,000	643,884	\$55,773,884	3,710,000	52,063,884
\$35,440,000 2016 Sewage Works Refunding Revenue Bonds of 2016, due in installments of \$1,480,000 to \$4,040,000 plus interest through August 1, 2027; interest at 2.000 percent to 4.000 percent.	14,645,000	470,737	\$15,115,737	3,735,000	11,380,737
\$27,320,000 2017 Stormwater Management District Revenue & Refunding Bonds due in installments of \$800,000 to \$1,065,000 plus interest through February 1, 2033; interest at 2.000 to 3.000 percent.	19,245,000	196,378	\$19,441,378	1,605,000	17,836,378
\$16,700,000 2017 A Sewage Works Refunding Revenue Bond due in installments of \$1,275,000 to \$1,500,000 plus interest through August 1, 2030; interest at 2.530 percent.	11,060,000	—	\$11,060,000	1,275,000	9,785,000
\$16,700,000 2017 B Sewage Works Refunding Revenue Bond due in installments of \$1,275,000 to \$1,500,000 plus interest through August 1, 2030; interest at 2.530 percent.	11,040,000	—	\$11,040,000	1,275,000	9,765,000
\$11,770,000 2019 A Water Works Revenue Bond due in installments of \$460,000 to \$815,000 plus interest through December 1, 2039; interest at .050 percent to 7.000 percent.	10,460,000	(9,268)	\$10,450,732	460,000	9,990,732
\$33,785,000 2020 B Sewage Works Refunding Revenue Bond due in installments of \$905,000 to \$2,540,000 plus interest through August 1, 2040; interest at 2.000 percent to 4.000 percent.	29,270,000	968,115	\$30,238,115	2,190,000	28,048,115
\$25,000,000 2022 A Sewage Works Revenue Bond due in installments of \$300,000 to \$1,895,000 plus interest through August 1, 2040; interest at .050 percent to 5.000 percent.	25,000,000	255,879	\$25,255,879	300,000	24,955,879
Total Revenue Bonds	<u>\$271,600,000</u>	<u>\$ 3,004,438</u>	<u>\$274,604,438</u>	<u>\$25,080,000</u>	<u>\$249,524,438</u>

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Discretely presented component units:

Revenue Bonds:	Balance, 12/31/2022	Premium (Discount)	Net Balance, 12/31/2022	Due Within One Year	Due In More Than One Year
\$7,950,000 2019 A Parking Garage Project Revenue Bond due in installments of \$30,000 to \$450,000 plus interest through December 1, 2049; interest at 3.0 percent to 4.0 percent.	\$ 7,860,000	\$ 114,440	\$ 7,974,440	\$ 30,000	\$ 7,944,440
Total Revenue Bonds	<u>\$ 7,860,000</u>	<u>\$ 114,440</u>	<u>\$ 7,974,440</u>	<u>\$ 30,000</u>	<u>\$ 7,944,440</u>

The 2017 and 2022 general obligation bonds are backed by the full faith and credit of the City of Fort Wayne.

The special obligation bonds and first mortgage bonds are not backed by the full faith and credit of the City of Fort Wayne. The 2020 First Mortgage Bonds and the 2019 Series A and B LIT Revenue Bonds are all special obligation bonds that are secured by a pledge of the City's Local Income Tax - Economic Development revenues. The 2020 First Mortgage Bonds are secured by the pledge of the mortgaged property. The 2014, 2016, 2020, and 2022 redevelopment bonds are an obligation of the Redevelopment Authority.

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

The discretely presented component unit revenue bonds are payable from CIB, a discretely presented component unit of the City.

C. Debt Service Requirement to Maturity - Bonds

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

Primary government:

Year Ended December 31	General Obligation			Special Obligation		
	Principal	Interest	Totals	Principal	Interest	Totals
2023	\$ 1,620,000	\$ 447,366	\$ 2,067,366	\$ 6,710,000	\$ 5,099,695	\$ 11,809,695
2024	1,645,000	416,663	2,061,663	6,930,000	4,824,807	11,754,807
2025	1,695,000	363,196	2,058,196	8,025,000	4,525,097	12,550,097
2026	1,755,000	307,822	2,062,822	9,430,000	4,179,474	13,609,474
2027	995,000	255,100	1,250,100	9,710,000	3,800,063	13,510,063
2028-2032	5,630,000	637,500	6,267,500	37,655,000	14,044,867	51,699,867
2033-2037	—	—	—	24,860,000	7,645,057	32,505,057
2038-2042	—	—	—	21,475,000	3,347,475	24,822,475
2043-2045	—	—	—	8,325,000	442,650	8,767,650
Total	<u>\$ 13,340,000</u>	<u>\$ 2,427,647</u>	<u>\$ 15,767,647</u>	<u>\$133,120,000</u>	<u>\$ 47,909,185</u>	<u>\$181,029,185</u>

Business-type Activities:

Year Ended December 31	First Mortgage			Revenue		
	Principal	Interest	Totals	Principal	Interest	Totals
2023	\$ 940,000	\$ 135,150	\$ 1,075,150	\$ 25,080,000	\$ 8,753,479	\$ 33,833,479
2024	960,000	116,200	1,076,200	25,790,000	8,048,470	33,838,470
2025	975,000	96,950	1,071,950	26,580,000	7,269,034	33,849,034
2026	1,000,000	77,300	1,077,300	25,315,000	6,432,843	31,747,843
2027	1,020,000	57,250	1,077,250	22,475,000	5,649,529	28,124,529
2028-2032	2,095,000	52,700	2,147,700	98,690,000	17,997,599	116,687,599
2033-2037	—	—	—	33,650,000	4,399,249	38,049,249
2038-2042	—	—	—	14,020,000	712,135	14,732,135
Total	<u>\$ 6,990,000</u>	<u>\$ 535,550</u>	<u>\$ 7,525,550</u>	<u>\$271,600,000</u>	<u>\$ 59,262,338</u>	<u>\$330,862,338</u>

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Discretely presented component unit:

Year Ended December 31	Revenue		Totals
	Principal	Interest	
2023	\$ 30.000	\$ 243.319	\$ 273,319
2024	30.000	242.419	272,419
2025	35.000	241.519	276,519
2026	220.000	239.044	459,044
2027	230.000	232.369	462,369
2028-2032	1,255.000	1,045.045	2,300,045
2033-2037	1,475.000	825.020	2,300,020
2038-2042	1,710.000	588.920	2,298,920
2043-2047	1,990.000	312.085	2,302,085
2048-2049	885.000	34.844	919,844
Total	<u>\$ 7,860,000</u>	<u>\$ 4,004,584</u>	<u>\$ 11,864,584</u>

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

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

D. Current Refundings

On March 24, 2022, the Fort Wayne Redevelopment Authority (the "Authority") issued \$10,200,000 in Lease Rental Revenue Refunding Bonds, Series 2022 (the "refunding Bonds") with an interest rate of 4.00%. The proceeds were used to refund \$10,605,000 in interest and principal costs of outstanding Redevelopment Authority Lease Rental Revenue Refunding Bonds, Series 2012 (the "2012 Bonds") dated May 22, 2012. The 2012 Bonds were originally issued by the Authority for the advance refunding of the Authority's Lease Rental Revenue Bonds of 2003 (Grand Wayne Center Project) (the "2003 Bonds") dated May 22, 2003. The 2003 Bonds were originally issued by the Authority to provide funds to refund the Fort Wayne Redevelopment Commission Bond Anticipation Notes, Series 2003, which financed the cost of acquiring, renovating, and expanding the Grant Wayne Center, and pay capitalized interest.

The net proceeds of \$10,885,335 (after payment of \$213,798 in issuance costs) were deposited into an irrevocable trust with an escrow agent to fund future debt service payments on the refunding Bonds. As a result, the Series 2012 bonds are considered defeased and the liability has been removed from the statement of net position. The refunding resulted in an accounting gain of \$779,517, which is reflected as interest in the Statement of Activities. As a result of the refunding, the City reduced its total debt service requirements by \$5,137,756 over the next 5.5 years which resulted in an economic gain (the difference between the present values of the old and new debt service payments after prior debt service fund transfers) of \$715,620.

On July 8, 2022, the Wastewater Utility issued \$5,555,000 of taxable revenue bonds through Indiana State Revolving Fund Loan Program, at zero interest, to refund the outstanding Allen County Regional Water Sewer District (ACRWSD) debt as of July 8, 2022, the date FWCU assumed operational responsibilities for ACRWSD customers (see note 25). The proceeds of the bonds, together with a combination of existing Wastewater Utility and ACRWSD funds, were used to refund \$12,033,000 principal and \$4,715 accrued interest of ACRWSD outstanding debt.

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December 31, 2022
(Continued)

E. Lease Liabilities

The primary government leases building space and parking spaces, the terms of which expire in various years through 2029. In addition, the primary government leases a parking garage from the garage developer, the terms of this agreement expire in 2046. Variable payments of certain leases are based upon the Consumer Price Index (Index) and these leases were measured based upon the Index at lease commencement.

During the year ended December 31, 2022, the primary government recognized \$1,912 of lease expense for variable payments not previously included in the measurement of the lease liability.

During the current fiscal year, the primary government entered into a 25-year lease agreement as lessee for the acquisition and operations of a tenant-in-common interest of a parking garage structure within The Riverfront at Promenade structure, the percentage of which interest will not exceed fifty percent. An initial lease liability was recorded in the amount of \$59,310,436 during the current fiscal year. As of December 31, 2022, the value of the lease liability was \$57,836,876. The primary government is required to make payments between \$407,307 and \$3,822,404 on a primarily bi-annual basis. The lease has a stated interest rate of 3.65% based upon the Index at the lease commencement. The tenant-in-common interest right-to-use (RTU) asset has an estimated useful life of 40 years. The value of the RTU asset as of the end of the current fiscal year was \$59,310,436 and had accumulated amortization of \$1,482,761.

During the current fiscal year, the primary government entered into a five-year lease agreement as lessee for the RTU a certain improved real estate, which includes a ten thousand square foot office warehouse building. An initial lease liability was recorded in the amount of \$277,298 during the current fiscal year. As of December 31, 2022, the value of the lease liability was \$242,216. The primary government is required to make payments of \$5,000 monthly. The lease has an interest rate of 3.25% based upon the Index at the lease commencement. The RTU asset has a useful life of five-years. The value of the RTU asset as of the end of the current fiscal year was \$277,298 and had accumulated amortization of \$36,973.

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

Governmental Activities

Year Ended December 31	Revenue		
	Principal	Interest	Totals
2023	\$ 712,736	\$ 2,160,888	\$ 2,873,624
2024	787,543	2,135,494	2,923,037
2025	866,052	2,107,382	2,973,434
2026	831,799	2,077,890	2,909,689
2027	803,944	2,050,144	2,854,088
2028-2032	4,741,879	9,779,881	14,521,760
2033-2037	6,918,898	8,765,764	15,684,662
2038-2042	10,061,086	7,256,048	17,317,134
2043-2046	33,931,246	4,294,747	38,225,993
Total	<u>\$ 59,655,183</u>	<u>\$ 40,628,238</u>	<u>\$100,283,421</u>

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(Continued)

F. Loans Payable

Annual debt service requirements to maturity for the loans as of December 31, 2022, are as follows:

	<u>Primary government:</u> Balance, 12/31/2022
<u>Governmental Activities</u>	
<u>Section 108 HUD Loans:</u>	
The City borrowed \$6,250,000 in 2008. Payments are due in installments of \$400,000 to \$400,000 plus interest between 5.190 to 5.380 percent through August 1, 2027. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	\$ 2,000,000
The City borrowed \$1,750,000 in 2013. Payments are due in installments of \$90,000 to \$125,000 plus interest between 2.800 to 3.650 percent through August 1, 2033. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).	1,210,000
Total Section 108 HUD Loans	<u>\$ 3,210,000</u>
<u>Commercial Loans:</u>	
The City borrowed \$9,750,000 in 2016. Payments are due in installments of \$715,098 to \$715,098 plus interest between 1.780 to 1.780 percent through April 30, 2023. This loan is payable from various Governmental Funds.	\$ 715,098
The City borrowed \$10,100,000 in 2017. Payments are due in installments of \$751,416 to \$767,216 plus interest between 2.053 to 2.053 percent through April 7, 2024. This loan is payable from various Governmental Funds.	2,277,763
The City borrowed \$9,900,000 in 2018. Payments are due in installments of \$730,952 to \$776,878 plus interest between 3.070 to 3.070 percent through April 5, 2025. This loan is payable from various Governmental Funds.	3,768,703
The City borrowed \$10,200,000 in 2019. Payments are due in installments of \$732,470 to \$793,865 plus interest between 2.686 to 2.686 percent through April 5, 2026. This loan is payable from various Governmental Funds.	5,338,912
The City borrowed \$13,108,000 in 2020. Payments are due in installments of \$926,033 to \$972,487 plus interest between 1.224 to 1.224 percent through April 5, 2027. This loan is payable from various Governmental Funds.	8,541,391
The City borrowed \$11,900,000 in 2021. Payments are due in installments of \$830,213 to \$887,104 plus interest between 3.000 to 3.000 percent through April 2, 2028. This loan is payable from various Governmental Funds.	9,442,125
The City borrowed \$9,400,000 in 2022. Payments are due in installments of \$651,154 to \$743,780 plus interest between 2.229 to 2.229 percent through April 25, 2029. This loan is payable from various Governmental Funds.	9,054,836
Total Commercial Loans	<u>\$ 39,138,828</u>
<u>Business-type Activities</u>	
<u>SRF Draw-down loans:</u>	
Sewage Works SRF Revenue Bonds of 2009 Series A - maximum draw of \$5,000,000 - due in annual installments of \$245,782 to \$248,547 plus interest at .160 percent through August 1, 2030, redeemable prior to maturity for bonds maturing after 2020. Loan is completely drawn-down.	\$ 1,977,294
Sewage Works SRF Revenue Bonds of 2011 Series B - maximum draw of \$33,576,000 - due in annual installments of \$1,730,000 to \$2,073,000 plus interest at 2.300 percent through August 1, 2031, redeemable prior to maturity for bonds maturing after 2023. Loan is completely drawn-down.	17,072,000
Sewage Works SRF Revenue Bonds of 2012 Series A - maximum draw of \$10,415,000 - due in annual installments of \$522,000 to \$612,000 plus interest at 1.780 percent through August 1, 2032, redeemable prior to maturity for bonds maturing after 2024. Loan is completely drawn-down.	5,658,000
Sewage Works SRF Revenue Bonds of 2014 Series A - maximum draw of \$17,000,000 - due in annual installments of \$867,000 to \$1,094,000 plus interest at 2.350 percent through August 1, 2033, redeemable prior to maturity for bonds maturing after 2026. Loan is completely drawn-down.	10,743,000

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<u>Business-type Activities</u>	<u>Balance, 12/31/2022</u>
Sewage Works SRF Revenue Bonds of 2016 Series A - maximum draw of \$108,000,000 - due in annual installments of \$3,050,000 to \$6,075,000 plus interest at 2.000 percent through February 1, 2039, redeemable prior to maturity for bonds maturing after 2028. Loan is completely drawn-down.	\$ 86,850,000
Sewage Works SRF Revenue Bonds of 2018 Series B - maximum draw of \$21,722,416 - due in annual installments of \$883,500 to \$1,398,800 plus interest at 2.860 percent through August 1, 2039, redeemable prior to maturity for bonds maturing after 2029. Loan is completely drawn-down.	19,058,700
Water Works SRF Revenue Bonds of 2019 Series B - maximum draw of \$7,500,000 - due in annual installments of \$158,000 to \$305,000 at zero interest through December 1, 2048, as of December 31, 2022 total drawn amount is \$6,598,158.	5,689,158
Sewage Works SRF Revenue Bonds of 2022 IFA - maximum draw of \$5,555,000 - due in annual installments of \$178,000 at zero percent interest through August 1, 2053, redeemable prior to maturity for bonds maturing after 2032. Loan is completely drawn-down.	5,518,000
Total SRF Draw-down Loans	<u>\$ 152,566,152</u>
<u>SRF Advance loans:</u>	
Water Works SRF Revenue Bonds of 2011 Series B - original pool share of \$26,906,000 - due in annual installments of \$1,559,000 to \$2,073,000 plus interest at 2.967 percent through December 1, 2031, redeemable prior to maturity for bonds maturing after 2021.	\$ 16,249,000
Sewage Works SRF Revenue Bonds of 2014 Series B - original pool share of \$60,872,000 - due in annual installments of \$2,012,000 to \$6,160,000 plus interest at 3.074 percent through August 1, 2034, redeemable prior to maturity for bonds maturing after 2027.	55,812,000
Sewage Works SRF Revenue Bonds of 2014 Series C - original pool share of \$5,015,000 - due in annual installments of \$245,000 to \$350,000 plus interest at 3.074 percent through August 1, 2034, redeemable prior to maturity for bonds maturing after 2027.	3,510,000
Sewage Works SRF Revenue Bonds of 2016 Series B - original pool share of \$138,583,000 - due in annual installments of \$3,623,888 to \$7,325,433 plus interest at 3.060 percent through August 1, 2046, redeemable prior to maturity for bonds maturing after 2028.	126,379,458
Water Works SRF Revenue Bonds of 2019 Series C - original pool share of \$21,740,000 - due in annual installments of \$286,000 to \$1,234,000 plus interest at 2.970 percent through December 1, 2048, redeemable prior to maturity for bonds maturing after 2029.	19,577,000
Sewage Works SRF Revenue Bonds of 2020 Series A - original pool share of \$25,000,000 - due in annual installments of \$1,035,000 to \$1,455,000 plus interest at 2.000 percent through August 1, 2040, redeemable prior to maturity for bonds maturing after 2028.	22,205,000
Sewage Works SRF Revenue Bonds of 2020 Series C - original pool share of \$25,000,000 - due in annual installments of \$1,003,000 to \$1,449,000 plus interest at 2.000 percent through August 1, 2041, redeemable prior to maturity for bonds maturing after 2028.	23,028,000
Water Works SRF Revenue Bonds of 2021 - original issue of \$44,480,000 - due in annual installments of \$1,792,734 to \$2,732,480 plus interest at 1.950 percent through December 1, 2042, redeemable prior to maturity for bonds maturing after 2032.	44,470,000
Sewage Works SRF Revenue Bonds of 2021 - original issue of \$140,000,000 - due in annual installments of \$2,374,919 to \$14,477,364 plus interest at 2.220 percent through August 1, 2042, redeemable prior to maturity for bonds maturing after 2031.	139,950,000
Total SRF Advance Loans	<u>\$ 451,180,458</u>
<u>Commercial Loans:</u>	
The City Utilities borrowed \$1,710,000 in 2017. Payments are due in installments of \$131,994 to \$131,994 plus interest between 2.103 to 2.103 percent through April 7, 2024. This loan is payable from Proprietary (enterprise) Funds.	\$ 387,797
The City Utilities borrowed \$1,041,000 in 2018. Payments are due in installments of \$83,556 to \$83,556 plus interest between 3.202 to 3.202 percent through April 5, 2025. This loan is payable from Proprietary (enterprise) Funds.	398,441
The City Utilities borrowed \$2,445,000 in 2019. Payments are due in installments of \$193,098 to \$193,098 plus interest between 2.730 to 2.730 percent through April 4, 2026. This loan is payable from Proprietary (enterprise) Funds.	1,280,785

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<u>Business-type Activities</u>	Balance, 12/31/2022
The City Utilities borrowed \$3,000,000 in 2020. Payments are due in installments of \$224,587 to \$224,587 plus interest between 1.263 to 1.263 percent through April 5, 2027. This loan is payable from Proprietary (enterprise) Funds.	1,958,937
The City Utilities borrowed \$2,445,000 in 2021. Payments are due in installments of \$184,191 to \$184,191 plus interest between 1.380 to 1.380 percent through April 5, 2028. This loan is payable from Proprietary (enterprise) Funds.	1,944,670
The City Utilities borrowed \$2,250,000 in 2022. Payments are due in installments of \$174,449 to \$174,449 plus interest between 2.229 to 2.229 percent through April 25, 2029. This loan is payable from Proprietary (enterprise) Funds.	2,100,348
The City borrowed \$1,000,000 in 2022. Payments are due in installments of \$41,885 to \$59,415 plus interest between 3.910 to 3.910 percent through April 25, 2029. This loan is payable from Proprietary (enterprise) Funds.	1,000,000
Total Commercial Loans	\$ 9,070,978

The Section 108 Loan Guarantee Program (Section 108) provides Community Development Block Grant (CDBG) recipients with the ability to leverage their annual grant allocation to access low-cost, flexible financing for economic development, housing, public facility, and infrastructure projects.

The City enters into commercial loan agreements to address short-term capital needs. The loan proceeds are used to increase the working capital through acquisition of new machinery and equipment. Every year the City bids out this service and awards it to the lowest bidder.

The Indiana State Revolving Fund Loan Program (SRF) is a program that provides wastewater and drinking water loans, often at reduced interest rates and reduced issuance costs, to Indiana cities and towns. SRF draw-down loans are awarded as a “not-to-exceed” loan amount and the amount is later fixed at the amount actually borrowed to complete the pre-established wastewater or drinking water projects. The interest rate is fixed at the time of the award and the duration is established shortly thereafter. SRF advance loans are mainly shared pool loans. SRF coordinates the financing activities for several Indiana communities and issues bonds on the open market to provide the funding for each community’s projects. The loan amount, interest rate, and duration are fixed at the time of the consolidated loan’s issuance. Occasionally, SRF will make traditional loans with fixed rate, amount and duration.

SRF loans payable are issued on a parity basis with revenue bonds and are collateralized identically by the net revenues of the issuing utility.

<u>Discretely presented component unit:</u>	Balance, 12/31/2022
CIB, a discretely presented component unit, reclassified a sublease for the expansion of the Grand Wayne Center to a loan payable as a result of GASB 87 implementation. Payments are due in installments of \$1,620,000 to \$990,000 plus interest between 3.0 to 5.0 percent through 2028.	\$ 9,815,000

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(Continued)

Annual debt service requirements to maturity for the loans as of December 31, 2022, are as follows:

Year Ended December 31	Governmental Activities			Business-type Activities		
	Principal	Interest	Totals	(Anticipated) Principal	(Anticipated) Interest	(Anticipated) Totals
2023	\$ 10,496,791	\$ 840,604	\$ 11,337,395	\$ 26,490,849	\$ 14,838,297	\$ 41,329,146
2024	9,198,205	621,905	9,820,110	26,951,839	14,214,574	41,166,413
2025	7,805,751	426,900	8,232,651	27,349,745	13,571,892	40,921,637
2026	6,344,008	271,811	6,615,819	29,067,206	12,919,152	41,986,358
2027	4,680,133	159,061	4,839,194	30,020,109	12,217,946	42,238,055
2028-2032	3,698,940	142,163	3,841,103	159,424,095	50,415,809	209,839,904
2033-2037	125,000	4,563	129,563	148,804,293	29,806,556	178,610,849
2038-2042	—	—	—	132,658,741	12,838,521	145,497,262
2043-2047	—	—	—	31,362,553	2,155,495	33,518,048
2048-2052	—	—	—	1,412,000	8,078	1,420,078
2053	—	—	—	178,000	—	178,000
Unissued	—	—	—	(901,842)	—	(901,842)
Total	<u>\$ 42,348,828</u>	<u>\$ 2,467,007</u>	<u>\$ 44,815,835</u>	<u>\$612,817,588</u>	<u>\$162,986,320</u>	<u>\$775,803,908</u>

Discretely presented component units:

Year Ended December 31	Principal	Interest	Totals
2023	\$ 1,620,000	\$ 431,500	\$ 2,051,500
2024	1,685,000	367,000	2,052,000
2025	1,750,000	299,500	2,049,500
2026	1,837,500	212,000	2,049,500
2027	1,932,500	120,000	2,052,500
2028	990,000	36,500	1,026,500
Total	<u>\$ 9,815,000</u>	<u>\$ 1,466,500</u>	<u>\$ 11,281,500</u>

Note 5. Lease Receivable and Implementation of New Accounting Standard

Governmental Activities:

The primary government leases certain property to various third parties, the terms of which expire between 2024 and 2028. The leases were measured based upon the primary government's estimate of its incremental borrowing rate at lease commencement. Revenue recognized under lease contracts during the year ended December 31, 2022 was \$115,633, which includes both lease revenue and interest. In addition, the City also recognized lease revenue of \$65 for the year ended December 31, 2022, for variable payments not previously included in the measurement of the lease receivable.

During the current fiscal year, the primary government began leasing two adjoining second floor rooms of one of its buildings to a third party. The lease is for two-years and the primary government will receive monthly payments of \$1,695. The primary government recognized

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(Continued)

\$11,315 in lease revenue and \$550 in interest revenue during the current fiscal year related to this lease. Also the primary government has a deferred inflow of resources associated with this lease that will be recognized as revenue over the lease term. As of December 31, 2022, the balance of the deferred inflow of resources was \$29,581.

Business Type Activities:

FWCU, through its Water Utility, leases space on its water towers to various third parties, the terms of which expire 2042 through 2049. Payments increase annually based upon the Consumer Price Index (CPI). The leases were measured based upon the CPI at lease commencement. During 2022, FWCU recognized \$68,941 as revenue under lease contracts, which includes both lease revenue and interest.

Implementation of new accounting standard:

In June 2017, the GASB issued Statement No. 87, *Leases*. The statement requires the recognition of lease assets and liabilities for certain leases that previously were classified as operating leases and recognized as inflows of resources or outflows of resources based on the payment provisions of the lease contract. It establishes a single model for lease accounting based on the foundational principle that leases are the financing of the right-to-use an underlying assets. Under the statement, a lessee is required to recognize a lease liability (See Note 4) and tangible right-to-use asset (See Note 3), and a lessor is required to recognize a lease receivable and a deferred inflow of resources (See Note 18), thereby enhancing the relevance and consistency of information about governments' leasing activities. Effective January 1, 2022, the City implemented the provisions of GASB Statement No. 87. This amendment did not have an impact on beginning net position.

Note 6. Deficit Fund Balances

There were no deficit fund balances at December 31, 2022.

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December 31, 2022
(Continued)

Note 7. Interfund Balances and Activity

A. Due To/From Other Funds

The composition of due to/from other funds as of December 31, 2022, is as follows:

Due To	Due From										Total
	General	Highways and Streets	Parks	Redevelopment	Non-major Governmental	Water	Wastewater	Stormwater	Non-major Enterprise	Internal Service	
Governmental:											
General		\$ —	\$ —	\$ —	\$ —	\$ 121,942	\$ 177,918	\$ 50,317	\$ 933	\$ —	\$ 351,110
Summit Dev Corporation	—	—	—	—	—	79,865	132,280	21,773	704	—	234,622
Proprietary:											
Water	2,090,838	3,861	7,063	750	5,112	—	—	—	319,757	317,991	2,745,372
Wastewater	3,349,194	—	—	—	9,710	—	—	—	529,609	311,113	4,199,626
Stormwater	518,827	151,490	—	—	1,732	—	—	—	87,172	67,602	826,823
Non-major Enterprise	1,169	—	—	—	50	6,418	10,630	1,750	2,874	468	23,359
Internal Service	—	—	—	—	—	4,172	3,643	303	2	—	8,120
Totals	\$5,960,028	\$ 155,351	\$ 7,063	\$ 750	\$ 16,604	\$ 212,397	\$ 324,471	\$ 74,143	\$ 941,051	\$ 697,174	\$ 8,389,032

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

B. Interfund Receivables/Payables – Pooled Cash

The following are reported in the fund financial statements:

Receivable Funds

Governmental:

General	\$ 359,139
Redevelopment	1,890
Non-major Governmental	144,214

Proprietary:

Non-major Enterprise	930,168
Total	<u>\$ 1,435,411</u>

Payable Funds

Governmental:

Redevelopment	\$ 1,890
Non-major Governmental	503,353

Proprietary:

Non-major Enterprise	930,168
Total	<u>\$ 1,435,411</u>

The interfund receivable/payable - pooled cash reflects when one fund with positive cash covers another fund with negative cash.

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NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

C. Interfund Transfers:

Interfund transfers for the year ended December 31, 2022 in the fund financial statements were as follows:

Transfer From	Transfer To										Total
	General	Highways and Streets	LIT-ED	Parks	Redevelopment	Community Development Corporation	Non-major Governmental	Water Utility	Non-major Enterprise	Internal Service	
Governmental:											
General	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 4,197,643	\$ —	\$ —	\$ —	\$ 4,197,643
Highways and Streets	—	—	—	—	—	—	1,000,000	—	—	—	1,000,000
LIT-ED	—	4,900,000	5,186,500	80,266	1,895,228	1,837,333	5,569,438	—	—	—	19,468,765
Parks	—	—	—	2,816,907	—	—	—	—	—	—	2,816,907
Fire	—	—	—	—	—	—	554,862	—	—	—	554,862
Redevelopment	—	—	131,921	—	7,093,340	—	9,367,990	—	115,234	—	16,708,485
Community Legacy	—	—	—	—	26,455	—	150,000	—	—	—	176,455
Non-major Governmental	34,200	—	27,542	40,000	300,000	—	2,482,051	—	—	—	2,883,793
Proprietary:											
Water	3,495,564	—	—	—	—	—	—	—	—	—	3,495,564
Wastewater	5,820,456	—	—	—	—	—	—	—	—	—	5,820,456
Stormwater	952,956	—	—	—	—	—	—	280,000	—	—	1,232,956
Non-major Enterprise	—	966,040	—	—	—	—	—	—	—	—	966,040
Internal Service	—	—	—	—	—	—	—	—	—	2,050,000	2,050,000
Total	\$10,303,176	\$5,866,040	\$5,345,963	\$2,937,173	\$9,315,023	\$1,837,333	\$23,321,984	\$ 280,000	\$ 115,234	\$2,050,000	\$ 61,371,926

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

Note 8. Risk Management

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

Self Insurance

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

General and Auto Liability

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(Continued)

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

Worker's Compensation Insurance

Indiana worker's compensation laws require the City to compensate an employee with partial temporary disabilities at a rate of 66.67% of the difference between the employee's average weekly wages before and after the accident. An excess policy covers individual claims in excess of \$550,000 per employee per injury. The risk of loss related to Police Officers and Firefighters is assumed separately from this fund, as defined under the Indiana Police and Fire Pension Fund laws.

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

At December 31, 2022, the total of the liabilities for the Worker's Compensation was \$1,420,224, which is included in other current liabilities of the internal service fund. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2022	\$ 732,114	\$ 2,993,642	\$ 2,305,532	\$ 1,420,224
2021	620,480	769,553	657,919	732,114

Group Health Insurance

An excess policy covers individual claims in excess of \$375,000 per year. In addition, the insurance company assumes the risk when total monthly claims exceed an amount based upon an aggregate monthly factor that averaged \$3,335,501 in 2022.

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

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 (Continued)

At December 31, 2022, the total of the liabilities for the Group Health Insurance was \$2,551,775. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2022	\$ 2,733,955	\$ 25,569,589	\$ 25,751,769	\$ 2,551,775
2021	3,183,340	29,027,422	29,476,807	2,733,955

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(Continued)

Note 9. Segment information

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

Condensed Statement of Net Position

Assets:	
Cash and cash equivalents	\$ 454,954
Receivables:	
Accounts receivable (net of allowance for uncollectibles)	(94)
Capital assets (net of accumulated depreciation)	766,781
Total assets	1,221,641
Liabilities:	
Total liabilities	—
Net position:	
Net investment in capital assets	766,781
Restricted for: Debt service	70,978
Unrestricted	383,882
Total net position	\$ 1,221,641

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

Operating income	\$ 221,077
Depreciation expense	(40,534)
Operating income	180,543
Nonoperating revenues:	
Interest revenue	2,520
Change in net position	183,063
Total net position - beginning	1,038,578
Total net position - ending	\$ 1,221,641

Condensed Statement of Cash Flows

Net cash provided (used) by:	
Operating activities	\$ 221,218
Investing activities	2,520
Net increase in cash and cash equivalents	223,738
Cash and cash equivalents, January 1	231,216
Cash and cash equivalents, December 31	\$ 454,954

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(Continued)

Note 10. Other Postemployment Benefits

A. Single-Employer Defined Benefit Plan

1. City of Fort Wayne Healthcare Plan (includes City Utilities)

Plan Description

The Fort Wayne Retiree Healthcare Plan is a single-employer defined benefit healthcare plan administered by the City of Fort Wayne in an internal service fund. It is funded on a pay-as-you-go basis. The plan provides health care benefits and life insurance to eligible retirees and their spouses. Stand-alone reports are not issued for this plan. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

Benefits Provided

The plan provides comprehensive medical and death benefits as well as life insurance to eligible retirees and their spouses. To be eligible, retirees must have obtained 20 years of service with the City of Fort Wayne (fire participants must also be at least 52 years old). The City and FWCU pay full medical premiums for police and fire retirees and contribute a portion of the medical premium for all other retirees. Coverage ends at Medicare eligibility date and spousal coverage continues after the death of the retiree, until the spouse is eligible for Medicare. The City and FWCU also maintain a life insurance policy on all retirees which meet the same eligibility guidelines. Police and fire participants have a benefit amount of \$17,500 and all other retirees have a benefit amount of \$10,000. Indiana Code 5-10-8 assigns the authority to establish and amend benefit provisions to the City.

Employees Covered by Benefit Terms

The following members were covered by the terms of the plan as of December 31, 2022 using the latest employee census data. The plan's last valuation date was December 31, 2022.

	City of Fort Wayne	City Utilities	Total
Active plan members: fully eligible	302	35	337
Active plan members: not fully eligible	1,238	308	1546
Inactive members currently receiving benefit payments	280	46	326
Inactive plan members with life insurance policy only	585	152	737
Inactive plan members entitled to but not yet receiving benefit payments	—	—	—
Total	<u>2,405</u>	<u>541</u>	<u>2946</u>

Benefit Payments

The benefit payment requirements of plan members are established annually by City Council. The required benefit payments is based on pay-as-you-go financing requirements. Eligible retirees and

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(Continued)

their spouses contribute an amount equal to the amount paid by active employees for premiums. Monthly premiums are as follows:

	Medical with Dental (by deductible)		Dental Only	
Medical and Vision	\$ 3,400.00	\$ 1,200.00		
Retiree	\$ 35.00	\$ 69.00	\$ 12.00	
Spouse	\$ 65.00	\$ 128.00	\$ 20.00	

Police and Fire do not pay contributions.

The City of Fort Wayne and FWCU contribute the remainder of the costs. For the year ended December 31, 2022, these contributions were \$4,870,088 and \$900,997, respectively.

Total OPEB Liability

The City of Fort Wayne and FWCU total OPEB liability of \$137,189,546 and \$14,499,700, respectively was measured as of December 31, 2022 and was determined by an actuarial valuation as of that date. Also note, the current portion of OPEB liability has been recognized and presented for the year ended December 31, 2022 for the City of Fort Wayne and FWCU of \$6,680,200 and \$1,002,094, respectively.

Actuarial Methods and Assumptions

The City of Fort Wayne and FWCU total OPEB liability was determined by an actuarial valuation as of December 31, 2022 using the following actuarial assumptions, applied to all periods included in the measurement, unless otherwise specified:

Inflation rate	2.5%
Salary increases	2.5%
Discount rate	4.31%
Healthcare cost trend rates:	
Medical	9.0% first year, graded down to 5.0% over 11 years
Dental	4.0% per year

Mortality rates were based on Pub-2010 Total Data Set Mortality projected forward using MP-2021 generational future mortality improvement scale. This was a change from the prior measurement period using RP-2014 Total Dataset Mortality Table adjusted to 2008 based mortality and then projected forward using the MP-2020 generational future mortality improvement scale.

The assumptions presented above were the result of an actuarial experience study for that period and are based on plan provisions, past plan experience, and the experience of similar plans.

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Discount Rate

The discount rate used to measure total OPEB liability was 4.31% for 2022. This is a change from the 1.93% discount rate used in the prior measurement date. This discount rate was applied to all periods of projected future benefit payments to determine total OPEB liability. The discount rate used to measure the total OPEB liability is based on 20 year tax-exempt general obligation municipal bonds with a rating of AA/Aa or higher. The discount rate is based on the assumption that the general assets of the City and FWCU will cover the benefits using a pay-as-you-go basis. These assets are a mix of short term, low risk bonds.

Changes in Total OPEB Liability

	City of Fort Wayne	City Utilities	Total
Balance at December 31, 2021	\$ 154,542,468	\$ 16,677,728	\$ 171,220,196
Changes for the year:			
Service cost	6,699,348	663,188	7,362,536
Interest cost	3,042,991	325,545	3,368,536
Differences between expected and actual experience	(7,597,378)	(116,252)	(7,713,630)
Changes in assumptions	(14,627,795)	(2,149,512)	(16,777,307)
Benefit payments	(4,870,088)	(900,997)	(5,771,085)
Net Changes	(17,352,922)	(2,178,028)	(19,530,950)
Balance at December 31, 2022	<u>\$ 137,189,546</u>	<u>\$ 14,499,700</u>	<u>\$ 151,689,246</u>

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following represents the total OPEB liability as well as what the total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.31)% or 1-percentage point higher (5.31)% than the current discount rate:

<u>City of Fort Wayne:</u>	1% Decrease (3.31)%	Current Discount Rate (4.31)%	1% Increase (5.31)%
Total OPEB Liability	<u>\$ 149,166,288</u>	<u>\$ 137,189,546</u>	<u>\$ 126,264,600</u>
 <u>City Utilities:</u>	 1% Decrease (3.31)%	 Current Discount Rate (4.31)%	 1% Increase (5.31)%
Total OPEB Liability	<u>\$ 15,853,051</u>	<u>\$ 14,499,700</u>	<u>\$ 13,298,217</u>
 <u>Total:</u>	 1% Decrease (3.31)%	 Current Discount Rate (4.31)%	 1% Increase (5.31)%
Total OPEB Liability	<u>\$ 165,019,339</u>	<u>\$ 151,689,246</u>	<u>\$ 139,562,817</u>

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December 31, 2022
(Continued)

Sensitivity of the Total OPEB Liability to Changes in Healthcare Cost Trend Rates

The following represents the total OPEB liability as well as what the total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower and 1-percentage point higher than the current healthcare cost trend rates:

<u>City of Fort Wayne:</u>	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 124,159,780	\$ 137,189,546	\$ 152,365,443

<u>City Utilities:</u>	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 13,257,069	\$ 14,499,700	\$ 15,965,299

<u>Total:</u>	<u>1% Decrease</u>	<u>Current Healthcare Cost Trend Rates</u>	<u>1% Increase</u>
Total OPEB Liability	\$ 137,416,849	\$ 151,689,246	\$ 168,330,742

OPEB Expense and Deferred Outflows of Resources and (Inflows) of Resources Related to OPEB

For the year ended December 31, 2022, the following OPEB expense was recognized:

	<u>City of Fort Wayne</u>	<u>City Utilities</u>	<u>Total</u>
Service cost	\$ 6,699,348	\$ 663,188	\$ 7,362,536
Interest cost	3,042,991	325,545	3,368,536
Differences between expected and actual experience	(1,318,369)	(400,267)	(1,718,636)
Changes in assumptions	2,746,432	283,784	3,030,216
Total OPEB expense	\$ 11,170,402	\$ 872,250	\$ 12,042,652

There were no benefit payments made after the measurement date.

For the year ended December 31, 2022, the following deferred outflows of resources and inflows of resources were reported:

<u>City of Fort Wayne:</u>	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ 3,580,753	\$ 18,489,340
Changes in assumptions	24,714,901	13,549,049
Total	\$ 28,295,654	\$ 32,038,389

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<u>City Utilities:</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 427,811	\$ 2,756,772
Changes in assumptions	2,762,443	1,940,822
Total	<u>\$ 3,190,254</u>	<u>\$ 4,697,594</u>

<u>Total:</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 4,008,564	\$ 21,246,112
Changes in assumptions	27,477,344	15,489,871
Total	<u>\$ 31,485,908</u>	<u>\$ 36,735,983</u>

Amounts reported as deferred outflows of resources and deferred (inflows) of resources related to OPEB will be recognized in OPEB expense as follows:

	City of Fort Wayne	City Utilities	Total
For the year ending December 31,			
2023	\$ 1,428,063	\$ (116,483)	\$ 1,311,580
2024	1,428,063	(116,483)	1,311,580
2025	1,428,063	(116,483)	1,311,580
2026	1,428,063	(116,483)	1,311,580
2027	1,428,063	(116,483)	1,311,580
Thereafter	(10,883,050)	(924,925)	(11,807,975)
Total	<u>\$ (3,742,735)</u>	<u>\$ (1,507,340)</u>	<u>\$ (5,250,075)</u>

2. Fort Wayne Public Transportation Corporation Healthcare Plan

Plan Description

The Fort Wayne Public Transportation Corporation (PTC) healthcare plan is a single-employer defined benefit plan providing medical, dental, and life insurance benefits to retirees. Employees who retire prior to age 65 and also meet the Rule of 85 are eligible to be covered under the same health insurance plan that is available for active employees until attainment of age 65. The spouse and family of the retiree are eligible for the same health insurance coverage provided the retiree if the spouse has no other health insurance coverage from the spouse's employer. The Plan is administered by PTC and does not issue a stand-alone report. No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75.

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Benefits Provided

The plan provides the following medical, prescription, dental, and life benefits to eligible retirees and their dependents:

Life Insurance – PTC provides a life insurance benefit of \$10,000 to all retirees as defined by the union agreement.

Health Insurance – Under PTC’s union agreement, full-time employees qualifying for full retirement benefits (age plus service equaling 85) who retire have the option of continuing their group insurance coverage until age 65, at the rate of \$1.00 to \$100 per year. Full-time employees qualifying for retirement who retire on or after January 1, 2010, have the option of continuing their group insurance coverage until age 65, at the rate of \$350 per year. Effective January 1, 2014 and 2013, the rate increased to \$957 and \$600 per year and PTC pays the remaining balance of the health care coverage.

Medicare Supplemental Benefits – Under PTC’s union agreement, retirees and spouses eligible for Medicare are provided an annual Medicare Supplemental Benefit payment.

Employees Covered by Benefit Terms

The employees covered by the OPEB plan at December 31, 2022, are:

Active employees with medical coverage	105
Active employees without medical coverage	9
Inactive employees with medical coverage	11
Inactive employees without medical coverage	45
Total	<u>170</u>

Total OPEB Liability

PTC’s total OPEB liability of \$5,751,028 was measured as of December 31, 2022, and was determined by an actuarial valuation as of January 1, 2022.

The total OPEB liability in the January 1, 2022, actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3%
Salary increases	4%, average, per year
Healthcare cost trend rates	6.5% for 2022, decreasing 0.43% per year to a rate of 5.2% through 2025 and ultimately decreasing to 3.94% in the year 2075
Discount rate	4.31% based on the S&P Municipal Bond 20-Year High Grade Index as of December 31, 2022

Mortality rates were based on the RP-2014 Total Dataset Mortality Table, adjusted to 2006, as appropriate with adjustments for mortality improvements based on Scale MP-2021.

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Changes in Total OPEB Liability

	Total OPEB Liability
Balance, beginning of year	\$ 6,905,522
Changes for the year:	
Service cost	435,394
Interest cost	162,290
Differences between expected and actual experience	(219,168)
Changes in assumptions	(1,405,001)
Benefit payments	(128,009)
Net Changes	(1,154,494)
Balance, end of year	\$ 5,751,028

The discount rate changed from 2.25% at the beginning of the measurement period to 4.31% at the end of the measurement period.

This discount rate was applied to all periods of projected future benefit payments to determine total OPEB liability. The discount rate used to measure the total OPEB liability is based on 20 year tax-exempt general obligation municipal bonds with a rating of AA/Aa or higher. The discount rate is based on the assumption that the general assets of PTC will cover the benefits using a pay-as-you-go basis.

Sensitivity of the Total OPEB Liability to Changes in the Discount Rate

The following represents the total OPEB liability of PTC as well as what PTC's total OPEB liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.31)% or 1-percentage point higher(5.31)% than the current discount rate:

	1% Decrease (3.31)%	Current Discount Rate (4.31)%	1% Increase (5.31)%
Total OPEB Liability	\$ 6,373,176	\$ 5,751,028	\$ 5,206,989

Sensitivity of the Total OPEB Liability to changes in Healthcare Cost Trend Rates

The following represents the total OPEB liability of PTC as well as what PTC's total OPEB liability would be if it were calculated using healthcare cost trend rates that are 1-percentage point lower and 1-percentage point higher than the current healthcare cost trend rates:

	1% Decrease	Current Healthcare Cost Trend Rates	1% Increase
Total OPEB Liability	\$ 5,241,071	\$ 5,751,028	\$ 6,358,001

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OPEB Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to OPEB

For the year ended December 31, 2022, PTC recognized OPEB income of \$(237,990) At December 31, 2022, PTC reported deferred outflows of resources and deferred inflows of resources related to OPEB from the following sources:

	<u>Deferred Outflows of Resources</u>	<u>Deferred Inflows of Resources</u>
Differences between expected and actual experience	\$ —	\$ 1,181,842
Changes in assumptions	719,825	1,520,386
Total	<u>\$ 719,825</u>	<u>\$ 2,702,228</u>

Other amounts reported as deferred outflows of resources and deferred inflows of resources at December 31, 2022, related to OPEB will be recognized in OPEB expense as follows:

For the year ending December 31,

2023	(231,685)
2024	(231,681)
2025	(394,527)
2026	(446,245)
2027	(446,241)
2028	(232,024)
Total	<u>\$ (1,982,403)</u>

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Note 11. Conduit Debt

From time to time, the City of Fort Wayne has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City of Fort Wayne, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2022, there were 7 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for 6 series issued after July 1, 1985 was \$198,284,121. The aggregate principal amount payable for the one series issued prior to July 1, 1985, could not be determined; however, the original issue amount was \$8,452,000. Two of the 7 series of revenue bonds have been subsequently called for redemption. See Note 22 for more details.

Note 12. Restricted Assets

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

Debt Service Reserve

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

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

Sinking Fund

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

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

Debt Service Reserve

In addition to the sinking fund accounts, revenue bonds require debt service "reserve accounts" which require funding at: the lesser of 10% of bond proceeds, the maximum annual principal and interest required thereon, or 125% of the average annual principal and interest requirements thereon. The 2016 Sewage Works Refunder bond requires that the debt service reserve for that particular bond be 10% of par value. The FWCU calculate its debt service reserve accounts on a consolidated basis and may fund the debt service reserve by holding cash or through the purchase of surety bond insurance. Among other requirements, the surety bond insurer must maintain a AAA or Aaa rating with Standards and Poor's or Moody's respectively.

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Prior to 2009, all Utility revenue bonds' debt service reserves were funded through surety bond insurance. As a result of the financial crisis that occurred in late 2008 - early 2009 and up to and including 2022, the surety bond insurers failed to maintain their AAA/Aaa rating. While still insured, this failure to maintain AAA/Aaa ratings required the FWCU to cash fund the debt service reserve accounts for the affected revenue bonds. As of December 31, 2022, all surety bond insurance for Waterworks, Sewage Works, and Stormwater Revenue Bonds have been replaced with cash funded debt service reserves as required by bond ordinance.

Construction

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

Customer Deposits

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

System Development Charge:

System development charges are assessed for all permanent connections to FWCU water system for the purpose of capital expenditures facilitating water system development.

Septic Elimination Program

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

Lead Service Line Replacement

In 2019, the Fort Wayne Board of Public Works authorized the creation of a FWCU Revolving Fund as an alternative funding source and incentive for lead service line replacements. This fund is intended to assist City of Fort Wayne property owners with financing the cost of private lead-service line replacement projects.

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(Continued)

Restricted assets at year-end consisted of the following:

Asset Type/Account	Governmental Funds				Business-type Activities - Enterprise Funds			
	Community Legacy	Summit Dev Corporation	Non-major Governmental	Total	Water Utility	Wastewater Utility	Stormwater Utility	Totals
Cash and cash equivalents								
Debt service reserve	\$ —	\$ —	\$28,607,889	\$28,607,889	\$ 4,510,913	\$ 30,384,714	\$ —	\$ 34,895,627
Capital outlay	—	—	10,956,311	10,956,311	—	—	—	—
Construction	—	231,032	—	231,032	38,592,960	110,208,050	906,229	149,707,239
Customer deposits	—	—	—	—	2,066,511	—	—	2,066,511
System development charge	—	—	—	—	320,575	—	—	320,575
Septic elimination program	—	—	—	—	—	1,943,652	—	1,943,652
Total	—	231,032	39,564,200	39,795,232	45,490,959	142,536,416	906,229	188,933,604
Investments								
Sinking	—	—	—	—	1,322,217	22,951,373	879,500	25,153,090
Debt service reserve	11,817,000	—	—	11,817,000	9,517,914	17,066,876	2,200,550	28,785,340
Construction	—	—	—	—	—	33,482,527	—	33,482,527
System development charge	—	—	—	—	1,871,535	—	—	1,871,535
Lead service line replacement program	—	—	—	—	787,120	—	—	787,120
Total	11,817,000	—	—	11,817,000	13,498,786	73,500,776	3,080,050	90,079,612
Total Restricted Assets	<u>\$11,817,000</u>	<u>\$ 231,032</u>	<u>\$39,564,200</u>	<u>\$51,612,232</u>	<u>\$58,989,745</u>	<u>\$216,037,192</u>	<u>\$ 3,986,279</u>	<u>\$279,013,216</u>

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

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

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

Annual Amount	Period	Period Totals	Amount Received	Future Payments	Interest	Present Value
\$ 1,740,000	3/1/10 to 2/28/13	\$ 5,220,000	\$ 5,220,000	\$ —	\$ —	\$ —
2,200,000	3/1/13 to 2/28/16	6,600,000	6,600,000	—	—	—
2,400,000	3/1/16 to 2/28/21	12,000,000	12,000,000	—	—	—
2,600,000	3/1/21 to 2/28/25	10,400,000	4,983,333	5,416,667	(460,091)	4,956,576
	Totals	<u>\$ 34,220,000</u>	<u>\$ 28,803,333</u>	<u>\$ 5,416,667</u>	<u>\$ (460,091)</u>	<u>\$ 4,956,576</u>

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For accounting purposes, the asset transfer is being treated as an installment sale. As of December 31, 2022, total future payments are \$5,416,667 including interest. The present value is reported as Installments receivable.

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

Note 14. City of Fort Wayne Community Legacy Fund

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

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

In November 2012, the City Council amended the original 1975 authorizing ordinance since there was an approved settlement agreement between the private electric utility and the City of Fort Wayne Electric Utility (see Note 13). The amended ordinance requires that the settlement funds be placed into the Community Legacy Fund (renamed from the Fort Wayne Community Trust) to be used for transformational investment and to leverage additional resources.

Note 15. Tax Abatements

Tax abatements are a valuable incentive to attract new businesses into the Fort Wayne area. Its major impact, however, is to stimulate reinvestment by existing businesses by phasing in the amount of taxes they have to pay on new investments in real and personal property. The types of businesses targeted are those in manufacturing, warehousing, distribution, commercial, and/or service industries. Indiana Code 6-1.1-12 allows communities within the state to offer real and/or personal property tax abatements to be phased in over a period of up to ten years. Abatement percentages are on a declining percentage per year. As of December 31, 2022, the City of Fort Wayne offers abatements on two types of investments - (1) real estate and (2) personal property improvements and has an economic development staff that administers the tax abatement program within its corporate boundaries.

Abatements are granted for property located in an Economic Revitalization Area, defined as an area within the corporate limits of the city that has become "undesirable for, or impossible of, normal development and occupancy because of lack of development, cessation of growth, deterioration of improvements, or character of occupancy, age, obsolescence, substandard buildings, or other factors which have impaired values or prevented a normal development of property."

Applicants must complete and submit an approved application form and all of the required attachments, as well as a State of Indiana Statement of Benefits form. If both real and personal property improvements are involved, a Statement of Benefits form must be completed for each.

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The Community Development Division staff will review the application and prepare it for the Fort Wayne Common Council's consideration and approval.

The amount of abatement is determined by the economic development staff based on a scoring point system which provides the guideline of over how many years the taxes will be phased in. The calculations are based on the amount of investment being made and not the actual assessed value which is determined by the County Auditor/Assessor's Office. Once the phase-in schedule is approved by the Fort Wayne Common Council, it is applied to the increased assessed value and property taxes adjusted accordingly. No other commitments are made by the City as part of these agreements.

Real Property Tax Abatements

For tax abatements related to real property, the purchase of land does not qualify for a deduction; only a structure or building. Abatement is only for the increase in the assessed value of the property through the construction of new structures, additions to existing structures, and/or the remodel or repair of a structure that results in an increase in assessed value. Projects located in economic development target areas are eligible for a ten year deduction (tax phase-in) from real property improvements. No other commitments are made by the City as part of these agreements.

Projects involving the redevelopment or rehabilitation of a speculative building of at least 50,000 square feet may receive a ten-year deduction (tax phase-in) from real property improvements. Projects not located in economic development target areas may be eligible for a three, five, seven, or ten-year deduction (tax phase-in) from real property improvements based on the local review system.

Personal Property Tax Abatements

Personal property tax abatements are for equipment and machinery used for the production, manufacturing, fabrication, assembly, or processing of other personal property. In addition, equipment used for research and development, information technology systems, and on-site logistical equipment are eligible for abatement. Used equipment can qualify for abatement if not previously used and taxed in Indiana. Projects located in economic development target areas are eligible for a three, five, seven, or ten-year deduction (tax phase-in) from personal property improvements based on the local review system.

Projects not located in economic development target areas may be eligible for a three-, five-, seven-, or ten-year deduction (tax phase-in) from personal property improvements based on the local review system.

Projects where wages paid on all jobs created are 10% or above the average wage in Fort Wayne by occupation and are eligible for a seven or ten year deduction based on the local review system may be granted an alternate deduction schedule.

Commitments Made by Abatement Recipients

In order to obtain an abatement, applicants must indicate that they will retain jobs and/or create new jobs at a specified total salary. Based on the duration of their phase-in, the applicant is expected to maintain 75% of what was indicated in their application or be found to be non-compliant.

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Provisions for Recapturing Abated Taxes

Although the City does not have any formal policy concerning the recapturing of abated taxes should the recipient not fulfill their agreed requirements, once the City becomes aware of such a situation, the abatement could be terminated based on Fort Wayne Common Council determination.

If the taxpayer and /or applicant ceases operations at the designated site for which a deduction has been granted and the Fort Wayne Common Council finds that the taxpayer and/or applicant obtained the deduction by providing false information concerning the continuing operation at the facility, the taxpayer and/or applicant shall pay back the deduction as determined by the county.

Information relevant to the disclosure of those programs for the fiscal year ended December 31, 2022 is:

<u>Tax Abatement Program</u>	<u>Amount of Taxes Abated during the Fiscal Year</u>
Real Property Abatements	\$ 2,371,940
Personal Property Abatements	1,417,470

Note 16. Unearned Revenue

The City reports the following unearned revenue balances in the governmental funds as of December 31, 2022:

	<u>Intergovern- mental</u>	<u>Installment Interest</u>	<u>Miscellaneous Other</u>	<u>Total</u>
Parks	\$ —	\$ —	\$ 55,557	\$ 55,557
Community Legacy	—	3,281,642	—	3,281,642
Other Non-major Governmental	46,150,709	—	—	46,150,709
Total	<u>\$ 46,150,709</u>	<u>\$ 3,281,642</u>	<u>\$ 55,557</u>	<u>\$ 49,487,908</u>

Note 17. Deferred Outflows of Resources

The City reports the following balances of deferred outflows of resources in the Statement of Net Position as of December 31, 2022:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Component Units</u>
Debt refunding loss	\$ —	\$ 376,905	\$ 376,905	\$ —
Outflows of resources related to OPEB (See Note 10)	28,295,654	3,190,254	31,485,908	719,825
Outflows of resources related to pensions (See Note 24)	60,344,887	5,162,737	65,507,624	1,039,086
Total	<u>\$ 88,640,541</u>	<u>\$ 8,729,896</u>	<u>\$ 97,370,437</u>	<u>\$ 1,758,911</u>

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Note 18. Deferred Inflows of Resources

The City reports the following balances of deferred inflows of resources in the Statement of Net Position as of December 31, 2022:

	Governmental Activities	Business-type Activities	Total	Component Units
Inflows of resources related to Leases (See Note 5)	\$ 444,787	\$ 1,092,840	\$ 1,537,627	\$ —
Inflows of resources related to OPEB (See Note 10)	32,038,389	4,697,594	36,735,983	2,702,228
Inflows of resources related to pensions (See Note 24)	4,611,369	765,566	5,376,935	5,448,563
Total	<u>\$ 37,094,545</u>	<u>\$ 6,556,000</u>	<u>\$ 43,650,545</u>	<u>\$ 8,150,791</u>

The City reports the following deferred inflows of resources balances in the governmental funds as of December 31, 2022:

	Taxes Receivable	Intergovern- mental	Assessments	Lease Receivable	Total
General	\$ 11,092,129	\$ 10,623	\$ —	\$ 29,581	\$ 11,132,333
LIT-ED	13,041,361	—	—	—	13,041,361
Parks	891,553	—	—	32,525	924,078
Fire	2,504,704	—	—	—	2,504,704
Redevelopment	39,426	—	—	382,681	422,107
Other Non-major Governmental	2,336,564	3,032,620	244,398	—	5,613,582
Total	<u>\$ 29,905,737</u>	<u>\$ 3,043,243</u>	<u>\$ 244,398</u>	<u>\$ 444,787</u>	<u>\$ 33,638,165</u>

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Note 19. Fund balance classification

City's governmental fund balances as of December 31, 2022 are classified as below:

	General	Highways and Streets	LIT-ED	Parks	Fire	Redevelop- ment	Community Legacy	Summit Dev Corporation	Non-major Governmental Funds	Totals
<u>Nonspendable fund balance</u>										
Inventories	\$ 670,955	\$ 1,222,704	\$ —	\$ 146,120	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,039,779
Total nonspendable fund balance	670,955	1,222,704	—	146,120	—	—	—	—	—	2,039,779
<u>Restricted fund balance</u>										
General government	—	—	—	—	—	—	—	—	588,925	588,925
Public safety	—	—	—	—	—	—	—	—	4,271,199	4,271,199
Highways and streets	—	—	—	—	—	—	—	—	717,197	717,197
Health and welfare	—	—	—	—	—	—	—	—	972,300	972,300
Economic opportunity	—	—	—	—	—	—	—	—	243,290	243,290
Economic development	—	—	—	—	—	—	—	—	28,348,894	28,348,894
Urban redevelopment and housing	—	—	—	—	—	—	—	—	9,793,185	9,793,185
Total restricted fund balance	—	—	—	—	—	—	—	—	44,934,990	44,934,990
<u>Committed fund balance</u>										
General government:										
Street and road infrastructure	1,447,891	—	—	—	—	—	—	—	—	1,447,891
Betterments	8,099,567	—	—	—	—	—	—	—	—	8,099,567
Other	36,016	—	—	—	—	—	—	—	5,567,846	5,603,862
Public Safety:										
Other	6,577	—	—	—	—	—	—	—	5,502	12,079
Highways and streets:										
Street and road infrastructure	—	2,392,315	4,811,034	—	—	—	—	—	6,452,871	13,656,220
Other	—	—	2,325	—	—	—	500,000	—	—	502,325
Economic development:										
Riverfront Development	—	—	1,549,913	—	—	—	—	—	—	1,549,913
Strategic, marketing, and incentive funds	10,118	—	—	—	—	—	—	—	—	10,118
Skyline Parking Garage	—	—	—	—	—	36,237	—	—	—	36,237
Other	30,861	—	2,813,593	—	—	—	—	—	—	2,844,454
Culture and recreation:										
Parks property maintenance and operation	—	—	—	1,411,362	—	—	—	—	—	1,411,362
Urban redevelopment and housing:										
Harrison square stadium maintenance	—	—	—	—	—	94,141	—	—	—	94,141
Tax increment financing districts	—	—	—	—	—	272,814	—	—	—	272,814
Other	—	—	—	—	—	1,107,391	—	—	—	1,107,391
Total committed fund balance	9,631,030	2,392,315	9,176,865	1,411,362	—	1,510,583	500,000	—	12,026,219	36,648,374
<u>Assigned fund balance</u>										
General government:										
Betterments	103,313	—	—	—	—	—	—	—	—	103,313
Vehicle and equipment replacements	—	—	—	—	—	—	—	—	6,847,959	6,847,959
Technology upgrades	—	—	—	—	—	—	—	—	354,847	354,847
Neighborhood improvements	—	—	—	—	—	—	—	—	2,239,577	2,239,577
Debt reserves	—	—	—	—	—	—	—	—	75,809	75,809
Other	294,386	—	—	—	—	—	—	—	4,592,906	4,887,292
Public safety:										
Law enforcement training	—	—	—	—	—	—	—	—	3,352,872	3,352,872

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(Continued)

	General	Highways and Streets	LIT-ED	Parks	Fire	Redevelopment	Community Legacy	Summit Dev Corporation	Non-major Governmental Funds	Totals
										(Continued)
(Continued)										
Code enforcement	—	—	—	—	—	—	—	—	7,611,561	7,611,561
City-County communications operations	—	—	—	—	—	—	—	—	120,415	120,415
Other	375,390	—	—	—	15,263,461	—	—	—	263,804	15,902,655
Highways and streets:										
Street and road infrastructure	—	—	35,859	—	—	—	—	—	1,437,798	1,473,657
Operations	69,546	11,229,141	—	—	—	—	—	—	—	11,298,687
Economic development:										
Downtown over/under passes	—	—	—	—	—	—	27,131	—	—	27,131
Community legacy transformation projects	—	—	—	—	—	—	39,516,657	—	—	39,516,657
Strategic, marketing, and incentive funds	—	—	365,811	—	—	—	—	—	—	365,811
Other	136,285	—	28,965,184	—	—	—	—	58,922	—	29,160,391
Culture and recreation:										
Parks property maintenance and operation	—	—	—	24,310,613	—	—	—	—	—	24,310,613
Other	—	—	—	520	—	—	—	—	420,036	420,556
Urban redevelopment and housing:										
Tax increment financing districts	—	—	—	—	—	44,310,981	—	—	—	44,310,981
Harrison square stadium maintenance	—	—	—	—	—	1,552,359	—	—	—	1,552,359
Redevelopment parking garages operations	—	—	—	—	—	2,501,373	—	—	—	2,501,373
Debt service	—	—	—	—	—	7,551,318	—	—	—	7,551,318
Other	—	—	—	—	—	10,426,136	—	—	—	10,426,136
Total assigned fund balance	<u>978,920</u>	<u>11,229,141</u>	<u>29,366,854</u>	<u>24,311,133</u>	<u>15,263,461</u>	<u>66,342,167</u>	<u>39,543,788</u>	<u>58,922</u>	<u>27,317,584</u>	<u>214,411,970</u>
Unassigned fund balance	<u>42,147,633</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>42,147,633</u>
Total fund balances	<u>\$ 53,428,538</u>	<u>\$ 14,844,160</u>	<u>\$ 38,543,719</u>	<u>\$ 25,868,615</u>	<u>\$ 15,263,461</u>	<u>\$ 67,852,750</u>	<u>\$ 40,043,788</u>	<u>\$ 58,922</u>	<u>\$ 84,278,793</u>	<u>\$ 340,182,746</u>

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NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Note 20. Redevelopment and Summit Development Corporation Projects

Grand Wayne Center Expansion Project

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

The CIB titled the GWC to the Redevelopment Authority so the special obligation bonds sold by the RA would have a secured interest. For legal reasons, the RC leases the GWC from the RA. The RC subleases the GWC to the CIB. The CIB makes lease payments to the RC. The RC makes lease payments to the Redevelopment Authority. The Redevelopment Authority uses these payments to retire the special obligation bonds they issued to finance the renovation and expansion. The CIB will report on their financial statements a Loan payable, which is the net present value of the loan payable at December 31, 2022. The Redevelopment Authority will report on their financial statements the principal and interest payments made for the year.

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

Harrison Square Project

The RA was also chosen to be the financing entity for financing the multi-use stadium, public park, and parking garage components of the Harrison Square Project (HS). The RC transferred title to the HS real estate to the RA. The RA issued special obligation bonds secured by a lease of HS to the RC. The RC will make lease payments to the RA from the Jefferson Point Tax Incremental Financing Project and LIT-ED funds, and the Downtown Fort Wayne Community Revitalization Enhancement District (CRED). The RA will use these payments to retire the special obligation bonds. The RC has entered into a Stadium License Agreement and Stadium Management Agreement with Fort Wayne Professional Baseball LLC (a private entity) to operate and manage the multi-use stadium. ABM Industries operates and manages the parking garage. Revenues from these sources will be used to pay on-going expenses and capital improvements. When the special obligation bonds are retired, the RA will transfer title of the HS real estate to the RC.

Skyline Parking Garage Project including Ash Brokerage Building

The RA was the financing entity chosen to finance the construction of the Skyline Parking Garage Project (SPG). The garage will support an urban mixed use building totaling 170,000 square feet and consisting of retail and office space, and 124 high rise residential apartments. It will also support the payment for capitalized interest and all 2014A bond issuance expenses. The RC has transferred title for the SPG real estate to the RA. The RA has issued special obligation bonds secured by a lease of SPG to the RC. The RC will make debt payments directly to the Bond Trustee on behalf of the RA to cover expenses and debt service. When the special obligation

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 (Continued)

bonds are retired in 2034 or sooner, the RA will transfer title of the SPG to the RC. Funding for the debt payments are from tax increment revenues collected in the Civic Center Urban Renewal Area, along with other revenues made available to the RC. In 2016, CIB pledged \$6.5 million to the RC for ten years to the debt service. This is accounted for under GASB Statement No. 33, *Accounting and Financial Reporting for Nonexchange Transactions*. Annual payments are made from expected future revenues of CIB's food and beverage tax fund upon written request. The balance of pledged revenues at December 31, 2022 is \$2,275,000 and anticipated payments are scheduled below.

	Payments
2023	\$ 650,000
2024	650,000
2025	650,000
2026	325,000
Total	\$ 2,275,000

Skyline Tower Project

The RA is financing \$4 million of \$40 million needed for the construction of the Skyline Tower Project, which is the urban mixed use building referred to under Skyline Parking Garage, above. The RC will make debt payments directly to the Bond Trustee on behalf of the RA to cover expenses and debt service. Funding for the debt payments will be from tax increment revenues collected in the Civic Center Urban Renewal Area.

Electric Works Project

The Redevelopment Authority (RA) was the financing entity chosen to partner in the construction and rehabilitation of the Electric Works West Campus Project. The Electric Works project is to develop, through a public-private partnership, the former General Electric campus into a mixed-use district of innovation, energy, and culture offering office, retail, and entertainment uses.

The Board of Public Works (BPW) conveyed public infrastructure assets owned by the City to the Redevelopment Commission (RC). The RC then sold the assets to the RA which leased the assets back from the RA. The RA issued revenue bonds to pay for the asset the RC sold to the RA. The RC then granted the proceeds from the sale to the Broadway-Taylor Development Corporation (BTDC), (formerly a blended component unit of the City of Fort Wayne) in accordance with the financing agreement. BTDC paid out the funds to the Downtown Development Trust, who disbursed the funds to the development entity for development costs in accordance with the construction, rehabilitation, and repair agreement. CIB entered into an agreement with the RC pledging food and beverage tax revenue of \$65,765,000 as the source of payment for the principal and interest on the \$43,165,000 Electric Works Revenue Bonds of 2020. When the bonds are retired in 2045 or sooner, the assets will be conveyed back to BPW.

This pledge of food and beverage tax revenues from CIB is accounted for under GASB Statement No.48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* whereby pledged revenues will only be recognized in the current year financial statements for which they are obligated. Future pledged revenues are included in the notes and the following schedule outlines the anticipated annual payments ranging from \$1,439,000 to \$2,931,000 per year:

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(Continued)

	Payments
2023	\$ 1,439,000
2024	1,439,000
2025	1,439,000
2026	2,929,000
2027	2,929,000
2028-2032	14,647,000
2033-2037	14,647,000
2038-2042	14,646,000
2043-2045	8,784,000
Total	\$ 62,899,000

Riverfront at Promenade Parking Garage

On February 5, 2021, Summit Development Corporation (tenant) and Redevelopment Commission (subtenant) entered into a parking structure lease with Fort Wayne Garage Associates Two, LLC (landlord) to lease the Riverfront at Promenade Parking Garage. The commencement date of the lease does not begin until the landlord delivers to the tenant a notice of substantial completion. This notice was delivered on January 21, 2022. With this agreement the subtenant will pay the landlord semi-annual rental payments over a 25 year period totaling approximately \$76.8 million. The City has pledged LIT-ED revenues for these payments. There is an option to purchase at the end of the lease with a tenant in common interest.

This pledge of food and beverage tax revenues from CIB is accounted for under GASB Statement No.48, *Sales and Pledges of Receivables and Future Revenues and Intra-Entity Transfers of Assets and Future Revenues* whereby pledged revenues will only be recognized in the current year financial statements for which they are obligated. The CIB and RC signed an agreement in which CIB pledged \$25,750,000 towards the lease payments. Future pledged revenues are as follows:

	Payments
2023	\$ 1,250,000
2024	1,000,000
2025	1,000,000
2026	1,000,000
2027	1,000,000
2028-2032	5,000,000
2033-2037	5,000,000
2038-2042	5,000,000
2043-2045	4,000,000
Total	\$ 24,250,000

Tax Increment Revenue Bonds

These bonds are issued to provide funds for the construction and maintenance of the City's infrastructure, such as streets and utilities and certain economic development projects. These bonds will be repaid from amounts levied against property owners that will benefit by this construction, this funding activity is known as tax increment financing. Tax increment revenue bonds outstanding as of December 31, 2022 are as follows:

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(Continued)

	Issue Dates	Final Maturity Dates	Interest Rates	Outstanding
2017 Taxable Economic Development Revenue Bonds (Superior Lofts, LLC Project)	5/31/2017	6/30/2029	2.26 %	\$ 977,249
2019 Taxable Economic Development Revenue Bonds (Fox and Main LLC Project) Series A	5/31/2019	12/31/2035	— %	2,132,806
2019 Taxable Economic Development Revenue Bonds (Fox and Main LLC Project) Series B	5/31/2019	12/31/2035	— %	1,080,000
2019 Taxable Economic Development Revenue Bonds (Fox and Main LLC Project) Series C	5/31/2019	12/31/2035	— %	750,000
Total Tax Increment Revenue Bonds				<u>\$ 4,940,055</u>

Note 21. Commitments and Contingencies

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

Consent Decree

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

Aqua Agreement

As part of an Asset Acquisition Agreement ("Agreement") executed December 4, 2014, FWCU shall pay \$2.75 per thousand gallons of sewage conveyed to Aqua Indiana, Inc., and a minimum of \$1,505,625 per year for each of the first five years after effective date. The effective date is the latest of the following dates: 1) the effective date of approval by the IURC, 2) The effective date of the approval by IDEM in a manner and upon discharge parameters that are consistent with the Preliminary National Pollutant Discharge Elimination System Standards, or 3) the date of the Purchased Assets Closing, as defined in the Agreement. The rate and minimum shall be adjusted by a consumer price index (CPI) escalator and will cover an additional five years. For years 11

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(Continued)

through 15, the rate will escalate by a CPI escalator and the annual minimum shall be \$120,000 per year.

Other

The FWCU have entered into many contracts for various construction projects. Remaining contract payments as of December 31, 2022 for each utility are as follows:

Water Utility	\$ 8,251,486
Wastewater Utility	94,312,162
Stormwater Utility	1,715,410
	<u>\$ 104,279,058</u>

No Civil City Commitments and Contingencies as of the date of this report have been issued.

Major Utility Projects

Major contracts awarded subsequent to December 31, 2022:

Board of Works Award Date	Vendor	Major Contract Project Description	Amount
<u>Water Utility</u>			
02/21/2023	Midwest Trenchless Services, LLC	Glenwood Park Area WMR	\$ 1,042,000
01/24/2023	Pinpoint Directional Drilling Inc.	Covington Dells Water Main Extension	365,588
01/10/2023	Midwest Trenchless Services, LLC	Flaugh Road Water Main Extension	904,200
01/24/2023	Shambaugh & Son, LP	FLP to WWPS Electrical Intertie FLP Site Construction	819,345
01/31/2023	Neptune Technology	Small Water Meters Purchase	207,905
01/31/2023	Nugent Inc.	Water Meter Purchase	206,285
01/31/2023	Ferguson Enterprises Inc.	Water Meter Purchase	219,556
		Total Water Utility	<u>\$ 3,764,879</u>
<u>Wastewater Utility</u>			
01/24/2023	S&S Directional Boring, Ltd.	Rothman Siphon Additional Barrel	\$ 1,335,265
01/31/2023	Bercot, Inc.	Steeplechase Lift Station Elimination	1,149,322
01/10/2023	R.G. Zachrich Construction, Inc.	Griswold Lift Station Improvements	414,800
01/31/2023	Neptune Technology	Small Water Meters Purchase	207,905
		Total Wastewater Utility	<u>\$ 3,107,292</u>

Note 22. Subsequent Events

On February 14, 2023, the Common Council of the City of Fort Wayne authorized the issuance of Taxable Economic Development Revenue Bonds for the Village Premier Project in one or more series in a combined principal amount not to exceed \$4,500,000.

On February 28, 2023, the Common Council of the City of Fort Wayne approved an additional appropriation from the Law Enforcement Training fund for \$2,153,528 for the purchase of ammunition, light weight rifle plates, bat shields, and moving radars.

On February 28, 2023, the Common Council of the City of Fort Wayne approved an additional appropriation from the Motor Vehicle Highway (MVH) fund for \$1,028,537 for payment of bridge

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maintenance. Such funds were budgeted in 2022 but were unable to be encumbered for a project by year-end due to delays in design and supply chain issues.

On February 28, 2023, the Common Council of the City of Fort Wayne approved an additional appropriation from the Local Income Tax - Economic Development Distribution (LIT-ED) fund for \$1,072,151 for payment of construction services. Such funds were budgeted in 2022 but were unable to be encumbered for a project by year-end due to delays in design and supply chain issues.

On February 28, 2023, the Common Council of the City of Fort Wayne approved additional appropriations from the ARPA fund for \$4,021,977 and \$2,2580,000 for solid waste collection and public safety equipment, respectively.

On February 28, 2023, the Common Council of the City of Fort Wayne approved a resolution for the distribution of funds from the City of Fort Wayne Community Legacy Fund in the amount of \$1,000,0000 for the Bridge of Grace Hope Unleashed Project.

On March 28, 2023, the Common Council of the City of Fort Wayne approved a funding agreement between the City of Fort Wayne and Three Rivers Ambulance Authority in an amount up to \$3,000,000.

On March 28, 2023, the Common Council of Fort Wayne approved the City of Fort Wayne (Civil City) to finance the purchase of various vehicles and equipment. Per the ordinance, all vehicles and equipment shall not exceed the gross cost, excluding financing costs of \$12,200,000.

On March 28, 2023, the Common Council of Fort Wayne approved the City of Fort Wayne (FWCU) to finance the purchase of various vehicles and equipment. Per the ordinance, all vehicles and equipment shall not exceed the gross cost, excluding financing costs, of \$2,350,000.

On April 11, 2023, the Common Council of the City of Fort Wayne approved an additional appropriation from the ARPA fund for \$2,000,000 for Franke Park Phase 1 increased costs.

On April 11, 2023, the Common Council of the City of Fort Wayne approved an additional appropriation from the General fund for \$2,000,000 for Three Rivers Ambulance Authority ("TRAA") per the terms of the funding agreement between the City of Fort Wayne and TRAA.

On May 23, 2023, the Common Council of the City of Fort Wayne approved additional appropriations from the Local Income Tax - Non-Reverting fund for \$3,767,153 and \$931,803 for contracted services and purchase of land, respectively. Such additional appropriations were for unspent budgeted funds from 2017 - 2022.

On May 31, 2023, Do Good Foods failed to make payments required under Section 3.1(c) of the conduit debt loan agreement dated December 1, 2022. Therefore, on June 1, 2023, economic development solid waste facility revenue bonds of \$135,000,000 will be called for mandatory full redemption and \$13,950,000 of the \$18,220,000 revenue bonds will be called for mandatory partial redemption.

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(Continued)

Note 23. Net Investment in Capital and Lease Assets

As of December 31, 2022, Net Investment in capital and lease assets is calculated as follows:

	Governmental Activities	Business-type Activities	Total
Net capital and lease assets	\$ 991,406,460	\$ 1,423,396,050	\$ 2,414,802,510
Less:			
Capital assets included in accounts payable	—	(21,013,435)	(21,013,435)
Total lease liability	(59,655,183)	—	(59,655,183)
Total notes and loans payable	(42,348,828)	(612,817,588)	(655,166,416)
Total general obligation bonds payable, net	(13,999,732)	—	(13,999,732)
Total special obligation bonds payable, net	(144,476,401)	—	(144,476,401)
Total first mortgage bonds payable, net	(7,311,115)	—	(7,311,115)
Total revenue bonds payable, net	—	(274,604,438)	(274,604,438)
Add:			
Debt not related to capital assets	3,210,000	—	3,210,000
Unspent bond/loan proceeds	52,451,217	179,141,735	231,592,952
Unamortized refunding loss	—	376,905	376,905
Net Investment in capital and lease assets	<u>\$ 779,276,418</u>	<u>\$ 694,479,229</u>	<u>\$ 1,473,755,647</u>

Note 24. Pension Plans

A. Single-Employer Defined Benefit Pension Plans

1. 1937 Firefighters' Pension Plan

Plan Administration

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

Benefits Provided

The plan provides retirement, disability, and death benefits to plan members and beneficiaries. Benefits are provided either through a life annuity or a joint and survivor annuity with 60% continuation to the surviving beneficiary. Starting on July 1, 2019 under Senate Enrolled Act No. 85 (SEA 85), this benefit increased to 70% assuming the death did not occur in the line-of-duty. The benefit provisions of the 1937 Firefighters' Pension Plan for non-converted members are set forth in Indiana Code 36-8-7. The benefit provisions for converted members are set forth in

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(Continued)

Indiana Code 36-8-8. Unless specifically denoted, provisions for converted and non-converted members are the same. All full-time, fully-paid firefighters who were hired before May 1, 1977 or rehired between April 30, 1977 and February 1, 1979 are eligible participants. The pension plan is closed to new entrants.

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age fifty-two with twenty or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First Class Firefighter, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with 32 years of service. Starting July 1, 2019 under SEA 85, the 50% will increase to 52%.

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

Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Firefighter. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. For converted plan members, the disability benefit is equal to the benefit the member would have received if the member had retired. If a converted member does not have twenty years of service or is not at least age fifty-two on the date of disability, the benefit is computed as if the member does have twenty years of service and is age fifty-two at the date of disability. In cases of catastrophic physical personal injuries that result in a degree of impairment of at least 67% and permanently prevents the member from performing any gainful work, the member will receive an enhanced disability benefit equal to 100% of base salary. Additionally, the benefit is increased by any increase in the base salary after commencement.

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

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

Benefits for non-converted retired members are increased annually based on increases in the First Class Firefighter's salary as approved by the employer. Converted retired member benefits

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(Continued)

are increased annually based on increases in the CPI-U index. The increase is subject to a 3% maximum and 0% minimum.

Deferred Retirement Option Plan

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

Plan membership

Plan membership at December 31, 2022, consisted of 180 retirees and beneficiaries currently receiving benefits.

Contributions

Plan members are required by state statute (Indiana Code 36-8-7-8) to contribute an amount equal to 6.0% of the salary of a First Class Firefighter until they have completed thirty-two years of service. There are no active employees. Therefore, there is no covered payroll or plan member contributions.

Actuarial valuations are performed annually for the 1937 Firefighters' Pension Plan. Benefits to members of the Plan are funded on a pay-as-you-go basis by certain revenues and appropriations from the State of Indiana to the Pension Relief Fund. The Pension Relief Fund has been created within the Indiana Public Retirement System (INPRS) and is administered by INPRS and is used as a temporary holding account for collecting State revenues and appropriations before funds are distributed to employers. Amounts required to pay benefits are distributed from the fund to the City. The City has recognized these on-behalf payments of \$6,277,682 during 2022 as contributions and benefit payments in the Fire Pension Fund. The plan is not administered through a trust that meets the criteria of paragraph 3 of GASB Statement No. 67, *Financial Reporting for Pension Plans*.

Investments

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

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(Continued)

Net Pension Liability

Standard actuarial techniques were used to calculate the total pension liability computed as of the December 31, 2022 measurement date. The components of the net pension liability of the 1937 Firefighters' Pension Plan at December 31, 2022, were as follows:

Total pension liability	\$ 59,633,878
Plan fiduciary net position	—
Net pension liability	\$ 59,633,878
Plan fiduciary net position as a percentage of the total pension liability	— %

Actuarial Assumptions

The actuarial assumptions used in the December 31, 2022 valuation were selected and approved by the INPRS Board of Trustees and are consistent with the results of an experience study adopted in June 2020, which reflects the experience period beginning July 1, 2015 and ending June 30, 2019.

The actuarial assumptions for the December 31, 2022 valuation changed slightly from the prior year. The interest rate increased from 1.39% for the December 31, 2021 valuation to 4.12% for the December 31, 2022 valuation. This rate is equal to the Barclay's 20 year Municipal Bond Index as of December 31, 2022. The salary increase of 2.65% did not change from the prior year. The cost-of-living increase of 2.65% did not change from the prior year for non-converted members. For converted members the cost of living is as follows: 1.90% on July 1, 2021; 1.95% thereafter to 3.00% on July 1, 2022; 1.95% thereafter for converted members.

The total pension liability was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.00 %
Salary increases	2.65 %
Cost-of-living increases	
Non-converted	2.65 %
Converted	3.00% on July 1, 2022; 1.95% thereafter

The mortality table used has remained the same as the prior year. The Pub-2010 Public Retirement Plans Mortality Table (Amount-Weighted) with a fully generational projection of mortality improvements using SOA Scale MP-2019 was used for the December 31, 2022 valuation period.

The actuarial cost method used for computing the total pension liability is the Entry Age Normal - Level Percent of Payroll method. The normal cost is calculated separately for each active member and is equal to the level percentage of payroll needed as an annual contribution from entry age to retirement age to fund projected benefits. The actuarial accrued liability on any valuation date is the accumulated value of such normal costs from entry age to the valuation date.

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December 31, 2022
(Continued)

Discount Rate

The discount rate is set equal to the Barclay's 20-year Municipal Bond Index rate of 4.12% as of December 31, 2022. The discount rate increased from the 1.39% used for the December 31, 2021 calculation of the net pension liability. The projection of cash flows used to determine the discount rate considered the fact that the on-behalf contributions made by the State of Indiana are made as benefit payments become due for payment.

Based on those assumptions, the pension plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current active and inactive employees.

Schedule of Changes in Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at December 31, 2021	\$ 74,080,775	\$ 267,823	\$ 73,812,952
Changes for the year:			
Interest cost	1,053,371	—	1,053,371
Differences between expected and actual experience	4,856,313	—	4,856,313
Assumption changes	(14,046,577)	—	(14,046,577)
Benefit payments	(6,310,004)	—	(6,310,004)
Contributions - other		134,134	(134,134)
Non-employer contributing entity contributions	—	6,277,682	(6,277,682)
Net investment income	—	2,748	(2,748)
Benefit payments, including refunds and employee contributions	—	(6,650,952)	6,650,952
Administrative expense	—	(31,435)	31,435
Net changes	(14,446,897)	(267,823)	(14,179,074)
Balance at December 31, 2022	\$ 59,633,878	\$ —	\$ 59,633,878

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following represents the net pension liability of the City, calculated using the discount rate of 4.12%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.12%) or 1-percentage point higher (5.12%) than the current rate:

	1% Decrease (3.12%)	Current Rate (4.12%)	1% Increase (5.12%)
Net Pension Liability	\$ 64,179,028	\$ 59,633,878	\$ 55,643,457

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

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December 31, 2022
(Continued)

Interest cost	\$ 1,053,371
Administrative expenses	31,435
Liability experience (gains)/losses	4,856,313
Assumption changes	(14,046,577)
Other contributions	(134,134)
Investment (gains)/losses	<u>(2,748)</u>
Total pension income	<u>\$ (8,242,340)</u>

For the year ended December 31, 2022, the City recognized pension income of \$8,242,340.

At December 31, 2022, there were no deferred outflows or inflows of resources to report. All deferred outflows and inflows of resources arising prior to fiscal year 2022 have been fully amortized as of December 31, 2022.

2. 1925 Police Officers' Pension Plan

Plan Administration

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

Benefits Provided

The plan provides retirement, disability, and death benefits to plan members and beneficiaries. Benefits are provided either through a life annuity or a joint and survivor annuity with 60% continuation to the surviving beneficiary. Starting on July 1, 2019 under Senate Enrolled Act No. 85 (SEA 85), this benefit increased to 70% assuming the death did not occur in the line-of-duty. The benefit provisions of the 1925 Police Officers' Pension Plan for non-converted members are set forth in Indiana Code 36-8-6. The benefit provisions for converted members are set forth in Indiana Code 36-8-8. Unless specifically denoted, provisions for converted and non-converted members are the same. All full-time, fully-paid police officers who were hired before May 1, 1977 or rehired between April 30, 1977 and February 1, 1979 are eligible participants. The pension plan is closed to new entrants.

Eligibility for annuity benefits is as follows. Non-converted members of any age with twenty or more years of creditable service and converted plan members who are age fifty-two with twenty or more years of creditable service are eligible for normal benefits. Normal retirement benefits are calculated at 50% of the base salary of a First Class Patrolman, plus an additional 1% for each completed six months of service over twenty years up to a maximum of 74% with 32 years of service. Starting July 1, 2019 under SEA 85, the 50% will increase to 52%.

Non-converted plan members of any age with twenty or more years of creditable service and

CITY OF FORT WAYNE, INDIANA
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December 31, 2022
(Continued)

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

Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Patrolman. If a member has more than twenty years of service, the disability benefit, if greater, will be equal to the pension the member would have received if the member had retired on the date of disability. For converted plan members, the disability benefit is equal to the benefit the member would have received if the member had retired. If a converted member does not have twenty years of service or is not at least age fifty-two on the date of disability, the benefit is computed as if the member does have twenty years of service and is age fifty-two at the date of disability. In cases of catastrophic physical personal injuries that result in a degree of impairment of at least 67% and permanently prevents the member from performing any gainful work, the member will receive an enhanced disability benefit equal to 100% of base salary. Additionally, the benefit is increased by any increase in the base salary after commencement.

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

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

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

Deferred Retirement Option Plan

The Deferred Retirement Option Plan (DROP) is an optional form of benefit, which allows members who are eligible for an unreduced retirement benefit to continue to work and earn a salary while accumulating a DROP benefit. A member who elects to enter the DROP shall execute an irrevocable election to retire on the DROP retirement date. The member shall select a DROP retirement date not less than 12 months and not more than 36 months after the member's DROP entry date. While in the DROP, the member shall continue to make applicable fund contributions. When a member enters the DROP, a "DROP frozen benefit" will be calculated. Members of the DROP are eligible to receive a lump sum equal to the amount of the DROP

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 December 31, 2022
 (Continued)

frozen benefit multiplied by the number of months in the DROP. A member may elect to receive this amount in three annual installments instead of a single lump sum. In addition, the member will receive a monthly retirement benefit equal to the DROP frozen benefit. Forms of payment include a single life annuity or a joint annuity with 60% survivor benefits. A member, upon retirement, may elect to forgo DROP benefits and instead receive monthly retirement benefits calculated as if the member never elected to participate in the DROP. There is no balance of amounts held by the pension plan pursuant to the DROP.

Plan membership

Plan membership at December 31, 2022, consisted of the following:

Retirees and beneficiaries currently receiving benefits	216
Active employees - vested	<u>1</u>
Total	<u><u>217</u></u>

Contributions

Plan members are required by state statute (Indiana Code 36-8-6-4) to contribute an amount equal to 6.0% of the salary of a First Class Patrolman until they have completed thirty-two years of service. Active employees have exceeded thirty-two years of service. Therefore, there is no covered payroll or plan member contributions.

Actuarial valuations are performed annually for the 1925 Police Officers' Pension Plan. Benefits to members of the plan are funded on a pay-as-you-go basis by certain revenues and appropriations of the State of Indiana to the Pension Relief Fund. The Pension Relief Fund has been created within the INPRS and is administered by INPRS and is used as a temporary holding account for collecting State revenues and appropriations before funds are distributed to employers. Amounts required to pay benefits are distributed from the fund to the City. The City has recognized these on-behalf payments of \$7,886,828 in 2022 as contributions and benefit payments in the Police Pension Fund. The plan is not administered through a trust that meets the criteria of paragraph 3 of GASB Statement No. 67, *Financial Reporting for Pension Plans*.

Investments

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

Net Pension Liability

Standard actuarial techniques were used to calculate the total pension liability computed as of the December 31, 2022 measurement date. The components of the net pension liability of the 1925 Police Officers' Pension Plan at December 31, 2022, were as follows:

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NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Total pension liability	\$	81,413,411
Plan fiduciary net position		(1,173,071)
Net pension liability		80,240,340
Plan fiduciary net position as a percentage of the total pension liability		1.44 %

Actuarial Assumptions

The actuarial assumptions used in the December 31, 2022 valuation were selected and approved by the INPRS Board of Trustees and are consistent with the results of an experience study adopted in June 2020, which reflects the experience period beginning July 1, 2015 and ending June 30, 2019.

The actuarial assumptions for the December 31, 2022 valuation changed slightly from the prior year. The interest rate increased from 1.39% for the December 31, 2021 valuation to 4.12% for the December 31, 2022 valuation. This rate is equal to the Barclay's 20 year Municipal Bond Index as of December 31, 2022. The salary increase remained at 2.65% from prior year. The cost-of-living increase of 2.65% did not change from the prior year for non-converted members. For converted members the cost of living is as follows: 1.90% on July 1, 2021; 1.95% thereafter to 3.00% on July 1, 2022; 1.95% thereafter for converted members.

The total pension liability was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation		2.00 %
Salary increases		2.65 %
Cost-of-living increases		
Non-converted		2.65 %
Converted		3.00% on July 1, 2022; 1.95% thereafter

The mortality table used has remained the same as the prior year. The Pub-2010 Public Retirement Plans Mortality Table (Amount-Weighted) with a fully generational projection of mortality improvements using SOA Scale MP-2019 was used for the December 31, 2022 valuation period.

The actuarial cost method used for computing the total pension liability is the Entry Age Normal - Level Percent of Payroll method. The normal cost is calculated separately for each active member and is equal to the level percentage of payroll needed as an annual contribution from entry age to retirement age to fund projected benefits. The actuarial accrued liability on any valuation date is the accumulated value of such normal costs from entry age to the valuation date.

Discount Rate

The discount rate is set equal to the Barclay's 20-year Municipal Bond Index rate of 4.12% as of December 31, 2022. The discount rate increased from the 1.39% used for the December 31, 2021 calculation of the net pension liability. The projection of cash flows used to determine the discount rate considered the fact that the on-behalf contributions made by the State of Indiana are made as benefit payments become due for payment.

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December 31, 2022
(Continued)

Based on those assumptions, the pension plan's fiduciary net position was not projected to be available to make all projected future benefit payments of current active and inactive employees.

Schedule of Changes in Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at December 31, 2021	\$ 104,320,002	\$ 1,059,462	\$ 103,260,540
Changes for the year:			
Interest cost	1,468,789	—	1,468,789
Differences between expected and actual experience	5,094,031	—	5,094,031
Assumption changes	(21,977,855)	—	(21,977,855)
Benefit payments	(7,491,556)	—	(7,491,556)
Contributions - other	—	4,639	(4,639)
Non-employer contributing entity contributions	—	7,886,828	(7,886,828)
Net investment income	—	8,889	(8,889)
Benefit payments, including refunds and employee contributions	—	(7,761,793)	7,761,793
Administrative expense	—	(24,954)	24,954
Net changes	(22,906,591)	113,609	(23,020,200)
Balance at December 31, 2022	<u>\$ 81,413,411</u>	<u>\$ 1,173,071</u>	<u>\$ 80,240,340</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following represents the net pension liability of the City, calculated using the discount rate of 4.12%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (3.12%) or 1-percentage point higher (5.12%) than the current rate:

	1% Decrease (3.12%)	Current Rate (4.12%)	1% Increase (5.12%)
Net Pension Liability	<u>\$ 87,252,106</u>	<u>\$ 80,240,340</u>	<u>\$ 74,166,049</u>

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Interest cost	\$ 1,468,789
Administrative expenses	24,954
Liability experience (gains)/losses	5,094,031
Assumption changes (gains)/losses	(21,977,855)
Other Contributions	(4,639)
Investment (gains)/losses	(8,889)
Total pension income	<u>\$ (15,403,609)</u>

For the year ended December 31, 2022, the City recognized pension income of \$15,403,609.

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December 31, 2022
(Continued)

At December 31, 2022, there were no deferred outflows or inflows of resources to report. All deferred outflows and inflows of resources arising prior to fiscal year 2022 have been fully amortized as of December 31, 2022.

3. Sanitary Officers' Pension Plan

Plan Administration

The City contributes to the Sanitary Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan includes all sanitary officers hired before April 1, 1982 and is closed to new entrants. It is administered by the local pension board which consists of three members who are elected by plan members to three year terms. The City contributes to the plan as provided by a mandate of the Allen County Circuit Court, Cause No. CC-73-519. Plan members are employees of Allen County. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Benefits Provided

The plan provides retirement, disability, and death benefits to plan members and beneficiaries. Benefits are provided either through a life annuity or a joint and survivor annuity with 60% continuation to the surviving spouse. The benefit provisions of the 1925 Police Officers' Pension Plan, as authorized by Indiana Code 36-8-6, establish benefit terms for this plan. Normal retirement benefits are calculated at 50% of the base salary of a First Class Patrolman, plus an additional 1% for each additional completed six months of service over twenty years up to a maximum of 74% with 32 years of service. Disability retirement benefits are equal to a sum determined by a disability medical panel, but not exceeding 55% of the monthly salary (with longevity pay) of a First Class Patrolman. The plan also provides a one-time \$12,000 payment in the event of the death of the retiree. The plan provides a cost of living adjustment (COLA) to the benefit each year. There are no active participants remaining.

Plan Membership

Plan membership at December 31, 2022, consisted of 16 retirees and beneficiaries currently receiving benefits.

Contributions

The City is required by statute to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis). There are no active members to make plan contributions. The contribution requirements of plan members for the Sanitary Officers' Pension Plan are established by and may be amended by court mandate.

Actuarial valuations are performed annually for the Sanitary Officers' Pension Plan. The assumptions used in the valuation are approved by the plan sponsor. Benefits to members of the plan are funded on a pay-as-you-go basis by certain revenues and appropriations of the City. The amount contributed by the City to the plan in fiscal year 2022 was \$566,459. The plan is not administered through a trust that meets the criteria of paragraph 3 of GASB Statement No. 67, *Financial Reporting for Pension Plans*.

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Investments

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

Net Pension Liability

Standard actuarial techniques were used to calculate the total pension liability computed as of the December 31, 2022 measurement date. The components of the net pension liability of the Sanitary Officers' Pension Plan at December 31, 2022, were as follows:

Total pension liability	\$ 7,620,196
Plan fiduciary net position	<u>(634,265)</u>
Net pension liability	<u>\$ 6,985,931</u>
Plan fiduciary net position as a percentage of the total pension liability	8.32 %

Actuarial Assumptions

The actuarial assumptions for the December 31, 2022 valuation changed from the Pub-2010 Safety Mortality with Mortality Improvement Scale MP-2020 to the use of the same base mortality but with Mortality Improvement Scale MP-2021.

The cost method used was the Entry Age Actuarial Cost Method and the asset valuation method used was the Fair Market Value. The total pension liability was determined by an actuarial valuation as of December 31, 2022, using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	3.00 %
Cost-of-living increases	4.00 %

Mortality rates were based on the Pub-2010 Safety Mortality with Mortality Improvement Scale MP-2021 which reflects a reasonable estimate of future mortality experience for plans that lack sufficient size to build a credible customized assumption.

Discount Rate

The discount rate used to measure the total pension liability was 3.00%. The plan is effectively funded on a pay-as-you-go basis. It has been assumed that the 3.00% reflects the expected return on the general assets of the employer.

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December 31, 2022
(Continued)

Schedule of Changes in Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at December 31, 2021	\$ 7,940,862	\$ 608,046	\$ 7,332,816
Changes for the year:			
Interest cost	229,391	—	229,391
Differences between expected and actual experience	(6,385)	—	(6,385)
Assumption changes	—	—	—
Benefit payments	(543,672)	—	(543,672)
Contributions - employer	—	566,459	(566,459)
Net investment income	—	3,533	(3,533)
Benefit payments, including refunds and employee contributions	—	(543,672)	543,672
Administrative expense	—	(101)	101
Net changes	(320,666)	26,219	(346,885)
Balance at December 31, 2022	\$ 7,620,196	\$ 634,265	\$ 6,985,931

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

The following represents the net pension liability of the City, calculated using the discount rate of 3.00%, as well as what the City's net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (2.00%) or 1-percentage point higher (4.00%) than the current rate:

	1% Decrease (2.00%)	Current Rate (3.00%)	1% Increase (4.00%)
Net Pension Liability	\$ 7,789,234	\$ 6,985,931	\$ 6,302,338

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

Interest cost	\$ 229,391
Expected return on assets	(18,667)
Administrative expenses	101
Liability experience (gains)/losses	(6,385)
Investment (gains)/losses	(3,533)
Total pension expense	\$ 200,907

For the year ended December 31, 2022, the City recognized pension expense of \$200,907.

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December 31, 2022
(Continued)

At December 31, 2022, the City reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Net difference between projected and actual investment earnings on pension plan investments	\$ 26,063	\$ —
Total	\$ 26,063	\$ —

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

Year Ended December 31:

2023	\$ 9,031
2024	7,944
2025	6,063
2026	3,025
Total	\$ 26,063

4. Fort Wayne Public Transportation Corporation Employees' Retirement Plan

Plan Description

Fort Wayne Public Transportation Corporation (PTC) contributes to the Fort Wayne Public Transportation Corporation Employees' Retirement Plan (Plan), which is a single-employer defined benefit pension plan administered by a third-party. The Plan covers substantially all full-time employees and is administered by a Retirement Committee consisting of four trustees. The Plan does not issue a stand-alone report. The Plan was established by the Board of Directors and the Amalgamated Transit Union and the Plan trustees reserve the right to amend, suspend, or terminate the Plan at any time.

Retirement Benefits

All full-time employees who complete 90 days of continuous employment and earn 1,000 hours of service in a plan year are eligible to participate in the Plan on January 1 of the year in which the 1,000 hours were earned. Under the provisions of the Plan, pension benefits from employer's contributions are fully vested after five years of service. An employee may retire at age 65 or after attaining age 55, provided the sum of the employee's age and years of continuous service total 85 (the "85 Rule").

The retiree receives annual pension benefits equal to \$225 times the number of years of continuous service prior to May 1, 1970, plus 3.2% of earnings after May 1, 1970, and prior to July 1, 2003; plus 3.0% of earnings after July 1, 2003, and prior to July 1, 2006; plus 2.7% of earnings after July 1, 2006, and prior to June 1, 2009, plus 2.0% of earnings after June 1, 2009, subject to a cost of living adjustment.

An employee who has reached at least age 55 and has at least five years of credited service is eligible for early retirement with a reduced pension. An employee retiring early receives a

CITY OF FORT WAYNE, INDIANA
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(Continued)

percentage of the normal annual pension benefit. The percentage of the pension benefit at retirement remains the same for the employee's lifetime. The pension benefit is reduced by 0.25% for each month that the employee is less than age 65 at the date of retirement.

The terms of the Plan provide for annual cost-of-living adjustments (COLA) to each employee's retirement allowance subsequent to the employee's retirement date. The annual adjustments are based on the Consumer Price Index for urban and clerical workers published by the Bureau of Labor Statistics, United States Department of Labor, and are limited to a maximum increase of 5% per year.

Disability and Survivor Benefits

The Plan also provides disability and survivor benefits. An employee who has at least ten years of continuous service and becomes totally and permanently disabled from service with the employer is eligible for a disability pension benefit. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. Any disability benefit is reduced by the sum of (1) any amounts paid under and pursuant to the Workmen's Compensation or Occupational Disease laws of the State of Indiana; (2) any amounts paid under and pursuant to any sickness, accident or disability benefit policy or policies where such insurance benefits are provided under a plan of group insurance made available to employees by the employer; and (3) any amounts paid as sick leave compensation. If an employee who is receiving or is eligible to receive a disability pension benefit dies before attaining age 65, a monthly survivor benefit equal to 50% of the disability pension benefit may be paid to a surviving spouse to whom the employee had been married for at least one year.

Upon the death in service of an employee with five or more years of credited service as of January 1, 1970, a survivor benefit may be paid to the surviving spouse to whom the employee had been married for one or more years. This payment is equal to 50% of the benefit which would have been payable to a beneficiary if the employee had lived to the benefit commencement date.

Plan membership

Plan membership at December 31, 2022, consisted of the following:

Inactive employees or beneficiaries currently receiving benefits	101
Inactive employees entitled to, but not yet receiving benefits	38
Active employees	112
Total	251

Contributions

The contribution requirements for PTC and its employees are set forth in the collective bargaining agreement. The established rates are based on an actuarially determined rate recommended by an independent actuary. The actuarially determined rate is the estimated amount necessary to finance the costs of benefits earned by employees during the year, with an additional amount to finance any unfunded accrued liability. Under the provisions of PTC's agreement with bargaining unit employees and personnel policies, all employees must contribute 1.65% of their gross covered earnings to the Plan. PTC contributes 10.6% of employee's gross covered earnings to

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(Continued)

the pension plan. For the year ended December 31, 2022, employees contributed \$89,436 and PTC contributed \$579,639 to the Plan.

Net Pension Liability

The net pension liability as of December 31, 2022, was measured as of December 31, 2021, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date.

Total pension liability	\$35,115,346
Plan fiduciary net position	(31,034,685)
Net pension liability	<u>\$4,080,661</u>
Plan fiduciary net position as a percentage of the total pension liability	88.38 %

Actuarial Assumptions

The December 31, 2022 actuarial valuation used the following actuarial assumptions, applied to all periods included in the measurement:

- An investment return of 7.50% per year, net after expenses
- Inflation of 2.50% per year
- The entry age normal actuarial cost method was used
- Wage increases of 4.00% per year
- Cost of living adjustment of 2.50% per year
- Withdrawal rates: Varied from .018 at age 25 to .000 at age 60 and over
- Disability rate: Varied from .0014 at age 25 to .0278 at age 60 and over
- Retirement rates: Varied from .0075 at age 55 to .075 at age 64 for reduced/subsidized early retirement and from .2625 at age 55 to 1.00 at age 65 for fully subsidized retirement
- Marital status was assumed to be 80% of participants and that the age of the spouse was three years younger than that of the participant
- The net position available for benefits was determined by smoothing unexpected gains and losses over a four-year period

Rates of mortality before retirement and after normal, early and disability retirement were based on the RP 2014 Mortality Table for males and females, as appropriate with adjustments for mortality improvements based on MP-2021. For disabled members, the RP-2000 Mortality Table for male and female disabled retirees was used.

The actuarial assumptions used in the valuation were based on reasonable expectations for the Plan participants and the benefits provided under the Plan.

The long-term expected rate of return on pension plan investments was based primarily on historical returns on Plan assets, adjusted for changes in target portfolio allocations and recent changes in long-term interest rates based on publicly available information. The target allocation and best estimates of arithmetic rates of return for each major asset class are summarized in the following table:

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	Target Allocation (%)	Long Term Expected Real Rate of Return (%)
Mutual funds - Equity	90.0	7.5
AFL - CIO Building Investment Trust	10.0	7.5
Total	100.0	

Discount Rate

The discount rate used to measure the total pension liability was 6.08% for the year ended December 31, 2022. The discount rate of 6.08% reflects the long-term expected rate of return of 7.50% and a municipal bond rate of 1.93% which was obtained from:

<http://us.spindices.com/indices/fixed-income/sp-municipal-bond-20-year-high-grade-rate-index>

The projection of cash flows used to determine the discount rate assumed that employee contributions will be made at the current contribution rate and that employer contributions will be made at the contractually required rates, actuarially determined. Based on those assumptions, the pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current active and inactive employees through December 31, 2041.

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Schedule of Changes in Net Pension Liability

	Total Pension Liability (a)	Plan Fiduciary Net Position (b)	Net Pension Liability (a) - (b)
Balance at December 31, 2021	\$ 35,722,301	\$ 28,164,408	\$ 7,557,893
Changes for the year:			
Service cost	852,102	—	852,102
Interest cost	1,989,892	—	1,989,892
Differences between expected and actual experience	28,645	—	28,645
Assumption changes	(1,791,576)	—	(1,791,576)
Benefit payments	(1,686,018)	—	(1,686,018)
Contributions - employer	—	579,639	(579,639)
Contributions - employee	—	89,436	(89,436)
Net investment income	—	3,988,491	(3,988,491)
Benefit payments, including refunds of employee contributions	—	(1,686,018)	1,686,018
Administrative expense	—	(27,771)	27,771
Other	—	(73,500)	73,500
Net changes	(606,955)	2,870,277	(3,477,232)
Balance at December 31, 2022	<u>\$ 35,115,346</u>	<u>\$ 31,034,685</u>	<u>\$ 4,080,661</u>

Sensitivity of the Net Pension Liability to Changes in the Discount Rate

PTC's net pension liability has been calculated using a discount rate of 6.08%. The following presents PTC's net pension liability calculated using a discount rate 1-percent higher (5.08%) and 1-percent lower (7.08%) than the current rate:

	1% Decrease (5.08%)	Current Rate (6.08%)	1% Increase (7.08%)
Net Pension Liability	<u>\$ 8,039,459</u>	<u>\$ 4,080,661</u>	<u>\$ 755,924</u>

Pension Expense (Income) and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

For the year ended December 31, 2022, PTC recognized pension income of \$(1,089,922). At December 31, 2022, PTC reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 21,000	\$ 492,980
Net difference between projected and actual investment earnings on pension plan investments	—	2,499,750
Assumption changes	43,790	2,410,633
Employer contributions subsequent to the measurement date	654,473	—
	<u>\$ 719,263</u>	<u>\$ 5,403,363</u>

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(Continued)

At December 31, 2022, PTC reported \$654,473 as deferred outflows of resources related to pensions resulting from PTC contributions subsequent to the measurement date that will be recognized as a reduction of the net pension liability in the year ending December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources at December 31, 2022, related to pensions will be recognized in pension expense as follows:

Year Ended December 31:	
2023	\$ (1,679,849)
2024	(2,214,003)
2025	(1,075,299)
2026	<u>(369,422)</u>
Total	<u>\$ (5,338,573)</u>

5. Financial Statements for Single Employer Defined Benefit Pension Plans - Primary Government

COMBINING STATEMENT OF FIDUCIARY NET POSITION -
PENSION TRUST FUNDS

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension	Total
<u>Assets</u>				
Cash and cash equivalents	\$ 58,770	\$ 1,248,052	\$ 613,550	\$ 1,920,372
Receivables:				
Taxes	—	—	27,495	27,495
Total assets	58,770	1,248,052	641,045	1,947,867
<u>Liabilities</u>				
Accounts payable	58,770	74,981	6,780	140,531
Total liabilities	58,770	74,981	6,780	140,531
Net position restricted for pensions	\$ —	\$ 1,173,071	\$ 634,265	\$ 1,807,336

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STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
PENSION TRUST FUNDS

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension	Total
<u>Additions</u>				
Contributions:				
Employer	\$ —	\$ —	\$ 566,459	\$ 566,459
Non-employer entity	6,277,682	7,886,828	—	14,164,510
Other	134,134	4,639	—	138,773
Investment income:				
Interest	2,748	8,889	3,533	15,170
Total additions	<u>6,414,564</u>	<u>7,900,356</u>	<u>569,992</u>	<u>14,884,912</u>
<u>Deductions</u>				
Benefit payments, including refunds of member contributions	6,650,952	7,761,793	543,672	14,956,417
Administrative expenses	31,435	24,954	101	56,490
Total deductions	<u>6,682,387</u>	<u>7,786,747</u>	<u>543,773</u>	<u>15,012,907</u>
Net increase (decrease) in net position	(267,823)	113,609	26,219	(127,995)
<u>Net position restricted for pensions</u>				
Net position - beginning	267,823	1,059,462	608,046	1,935,331
Net position - ending	<u>\$ —</u>	<u>\$ 1,173,071</u>	<u>\$ 634,265</u>	<u>\$ 1,807,336</u>

6. Aggregate Pension (Income) Expense for Single Employer Defined Benefit Pension Plans-Primary Government

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension	Total
Interest cost	\$ 1,053,371	\$ 1,468,789	\$ 229,391	\$ 2,751,551
Expected return on assets	—	—	(18,667)	(18,667)
Administrative expenses	31,435	24,954	101	56,490
Liability experience (gains)/losses	4,856,313	5,094,031	(6,385)	9,943,959
Assumption changes	(14,046,577)	(21,977,855)	—	(36,024,432)
Other contributions	(134,134)	(4,639)	—	(138,773)
Investment (gains)/losses	<u>(2,748)</u>	<u>(8,889)</u>	<u>(3,533)</u>	<u>(15,170)</u>
Total pension (income) expense	<u>\$ (8,242,340)</u>	<u>\$ (15,403,609)</u>	<u>\$ 200,907</u>	<u>\$ (23,445,042)</u>

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

1. Public Employees' Retirement Fund

Plan Description

The City of Fort Wayne including FWCU (the City) and Allen County Fort Wayne Capital Improvements Board of Managers (CIB) contribute to the Indiana Public Employees' Retirement Fund (PERF), a cost-sharing multiple-employer defined benefit pension plan. PERF provides retirement, disability, and survivor benefits to plan members and beneficiaries. All regular full-time employees of the City and CIB who are not covered by another plan are eligible to participate. State statutes (Indiana Code 5-10.2 and 5-10.3) govern, through the Indiana Public Retirement System (INPRS) Board, most requirements of the system and give the City and CIB authority to contribute to the plan. The Public Employees' Defined Benefit Plan (PERF Hybrid Plan) consists of two components: a monthly, employer-funded defined benefit component and a member-funded defined contribution account (DC Account). The DC Account consists of member's contributions, set by state statute at 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

Indiana Public Retirement System
One North Capitol Avenue, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Benefits Provided

The PERF Hybrid Plan consists of the sum of a defined pension benefit provided by contributions plus the amount credited to the member's DC Account. Pension benefits vest after 10 years of creditable service. Members are immediately vested in their defined contribution account. At retirement, a member may choose to receive a lump sum payment of the amount credited to the member's defined contribution account, receive the amount as an annuity, or leave the contributions invested with INPRS.

A member who has reached age 65 and has at least 10 years of creditable service is eligible for normal retirement and is entitled to 100% of the pension benefit component. This annual pension benefit is equal to 1.1% times the average annual compensation times the number of years of creditable service. The average annual compensation in this calculation uses the highest 20 calendar quarters of salary in a covered position.

A member who has reached age 60 and has at least 15 years of creditable service is eligible for normal retirement and is entitled to 100% of the pension benefit. A member who is at least 55 years old and whose age plus number of years of creditable service is at least 85 is entitled to 100% of the pension benefit.

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A member who has reached age 50 and has at least 15 years of creditable service is eligible for early retirement with a reduced pension. A member retiring early receives a percentage of the normal pension benefit, which remains the same for the member's lifetime.

The PERF Hybrid Plan also provides disability benefits to members. A member who has at least 5 years of creditable service and becomes disabled while in active service, on FMLA leave, receiving workers' compensation benefits, or receiving employer provided disability insurance benefits may retire for the duration of the disability if they have qualified for social security disability benefits and furnish proof of the qualification. The disability benefit is calculated the same as that for a normal retirement without reduction for early retirement. Also, under certain circumstances, upon the death in service of a member, a survivor benefit may be paid to a surviving spouse or surviving dependent children under the age of 18.

The monthly pension benefits for members in pay status may be increased periodically as cost of living adjustments (COLA), however, such increases are not guaranteed by statute and have historically been provided on an "ad hoc" basis. These increases can only be granted by the Indiana General Assembly.

Contributions

The contribution requirements of plan members, the City and CIB are established and may be amended by the INPRS Board of Trustees. The required contributions are based on actuarial investigation and valuation in accordance with Indiana Code 5-10.2. 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. A contribution of 3.0% of covered payroll is required into the defined contribution account. The City elected to make this contribution on behalf of their members in 2022. For 2022, the City and CIB were required to contribute at an actuarially determined rate of 11.2% of annual covered payroll. For the year ending December 31, 2022 the City's contribution was \$7,471,565 and CIB's contribution was \$161,302 and equaled the required contribution for the year. The City's total contribution of \$7,471,565 includes the primary government and FWCU contributions of \$4,860,663 and \$2,610,902 respectively.

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2022 valuation of the Public Employee's Pension Fund were adopted by the INPRS Board in April 2022. The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2%
Salary increases	2.65% to 8.65%
Cost-of-living increases	.4% to .6%

There were no changes to the actuarial assumptions from the prior year for mortality rates, disability, or termination and retirement, as a result of the 2015-2019 Experience Study. The mortality tables used were the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality variants and adjustments are used for different subpopulations.

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There were no changes in economic assumptions since the prior year's adoption of a new set of economic assumptions from the Asset-Liability work completed in May 2021. The discount rate remained unchanged at 6.25% from prior year, the inflation rate remained unchanged at 2.0% from the prior year, and the salary increases remained unchanged from prior year at 2.65% to 8.65% for 2022. Plan members were granted a 1.00% cost-of-living adjustment effective January 1, 2022 for the 2021-2023 biennium. It is important to note that this change in plan provision for cost-of-living does not change the assumption for future years beginning in 2024. The demographic assumption based on the plan's 2015-2019 Experience Study, was used in the June 30, 2021 valuation report rolled forward one year to June 30, 2022. The Average Annual Compensation was increased by \$200 for additional wages received upon termination, such as severance or unused sick leave, for active member. However, there were no changes in the benefit provisions, funding policy, or actuarial methods used in the prior year. The actuarial cost method used for computing the total pension liability is the Entry Age Normal - Level Percent of Payroll method.

The long-term return expectation for the INPRS defined benefit retirement plans 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. In order to determine the expected long-term nominal market rate of return, the asset class geometric real returns are projected for a 30-year time horizon. These returns are combined with a projected covariance matrix and the target asset allocations to create a range of expected long-term real market rates of return for the portfolio. A range of possible expected long-term rates of return is created by adding the forecasted inflation to the expected long-term real rates of return. This range, along with a reasonable alpha assumption from manager selection, ultimately supports the long-term expected rate of return assumption of 6.25% selected by the Board as the discount rate. The assumption is a long-term assumption and is not expected to change with small fluctuations in the underlying inputs, but may change with a fundamental shift in the underlying market factors or significant asset allocation change. The long term return expectation for the INPRS defined benefit retirement plans has been determined by using a building block approach and assumes a time horizon, as defined in the INPRS Investment Policy Statement. A forecast rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been 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 re-balancing uncorrelated asset classes. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized below.

To maximize the probability of achieving the target rate of return over a 30-year time horizon, INPRS's Board of Trustees approved a new asset allocation on May 7, 2021 that included the increased use of leverage. The explicit leverage enables the Plan to obtain additional investment exposure, which results in an asset allocation that exceeds 100% of invested assets. Beginning in fiscal year 2022, the plan's target allocation for total exposure is 115%.

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	Target Allocation (%)	Long Term Expected Real Rate of Return (%)
Public Equity	20.0	3.6
Private Equity	15.0	7.7
Fixed Income - Ex Inflation Linked	20.0	1.4
Fixed Income - Inflation Linked	15.0	(0.03)
Commodities	10.0	1.0
Real Estate	10.0	3.7
Absolute Return	5.0	2.1
Risk Parity	20.0	3.8
Cash and Cash Overlay	N/A	(1.7)
Total	<u>115.0</u>	

Discount Rate

The discount rate used to measure the total pension liability was 6.25%. The projection of cash flows used to determine the discount rate assumed the contributions from employers would be, at a minimum, made at the actuarially determined required rates computed in accordance with the current funding policy adopted by the INPRS Board. Projected inflows from investment earnings were calculated using the long term assumed investment rate of 6.25%. Based on those assumptions, each defined benefit pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability for each plan.

Sensitivity of the City's, FWCU's and CIB's Proportionate Share of the Net Pension Liability to Changes in the Discount Rate

The following represents the net pension liability of the City of Fort Wayne, FWCU and CIB, calculated using the discount rate of 6.25%, as well as what their respective net pension liability would be if it were calculated using a discount rate that is 1-percentage point lower (5.25%) or 1-percentage point higher (7.25%) than the current rate:

	1% Decrease (5.25%)	Current Rate (6.25%)	1% Increase (7.25%)
City's proportionate share of the net pension liability	\$ 40,558,157	\$ 24,007,915	\$ 10,203,809
FWCU proportionate share of the net pension liability	\$ 21,744,006	\$ 12,871,104	\$ 5,470,458
CIB's proportionate share of the net pension liability	\$ 1,275,518	\$ 755,027	\$ 320,901

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Pension Liabilities, Pension Expense (Income), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of December 31, 2022, the City of Fort Wayne reported a liability of \$24,007,915, FWCU reported a liability of \$12,871,104 and CIB reported a liability of \$755,027 for their proportionate shares of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's and CIB's proportion of the net pension liability were based on wages reported by employers relative to the collective wages of the plan. At June 30, 2022, the City of Fort Wayne's proportion was .0076123, which was an increase of .0001723 from its proportion measured as of June 30, 2021. FWCU's proportion was .0040811, which was a decrease of .0000631 from its proportion measured as of June 30, 2021. CIB's proportion was .0002394, which was an increase of .0000080 from its proportion measured as of June 30, 2021.

For the year ended December 31, 2022, the City of Fort Wayne recognized pension expense of \$3,569,831, FWCU recognized pension expense of \$1,722,128 and CIB recognized a pension expense of \$106,403 based on an actuarial valuation as of June 30, 2022. Each entity also reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

<u>City of Fort Wayne</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 517,697	\$ 91,305
Net difference between projected and actual investment earnings on pension plan investments	2,962,831	—
Assumption changes	3,251,752	1,027,139
Changes in proportion and differences between employer contributions and proportionate share of contributions	650,291	45,070
Employer contributions subsequent to the measurement date	2,419,024	—
Total	<u>\$ 9,801,595</u>	<u>\$ 1,163,514</u>

<u>City Utilities</u>	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 277,547	\$ 48,951
Net difference between projected and actual investment earnings on pension plan investments	1,588,431	—
Assumption changes	1,743,327	550,669
Changes in proportion and differences between employer contributions and proportionate share of contributions	241,281	165,946
Employer contributions subsequent to the measurement date	1,312,151	—
	<u>\$ 5,162,737</u>	<u>\$ 765,566</u>

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CIB:	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 16,281	\$ 2,871
Net difference between projected and actual investment earnings on pension plan investments	93,178	—
Changes of assumptions	102,265	32,303
Changes in proportion and differences between employer contributions and proportionate share of contributions	25,403	10,026
Employer contributions subsequent to the measurement date	82,696	—
	<u>\$ 319,823</u>	<u>\$ 45,200</u>

At December 31, 2022, the City of Fort Wayne reported \$2,419,024, FWCU reported \$1,312,151, and CIB reported \$82,696 as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date that will be recognized as a reduction of their respective net pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

Year Ended December 31:	City of Fort Wayne	City Utilities	CIB
2023	\$ 1,308,658	\$ 605,674	\$ 40,722
2024	2,143,573	1,075,321	62,580
2025	(367,274)	(276,226)	(9,940)
2026	3,134,100	1,680,251	98,565
2027	—	—	—
Thereafter	—	—	—
Total	<u>\$ 6,219,057</u>	<u>\$ 3,085,020</u>	<u>\$ 191,927</u>

Pension Plan Fiduciary Net Position

The pension plan's fiduciary net position has been determined on the same basis of accounting used by the pension plan. Detailed information about the pension plan's fiduciary net position is available in the separately issued INPRS financial report, which is available online at <https://www.in.gov.inprs/> or may be obtained by contacting:

Indiana Public Retirement System
One North Capitol Avenue, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

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Benefit Payment Policies

Pension, disability, special death benefits, and distributions of contributions and interest are recognized when due and payable to members or beneficiaries. Benefits are paid once the retirement or survivor applications have been processed and approved. Distributions of contributions and interest are distributions from inactive, non-vested members' DC accounts. These distributions may be requested by members or automatically distributed by the fund when certain criteria are met.

Valuation of Pension Plan Investments

The pooled and non-pooled investments are generally reported at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

Short-term investments consist primarily of cash, money market funds, certificates of deposits, and fixed income instruments with maturities of less than one year. Short-term investments are generally reported using cost-based measures, which approximates fair value.

Fixed income securities consist primarily of the U.S. government, U.S. government-sponsored agencies, publicly traded debt, and commingled investment debt instruments. Equity securities consist primarily of domestic and international stocks in addition to commingled equity instruments. Fixed income and equity securities are generally valued based on published market prices and quotations from national security exchanges and securities pricing services. Securities that are not traded on a national security exchange are valued using modeling techniques that include market observable inputs required to develop a fair value. Commingled funds are valued using the net asset value (NAV) of the entity.

Alternative investments include limited partnership interests in private equity, absolute return, private real estate, and risk parity investment strategies. Publicly traded alternative investments are valued based on quoted market prices. In the absence of readily determinable public market values, alternative investments are valued using current estimates of fair value obtained from the general partner or investment manager. Moreover, holdings are generally valued by a general partner or investment manager on a quarterly or semi-annual basis. Valuation assumptions are based upon the nature of the investment and the underlying business. Additionally, valuation techniques will vary by investment type and involve a certain degree of expert judgment. Alternative investments, such as investments in private equity or real estate, are generally considered to be illiquid long-term investments. Due to the inherent uncertainty that exists in the valuation of alternative investments, the realized value upon the sale of an asset may differ significantly from the fair value.

Derivative instruments are marked to market daily with changes in fair value recognized as part of investments and investment income.

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

Plan Description

The 1977 Police Officers' and Firefighters' Pension and Disability Fund (1977 Fund) is a cost sharing, multiple employer defined benefit plan established to provide retirement, disability, and

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survivor benefits to full-time police officers and firefighters who are hired (or rehired) after April 30, 1977. The 1977 Fund was established in 1977 and is governed by the Indiana Public Retirement System (INPRS) Board of Trustees in accordance with Indiana Code 36-8-8 to provide coverage to full-time sworn police officers and firefighters.

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 <https://www.in.gov.inprs/> or may be obtained by contacting:

Indiana Public Retirement System
One North Capitol Avenue, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Benefits Provided

Plan members vest after 20 years of service. A member who retires at or after age 52 with 20 years of service will receive a benefit equal to 50% of the salary of a first class officer or firefighter plus 1% of that salary for each six (6) months of active service over 20 years to a maximum of 12 years. At age 50, a member with 20 years of service may elect to receive a benefit reduced by a factor established by the fund's actuary. Starting July 1, 2019 under SEA 85, the 50% will increase to 52%.

The monthly pension benefits for members in pay status may be increased annually as cost of living adjustments (COLA), in accordance with statute (Indiana Code 36-8-8-15). Members are also entitled to an annual increase in their benefits based on the percentage increase in the Consumer Price Index (January-March); however, the maximum increase is 3.0%.

The 1977 Fund also provides disability benefits to active members. When an active member files an application for disability benefits, a determination is 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 it was incurred in the line of duty. The amount of disability benefit is based on when the member was first hired, the type of impairment, and other factors. Also, the heirs or estate of a fund member may be entitled to receive a \$12,000 death benefit upon the member's death.

If a member dies while receiving retirement or disability benefits, the member's surviving spouse is entitled to receive a benefit equal to 60% of the member's monthly benefit during the spouse's lifetime. Starting on July 1, 2019 under SEA 85, this benefit increased to 70% assuming the death did not occur in the line-of-duty. Each of a member's surviving children is entitled to a monthly benefit equal to 20% of the member's monthly benefit to age 18, or age 23, if a full time student. If there are no eligible surviving spouse or children, a dependent parent(s) may receive 50% of the member's monthly benefit during their lifetime.

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 and not on actual payroll. The employer contribution rate is actuarially determined. The required contributions are determined and may be amended by the INPRS Board of Trustees. Since the 1977 Fund is a cost-sharing pension plan, all risks and costs, including benefit costs, are shared proportionately

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by the participating employers. For the fiscal year 2022, plan members were required to contribute 6.0% and participating employers were required to contribute 17.5% of the first class officers' and firefighters' salary. Employers may elect to pay all or part of the contribution for the member.

The City's contribution to the plan for the year ending December 31, 2022 was \$9,767,248, which was equal to the required contributions for each year.

Actuarial Assumptions

The actuarial assumptions used in the June 30, 2022 valuation of the 1977 Fund were adopted by the INPRS Board in April 2022. The total pension liability in the June 30, 2022 actuarial valuation was determined using the following actuarial assumptions, applied to all periods included in the measurement:

Inflation	2.00 %
Salary increases	2.65 %
Cost-of-living increases	1.95% or 2.65% for active 2017 House Enrolled Act No. 1617 members

There were no changes to the actuarial assumptions from the prior year for mortality rates, disability, or termination and retirement, as a result of the 2015-2019 Experience Study. The mortality tables used were the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality variants and adjustments are used for different subpopulations.

There were no changes in economic assumptions since the prior year's adoption of a new set of economic assumptions from the Asset-Liability work completed in May 2021. The discount rate remained unchanged at 6.25% from prior year, the inflation rate remained unchanged at 2.0% from the prior year, salary increases remained unchanged from prior year at 2.65% and the cost-of-living increases remained unchanged at 1.95%. The demographic assumption based on the plan's 2015-2019 Experience Study, was used in the June 30, 2021 valuation report rolled forward one year to June 30, 2022. However, there were no changes in the benefit provisions, funding policy, or actuarial methods used in the prior year. The actuarial cost method used for computing the total pension liability is the Entry Age Normal - Level Percent of Payroll method.

The long-term return expectation for the INPRS defined benefit retirement plans 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. In order to determine the expected long-term nominal market rate of return, the asset class geometric real returns are projected for a 30-year time horizon. These returns are combined with a projected covariance matrix and the target asset allocations to create a range of expected long-term real market rates of return for the portfolio. A range of possible expected long-term rates of return is created by adding the forecasted inflation to the expected long-term real rates of return. This range, along with a reasonable alpha assumption from manager selection, ultimately supports the long-term expected rate of return assumption of 6.25% selected by the Board as the discount rate. The assumption is a long-term assumption and is not expected to change with small fluctuations in the underlying inputs, but may change with a fundamental shift in the underlying market factors or significant asset allocation change. The long term return expectation for the INPRS defined benefit retirement plans has been determined by using a

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

building block approach and assumes a time horizon, as defined in the INPRS Investment Policy Statement. A forecast rate of inflation serves as the baseline for the return expectation. Various real return premiums over the baseline inflation rate have been 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 re-balancing uncorrelated asset classes. The target allocation and best estimates of geometric real rates of return for each major asset class are summarized below.

To maximize the probability of achieving the target rate of return over a 30-year time horizon, INPRS's Board of Trustees approved a new asset allocation on May 7, 2021 that included the increased use of leverage. The explicit leverage enables the Plan to obtain additional investment exposure, which results in an asset allocation that exceeds 100% of invested assets. Beginning in fiscal year 2022, the plan's target allocation for total exposure is 115%.

	Target Allocation (%)	Long Term Expected Real Rate of Return (%)
Public Equity	20.0	3.6
Private Equity	15.0	7.7
Fixed Income - Ex Inflation Linked	20.0	1.4
Fixed Income - Inflation Linked	15.0	(0.03)
Commodities	10.0	1.0
Real Estate	10.0	3.7
Absolute Return	5.0	2.1
Risk Parity	20.0	3.8
Cash and Cash Overlay	N/A	(1.7)
Total	<u>115.0</u>	

Discount Rate

The discount rate used to measure the total pension liability was 6.25%. The projection of cash flows used to determine the discount rate assumed the contributions from employers would be, at a minimum, made at the actuarially determined required rates computed in accordance with the current funding policy adopted by the INPRS Board. Projected inflows from investment earnings were calculated using the long term assumed investment rate of 6.25%. Based on those assumptions, each defined benefit pension plan's fiduciary net position was projected to be available to make all projected future benefit payments of current plan members. Therefore, the long term expected rate of return on pension plan investments was applied to all periods of projected benefits to determine the total pension liability for each plan.

Sensitivity of the City's Proportionate Share of the Net Pension Liability (Asset) to Changes in the Discount Rate

The following represents the net pension liability (asset) of the City, calculated using the discount rate of 6.25%, as well as what the City's net pension liability would be if it were calculated using a

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

discount rate that is 1-percentage point lower (5.25%) or 1-percentage point higher (7.25%) than the current rate:

	1% Decrease (5.25%)	Current Rate (6.25%)	1% Increase (7.25%)
City's proportionate share of the net pension liability (asset)	\$ 107,214,916	\$ 35,759,673	\$ (21,915,689)

Pension Liabilities (Asset), Pension Expense (Income), and Deferred Outflows of Resources and Deferred Inflows of Resources Related to Pensions

As of December 31, 2022, the City reported \$35,759,673 as liability for its proportionate share of the net pension liability. The net pension liability was measured as of June 30, 2022, and the total pension liability used to calculate the net pension liability was determined by an actuarial valuation as of that date. The City's proportion of the net pension liability was based on wages reported by employers relative to the collective wages of the plan. At June 30, 2022, the City's proportion was 0.0551973 percent, which was an increase of 0.0001111 from its proportion measured as of June 30, 2021.

For the year ended December 31, 2022, the City recognized pension expense of \$9,456,006 based on an actuarial valuation as of June 30, 2022. The City also reported deferred outflows of resources and deferred inflows of resources related to pensions from the following sources:

	Deferred Outflows of Resources	Deferred Inflows of Resources
Differences between expected and actual experience	\$ 18,288,753	\$ 498,998
Net difference between projected and actual investment earnings on pension plan investments	11,381,498	—
Assumption changes	15,258,726	2,820,099
Changes in proportion and differences between employer contributions and proportionate share of contributions	330,791	128,758
Employer contributions subsequent to the measurement date	5,257,461	—
Total	\$ 50,517,229	\$ 3,447,855

The \$5,257,461 reported as deferred outflows of resources related to pensions resulting from City contributions subsequent to the measurement date will be recognized as reductions of the net pension liability in the year ended December 31, 2023. Other amounts reported as deferred outflows of resources and deferred inflows of resources related to pensions will be recognized in pension expense as follows:

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Year Ended June 30:

2023	\$ 4,269,090
2024	6,212,142
2025	3,717,521
2026	16,906,540
2027	4,675,001
Thereafter	<u>6,031,619</u>
Total	<u>\$ 41,811,913</u>

Pension Plan Fiduciary Net Position

The pension plan's fiduciary net position has been determined on the same basis of accounting used by the pension plan. Detailed information about the pension plan's fiduciary net position is available in the separately issued INPRS financial report, which is available online at <https://www.in.gov.inprs/> or may be obtained by contacting:

Indiana Public Retirement System
One North Capitol Avenue, Suite 001
Indianapolis, IN 46204
Ph. (844) 464-6777

Benefit Payment Policies

Pension, disability, special death benefits, and distributions of contributions and interest are recognized when due and payable to members or beneficiaries. Benefits are paid once the retirement or survivor applications have been processed and approved. Distributions of contributions and interest are distributions from inactive, non-vested members' DC accounts. These distributions may be requested by members or automatically distributed by the fund when certain criteria are met.

Valuation of Pension Plan Investments

The pooled and non-pooled investments are generally reported at fair value. Fair value is the price that would be received to sell an asset in an orderly transaction between market participants at the measurement date.

Short-term investments consist primarily of cash, money market funds, certificates of deposits, and fixed income instruments with maturities of less than one year. Short-term investments are generally reported using cost-based measures, which approximates fair value.

Fixed income securities consist primarily of the U.S. government, U.S. government-sponsored agencies, publicly traded debt, and commingled investment debt instruments. Equity securities consist primarily of domestic and international stocks in addition to commingled equity instruments. Fixed income and equity securities are generally valued based on published market prices and quotations from national security exchanges and securities pricing services. Securities that are not traded on a national security exchange are valued using modeling techniques that

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

include market observable inputs required to develop a fair value. Commingled funds are valued using the net asset value (NAV) of the entity.

Alternative investments include limited partnership interests in private equity, absolute return, private real estate, and risk parity investment strategies. Publicly traded alternative investments are valued based on quoted market prices. In the absence of readily determinable public market values, alternative investments are valued using current estimates of fair value obtained from the general partner or investment manager. Moreover, holdings are generally valued by a general partner or investment manager on a quarterly or semi-annual basis. Valuation assumptions are based upon the nature of the investment and the underlying business. Additionally, valuation techniques will vary by investment type and involve a certain degree of expert judgment. Alternative investments, such as investments in private equity or real estate, are generally considered to be illiquid long-term investments. Due to the inherent uncertainty that exists in the valuation of alternative investments, the realized value upon the sale of an asset may differ significantly from the fair value.

Derivative instruments are marked to market daily with changes in fair value recognized as part of investments and investment income.

C. Schedule of Aggregate Amounts - Single-employer and Cost Sharing Multiple-employer Defined Benefit Pension Plans - Primary Government

Primary Government:

	1937 Firefighters' Pension	1925 Police Officers' Pension	Sanitary Officers' Pension	Public Employees' Retirement Fund	1977 Police Officers' and Firefighters' Pension and Disability Fund	Total
Total pension liability	\$ 59,633,878	\$ 81,413,411	\$ 7,620,196	\$ 210,506,857	\$ 457,136,580	\$ 816,310,922
Plan fiduciary net position	—	1,173,071	634,265	173,627,838	421,376,907	596,812,081
Net pension liability	<u>\$ 59,633,878</u>	<u>\$ 80,240,340</u>	<u>\$ 6,985,931</u>	<u>\$ 36,879,019</u>	<u>\$ 35,759,673</u>	<u>\$ 219,498,841</u>
Deferred outflows of resources	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 26,063</u>	<u>\$ 14,964,332</u>	<u>\$ 50,517,229</u>	<u>\$ 65,507,624</u>
Deferred inflows of resources	<u>\$ —</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 1,929,080</u>	<u>\$ 3,447,855</u>	<u>\$ 5,376,935</u>
Pension expense (income)	<u>\$ (8,242,340)</u>	<u>\$ (15,403,609)</u>	<u>\$ 200,907</u>	<u>\$ 5,291,959</u>	<u>\$ 9,456,006</u>	<u>\$ (8,697,077)</u>

Discretely presented component units:

	Fort Wayne Public Transportation Employees' Retirement Plan	CIB Public Employees' Retirement Fund	Total
Total pension liability	\$ 35,115,346	\$ 4,309,725	\$39,425,071
Plan fiduciary net position	31,034,685	3,554,698	34,589,383
Net pension liability	<u>\$ 4,080,661</u>	<u>\$ 755,027</u>	<u>\$ 4,835,688</u>
Deferred outflows of resources	<u>\$ 719,263</u>	<u>\$ 319,823</u>	<u>\$ 1,039,086</u>
Deferred inflows of resources	<u>\$ 5,403,363</u>	<u>\$ 45,200</u>	<u>\$ 5,448,563</u>
Pension expense (income)	<u>\$ (1,089,922)</u>	<u>\$ 106,403</u>	<u>\$ (983,519)</u>

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

Note 25. Transfer of Operations

On May 24, 2022, FWCU entered into an agreement with the Allen County Regional Water Sewer District (ACRWSD) for FWCU to receive the ACRWSD's sewer service assets and liabilities and assume operational responsibilities for the ACRWSD's sewer service customers. On July 8, 2022, ACRWSD transferred the assets and liabilities to FWCU. As a result of the transfer, FWCU recognized the following assets, liabilities and net position:

	Carrying Values
Transferred Assets:	
Current assets:	
Cash and cash equivalents	\$ 2,490,944
Customer receivables	288,891
Materials and supplies	181,091
Total current assets	2,960,926
Noncurrent assets:	
Assessments receivable	11,323
Capital assets:	
Land	92,199
Distribution and collection	9,418,927
Buildings and improvements	608,200
Equipment and other	1,139,300
Less: Accumulated depreciation	(2,799,113)
Net capital assets	8,459,513
Total noncurrent assets	8,470,836
Total transferred assets	\$ 11,431,762
Transferred Liabilities:	
Current Liabilities:	
Other current liabilities	\$ 1,614
Accrued interest payable	4,714
Total current liabilities	6,328
Noncurrent liabilities:	
Loans payable	12,033,000
Total transferred liabilities	\$ 12,039,328
Net position of transferred ACRWSD operations	\$ (607,566)

Note 26. Restatement

Net position as of January 1, 2022, has been restated as follows:

Prior period adjustment - restatement of Summit Development Corporation

CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2022
(Continued)

During the year ended December 31, 2022, a review of the Summit Development Corporation was made. It was determined that the component unit activities would be more appropriately presented in the financial statements as a blended component unit instead of a discretely presented component unit because it provides services entirely or almost entirely to the primary government. A restatement of the beginning balance has been made to the Combining Statement of Activities - Discretely Presented Component Units to remove the net position of the Summit Development Corporation. A restatement of the Governmental Activities in the Statement of Activities was also made to add the beginning net position of the Summit Development Corporation which is now shown as a major Capital Projects Fund.

	Governmental Activities	Business-Type Activities	Total	Component Units
Net position previously reported	\$ 672,449,246	\$ 793,708,391	\$ 1,466,157,637	\$ 60,803,091
Restatement of Summit Development Corp:				
Remove beginning net position as discrete component unit	—	—	—	(57,446)
Add beginning net position as blended component unit	57,446	—	57,446	—
Net position, restated at January 1, 2022	<u>\$ 672,506,692</u>	<u>\$ 793,708,391</u>	<u>\$ 1,466,215,083</u>	<u>\$ 60,745,645</u>

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE -
 GENERAL FUND
 For The Year Ended December 31, 2022

	General Fund			
	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 96,643,302	\$ 96,643,302	\$ 99,671,911	\$ 3,028,609
Licenses and permits	2,203,320	2,203,320	1,891,940	(311,380)
Intergovernmental	2,379,504	2,379,504	2,398,793	19,289
Charges for services	2,569,862	2,569,862	2,847,808	277,946
Fines and forfeits	265,825	265,825	295,215	29,390
Other	714,065	714,065	1,420,299	706,234
Total revenues	104,775,878	104,775,878	108,525,966	3,750,088
Expenditures:				
Current:				
General government	20,155,137	28,670,085	26,425,736	2,244,349
Public safety	69,769,060	69,469,115	67,195,648	2,273,467
Highways and streets	10,883,538	11,346,508	10,853,590	492,918
Health and welfare	3,584,756	3,596,756	3,546,505	50,251
Economic opportunity	816,229	816,229	754,004	62,225
Economic development	5,237,546	5,175,282	4,966,491	208,791
Debt service:				
Principal	54,015	54,015	54,015	—
Interest	5,985	5,985	5,985	—
Capital outlay	277,298	277,298	277,298	—
Total expenditures	110,783,564	119,411,273	114,079,272	5,332,001
Other financing sources (uses):				
Operating transfers in	12,303,196	12,303,196	10,303,176	(2,000,020)
Operating transfers out	(3,208,716)	(4,411,942)	(4,197,643)	214,299
Leases Issued	277,298	277,298	277,298	—
Total other financing sources (uses)	9,371,778	8,168,552	6,382,831	(1,785,721)
Net change in fund balance	3,364,092	(6,466,843)	829,525	7,296,368
Fund balance - beginning	52,599,013	52,599,013	52,599,013	—
Fund balance - ending	\$ 55,963,105	\$ 46,132,170	\$ 53,428,538	\$ 7,296,368

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

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULES -
 MAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2022

	Highways and Streets				Parks			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 11,393,000	\$ 11,393,000	\$ 11,598,577	\$ 205,577	\$ 18,831,584	\$ 18,831,584	\$ 18,886,153	\$ 54,569
Licenses and permits	—	—	—	—	59,703	59,703	63,449	3,746
Intergovernmental	14,754,110	14,754,110	16,251,217	1,497,107	68,449	68,449	68,449	—
Charges for services	146,148	146,148	263,672	117,524	6,233,262	6,233,262	6,343,722	110,460
Other	326,400	266,400	521,786	255,386	1,290,794	1,290,794	1,354,871	64,077
Total revenues	<u>26,619,658</u>	<u>26,559,658</u>	<u>28,635,252</u>	<u>2,075,594</u>	<u>26,483,792</u>	<u>26,483,792</u>	<u>26,716,644</u>	<u>232,852</u>
Expenditures:								
Current:								
Highways and streets:								
Personal services	12,800,416	12,741,416	12,393,923	347,493	—	—	—	—
Supplies	4,410,352	3,962,767	3,621,622	341,145	—	—	—	—
Other services and charges	6,890,349	7,581,075	6,551,092	1,029,983	—	—	—	—
Capital outlay	14,199,271	11,434,399	10,385,806	1,048,593	—	—	—	—
Culture and recreation:								
Personal services	—	—	—	—	12,967,593	12,567,593	12,232,974	334,619
Supplies	—	—	—	—	2,172,357	2,349,876	2,316,804	33,072
Other services and charges	—	—	—	—	8,197,233	8,805,898	8,758,111	47,787
Debt service:								
Bond issuance costs	—	—	—	—	177,665	177,665	177,665	—
Capital Outlay	—	—	—	—	3,888,760	3,888,760	3,888,760	—
Total expenditures	<u>38,300,388</u>	<u>35,719,657</u>	<u>32,952,443</u>	<u>2,767,214</u>	<u>27,403,608</u>	<u>27,789,792</u>	<u>27,374,314</u>	<u>415,478</u>
Other financing sources (uses):								
Operating transfers in	5,866,040	5,866,040	5,866,040	—	2,862,794	2,862,794	2,937,173	74,379
Operating transfers out	—	(1,000,000)	(1,000,000)	—	(2,816,907)	(2,816,907)	(2,816,907)	—
Issuance of debt	—	—	—	—	10,265,000	10,265,000	10,265,000	—
Premium on bonds issued	—	—	—	—	659,732	659,732	659,732	—
Total other financing sources (uses)	<u>5,866,040</u>	<u>4,866,040</u>	<u>4,866,040</u>	<u>—</u>	<u>10,970,619</u>	<u>10,970,619</u>	<u>11,044,998</u>	<u>74,379</u>
Net change in fund balances	(5,814,690)	(4,293,959)	548,849	4,842,808	10,050,803	9,664,619	10,387,328	722,709
Fund balances - beginning	14,295,311	14,295,311	14,295,311	—	15,481,287	15,481,287	15,481,287	—
Fund balances - ending	<u>\$ 8,480,621</u>	<u>\$ 10,001,352</u>	<u>\$ 14,844,160</u>	<u>\$ 4,842,808</u>	<u>\$ 25,532,090</u>	<u>\$ 25,145,906</u>	<u>\$ 25,868,615</u>	<u>\$ 722,709</u>

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULES -
MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2022
(Continued)

	Fire				Community Legacy			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 51,431,390	\$ 51,431,390	\$ 51,868,934	\$ 437,544	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—	—	—	—	—
Intergovernmental	400,000	400,000	400,000	—	—	—	—	—
Charges for services	544,940	544,940	546,907	1,967	—	—	—	—
Fines and forfeits	26,980	26,980	37,175	10,195	—	—	—	—
Other	187,406	187,406	39,632	(147,774)	1,455,030	1,455,030	1,455,030	—
Total revenues	<u>52,590,716</u>	<u>52,590,716</u>	<u>52,892,648</u>	<u>301,932</u>	<u>1,455,030</u>	<u>1,455,030</u>	<u>1,455,030</u>	<u>—</u>
Expenditures:								
Current:								
General government	—	—	—	—	120,751	120,751	120,751	—
Public safety:								
Personal services	44,975,763	44,975,763	44,940,036	35,727	—	—	—	—
Supplies	1,787,175	1,459,785	1,295,428	164,357	—	—	—	—
Other services and charges	5,892,039	5,185,390	4,758,146	427,244	—	—	—	—
Capital outlay	185,000	243,388	231,965	11,423	—	—	—	—
Total expenditures	<u>52,839,977</u>	<u>51,864,326</u>	<u>51,225,575</u>	<u>638,751</u>	<u>120,751</u>	<u>120,751</u>	<u>120,751</u>	<u>—</u>
Other financing sources (uses):								
Operating transfers in	—	—	—	—	—	—	—	—
Operating transfers out	—	(554,862)	(554,862)	—	(176,455)	(176,455)	(176,455)	—
Unrealized gain(loss)on investments	—	—	—	—	(6,052,757)	(6,052,757)	(6,052,757)	—
Total other financing sources (uses)	<u>—</u>	<u>(554,862)</u>	<u>(554,862)</u>	<u>—</u>	<u>(6,229,212)</u>	<u>(6,229,212)</u>	<u>(6,229,212)</u>	<u>—</u>
Net change in fund balances	(249,261)	171,528	1,112,211	940,683	(4,894,933)	(4,894,933)	(4,894,933)	—
Fund balances - beginning	14,151,250	14,151,250	14,151,250	—	44,938,721	44,938,721	44,938,721	—
Fund balances - ending	<u>\$ 13,901,989</u>	<u>\$ 14,322,778</u>	<u>\$ 15,263,461</u>	<u>\$ 940,683</u>	<u>\$ 40,043,788</u>	<u>\$ 40,043,788</u>	<u>\$ 40,043,788</u>	<u>\$ —</u>

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

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 INFRASTRUCTURE - MODIFIED REPORTING
 Last 5 Fiscal years

Comparison of Budgeted-to-Actual Maintenance/Preservation

<u>Roads</u>	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Arterial					
Budgeted	\$ 987,079	\$ 1,400,372	\$ 2,154,664	\$ 1,677,153	\$ 6,238,135
Actual	986,874	1,556,758	1,950,997	1,929,163	8,464,159
Collector					
Budgeted	570,704	1,482,201	1,087,971	814,183	1,000,942
Actual	626,241	1,728,922	552,504	962,995	1,039,546
Residential					
Budgeted	4,247,548	4,138,835	3,144,258	608	3,309,650
Actual	4,543,560	4,468,458	2,051,322	3,239,968	3,803,037

Condition Rating

Average Pavement Condition Index (PCI)

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>
Total System	5	5	5	5	5

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
Last 10 Fiscal Years *

1937 Firefighters' Pension Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total pension liability:										
Interest cost	\$1,053,371	\$1,133,659	\$1,660,354	\$2,349,543	\$2,253,601	\$2,668,769	\$2,418,897	\$2,538,721	\$3,894,050	\$4,778,921
Plan amendments	—	—	—	392,271	—	—	—	—	—	—
Other changes	—	—	169,841	—	—	—	—	—	—	—
Differences between expected and actual experience	4,856,313	2,712,583	(1,318,091)	266,955	(771,016)	(803,350)	(1,112,671)	(948,708)	—	(401,476)
Assumption changes	(14,046,577)	(127,908)	(285,702)	6,750,904	(2,496,338)	3,725,207	(5,484,054)	(295,225)	11,845,931	13,198,813
Projected benefits payments	(6,310,004)	(6,018,886)	(5,888,423)	(6,142,452)	(6,220,867)	(6,375,604)	(6,613,140)	(6,734,075)	(6,806,308)	(6,965,285)
Net change in total pension liability	(14,446,897)	(2,300,552)	(5,662,021)	3,617,221	(7,234,620)	(784,978)	(10,790,968)	(5,439,287)	8,933,673	10,610,973
Total pension liability - beginning	74,080,775	76,381,327	82,043,348	78,426,127	85,660,747	86,445,725	97,236,693	102,675,980	93,742,307	83,131,334
Total pension liability - ending	<u>\$59,633,878</u>	<u>\$74,080,775</u>	<u>\$76,381,327</u>	<u>\$82,043,348</u>	<u>\$78,426,127</u>	<u>\$85,660,747</u>	<u>\$86,445,725</u>	<u>\$97,236,693</u>	<u>\$102,675,980</u>	<u>\$93,742,307</u>
Plan fiduciary net position:										
Contributions - other	\$ 134,134	\$ 27,244	\$ 25,251	\$ 23,672	\$ 312,891	\$ —	\$ —	\$ —	\$ —	\$ —
Non-employer contributing entity contributions	6,277,682	6,638,661	5,931,612	6,159,736	6,264,368	6,412,460	6,529,135	6,660,281	6,850,878	6,771,704
Net investment income	2,748	519	1,550	11,056	4,345	3,759	1,462	308	469	501
Benefit payments, including refunds of member contributions	(6,650,952)	(6,464,744)	(6,179,952)	(6,239,536)	(6,290,131)	(6,471,501)	(6,613,140)	(6,734,075)	(6,806,308)	(6,965,285)
Administrative expense	(31,435)	(30,423)	(29,160)	(27,659)	(25,931)	(26,395)	(25,919)	(26,184)	(22,055)	(21,633)
Other	—	—	—	—	—	—	—	—	—	183
Net change in plan fiduciary net position	(267,823)	171,257	(250,699)	(72,731)	265,542	(81,677)	(108,462)	(99,670)	22,984	(214,530)
Plan fiduciary net position - beginning	267,823	96,566	347,265	419,996	154,454	236,131	344,593	444,263	421,279	635,809
Plan fiduciary net position - ending	<u>\$ —</u>	<u>\$ 267,823</u>	<u>\$ 96,566</u>	<u>\$ 347,265</u>	<u>\$ 419,996</u>	<u>\$ 154,454</u>	<u>\$ 236,131</u>	<u>\$ 344,593</u>	<u>\$ 444,263</u>	<u>\$ 421,279</u>
Net pension liability	<u>\$59,633,878</u>	<u>\$73,812,952</u>	<u>\$76,284,761</u>	<u>\$81,696,083</u>	<u>\$78,006,131</u>	<u>\$85,506,293</u>	<u>\$86,209,594</u>	<u>\$96,892,100</u>	<u>102,231,717</u>	<u>93,321,028</u>
Plan fiduciary net position as a percentage of the total pension liability	— %	0.36 %	0.13 %	0.42 %	0.54 %	0.18 %	0.27 %	0.35 %	0.43 %	0.45 %
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
Last 10 Fiscal Years *
(Continued)

1925 Police Officers' Pension Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total pension liability:										
Service cost	\$ —	\$ —	\$ —	\$ 26,680	\$ 29,083	\$ 79,928	\$ 96,205	\$ 168,319	\$ 95,039	\$ 66,728
Interest cost	1,468,789	1,588,874	2,346,977	3,179,328	3,106,755	3,580,288	3,157,247	3,282,643	4,998,646	6,175,881
Plan amendments	—	—	—	551,971	—	—	—	—	—	—
Other changes	—	—	(205,455)	—	—	—	—	—	—	—
Differences between expected and actual experience	5,094,031	1,972,602	1,297,149	(2,199,919)	870,369	1,680,250	(1,510,890)	(1,898,421)	—	(3,273,748)
Assumption changes	(21,977,855)	(191,808)	(466,036)	10,041,595	(3,714,553)	5,421,874	(7,707,128)	(411,528)	16,219,587	17,931,620
Projected benefit payments	(7,491,556)	(7,425,788)	(7,383,061)	(7,501,565)	(7,764,205)	(7,728,852)	(7,620,221)	(7,809,396)	(7,759,395)	(7,876,577)
Net change in total pension liability	(22,906,591)	(4,056,120)	(4,410,426)	4,098,090	(7,472,551)	3,033,488	(13,584,787)	(6,668,383)	13,553,877	13,023,904
Total pension liability - beginning	104,320,002	108,376,122	112,786,548	108,688,458	116,161,009	113,127,521	126,712,308	133,380,691	119,826,814	106,802,910
Total pension liability - ending	<u>\$81,413,411</u>	<u>\$104,320,002</u>	<u>\$108,376,122</u>	<u>\$112,786,548</u>	<u>\$108,688,458</u>	<u>\$116,161,009</u>	<u>\$113,127,521</u>	<u>\$126,712,308</u>	<u>\$133,380,691</u>	<u>\$119,826,814</u>
Plan fiduciary net position:										
Contributions - other	\$ 4,639	\$ 12,818	\$ 8,017	\$ 12,982	\$ 1,210	\$ 5,007	\$ 17,264	\$ 5,830	\$ 288	\$ 72
Non-employer contributing entity contributions	7,886,828	7,534,054	7,575,269	7,329,685	7,815,561	7,653,868	7,697,200	7,672,731	7,683,308	8,420,573
Net investment income	8,889	1,879	8,232	22,753	12,240	9,608	3,607	872	1,399	1,169
Benefit payments, including refunds of member contributions	(7,761,793)	(7,740,719)	(7,484,412)	(7,690,273)	(7,589,135)	(7,777,843)	(7,620,222)	(7,809,396)	(7,759,395)	(7,846,037)
Administrative expense	(24,954)	(24,171)	(25,612)	(24,138)	(22,822)	(21,489)	(20,986)	(21,153)	(16,092)	(15,142)
Other	—	—	—	—	—	—	—	—	9,110	17,871
Net change in plan fiduciary net position	113,609	(216,139)	81,494	(348,991)	217,054	(130,849)	76,863	(151,116)	(81,382)	578,506
Plan fiduciary net position - beginning	1,059,462	1,275,601	1,194,107	1,543,098	1,326,044	1,456,893	1,380,030	1,531,146	1,612,528	1,034,022
Plan fiduciary net position - ending	<u>\$1,173,071</u>	<u>\$1,059,462</u>	<u>\$1,275,601</u>	<u>\$1,194,107</u>	<u>\$1,543,098</u>	<u>\$1,326,044</u>	<u>\$1,456,893</u>	<u>\$1,380,030</u>	<u>\$1,531,146</u>	<u>\$1,612,528</u>
Net pension liability	<u>\$80,240,340</u>	<u>\$103,260,540</u>	<u>\$107,100,521</u>	<u>\$111,592,441</u>	<u>\$107,145,360</u>	<u>\$114,834,965</u>	<u>\$111,670,628</u>	<u>125,332,278</u>	<u>131,849,545</u>	<u>118,214,286</u>
Plan fiduciary net position as a percentage of the total pension liability	1.44 %	1.02 %	1.18 %	1.06 %	1.42 %	1.14 %	1.29 %	1.09 %	1.15 %	1.35 %
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
Last 10 Fiscal Years *
(Continued)

Sanitary Officers' Pension Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total pension liability:										
Interest cost	\$ 229,391	\$ 223,742	\$ 236,185	\$ 236,737	\$ 248,168	\$ 258,481	\$ 268,017	\$ 289,729	\$ 249,800	\$ 257,423
Differences between expected and actual experience	(6,385)	454,223	(28,219)	127,656	(109,373)	7,430	152,186	(206,270)	441,955	(151,071)
Assumption changes	—	34,951	(127,609)	105,870	(30,322)	(115,284)	(236,913)	(312,832)	1,118,351	—
Projected benefit payments	(543,672)	(502,068)	(486,881)	(490,822)	(487,940)	(502,059)	(500,056)	(487,644)	(469,080)	(457,746)
Net change in total pension liability	(320,666)	210,848	(406,524)	(20,559)	(379,467)	(351,432)	(316,766)	(717,017)	1,341,026	(351,394)
Total pension liability - beginning	7,940,862	7,730,014	8,136,538	8,157,097	8,536,564	8,887,996	9,204,762	9,921,779	8,580,753	8,932,147
Total pension liability - ending	<u>\$7,620,196</u>	<u>\$7,940,862</u>	<u>\$7,730,014</u>	<u>\$8,136,538</u>	<u>\$8,157,097</u>	<u>\$8,536,564</u>	<u>\$8,887,996</u>	<u>\$9,204,762</u>	<u>\$9,921,779</u>	<u>\$8,580,753</u>
Plan fiduciary net position:										
Contributions - employer	\$ 566,459	\$ 650,763	\$ 630,140	\$ 622,282	\$ 513,603	\$ 534,391	\$ 539,956	\$ 531,204	\$ 489,972	\$ 343,610
Net investment income	3,533	1,008	2,344	2,117	978	246	83	20	4	43
Benefit payments, including refunds of member contributions	(543,672)	(502,068)	(486,881)	(490,822)	(487,940)	(502,059)	(500,056)	(487,644)	(469,080)	(457,746)
Administrative expense	(101)	(96)	(92)	(93)	(96)	(3,283)	(4,905)	(4,306)	(4,301)	(4,313)
Net change in plan fiduciary net position	26,219	149,607	145,511	133,484	26,545	29,295	35,078	39,274	16,595	(118,406)
Plan fiduciary net position - beginning	608,046	458,439	312,928	179,444	152,899	123,604	88,526	49,252	32,657	151,063
Plan fiduciary net position - ending	<u>\$ 634,265</u>	<u>\$ 608,046</u>	<u>\$ 458,439</u>	<u>\$ 312,928</u>	<u>\$ 179,444</u>	<u>\$ 152,899</u>	<u>\$ 123,604</u>	<u>\$ 88,526</u>	<u>\$ 49,252</u>	<u>\$ 32,657</u>
Net pension liability	<u>\$6,985,931</u>	<u>\$7,332,816</u>	<u>\$7,271,575</u>	<u>\$7,823,610</u>	<u>\$7,977,653</u>	<u>\$8,383,665</u>	<u>\$8,764,392</u>	<u>\$9,116,236</u>	<u>\$9,872,527</u>	<u>\$8,548,096</u>
Plan fiduciary net position as a percentage of the total pension liability	8.32 %	7.66 %	5.93 %	3.85 %	2.20 %	1.79 %	1.39 %	0.96 %	0.50 %	0.38 %
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Net pension liability as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CHANGES IN THE NET PENSION LIABILITY AND RELATED RATIOS -
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
Last 10 Fiscal Years *
(Continued)

Fort Wayne Public Transportation Corporation Employees' Retirement Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Total pension liability:										
Service cost	\$ 852,102	\$ 842,167	\$ 803,962	\$ 768,706	\$732,390	\$888,561	\$909,616	\$420,016	N/A	N/A
Interest cost	1,989,892	1,930,313	1,881,226	1,881,274	1,844,368	1,782,204	1,807,407	1,715,900	N/A	N/A
Differences between expected and actual experience	28,645	(897,222)	(8,058)	(380,775)	155,996	(1,110,216)	(434,710)	660,676	N/A	N/A
Assumption changes	(1,791,576)	(2,028,582)	(159,933)	820,610	232,956	(3,709,243)	308,182	11,107,744	N/A	N/A
Other	—	(18,672)	—	—	—	—	—	—	N/A	N/A
Projected benefit payments	(1,686,018)	(1,626,209)	(1,573,944)	(1,552,976)	(1,453,126)	(1,400,044)	(1,327,475)	(1,198,786)	N/A	N/A
Net change in total pension liability	(606,955)	(1,798,205)	943,253	1,536,839	1,512,584	(3,548,738)	1,263,020	12,705,550	N/A	N/A
Total pension liability - beginning	35,722,301	37,520,506	36,577,253	35,040,414	33,527,830	37,076,568	35,813,548	23,107,998	N/A	N/A
Total pension liability - ending	<u>\$35,115,346</u>	<u>\$35,722,301</u>	<u>\$37,520,506</u>	<u>\$36,577,253</u>	<u>\$35,040,414</u>	<u>\$33,527,830</u>	<u>\$37,076,568</u>	<u>\$35,813,548</u>	<u>N/A</u>	<u>N/A</u>
Plan fiduciary net position:										
Contributions - employer	\$ 579,639	\$ 605,714	\$ 593,452	\$ 519,967	\$515,762	\$475,644	\$490,473	\$494,353	N/A	N/A
Contributions - member	89,436	87,470	35,936	31,639	31,191	29,141	29,239	30,245	N/A	N/A
Net investment income	3,988,491	2,983,186	4,075,940	(839,119)	2,742,225	1,923,231	326,346	1,892,320	N/A	N/A
Benefit payments, including refunds of member contributions	(1,686,018)	(1,626,209)	(1,573,944)	(1,552,976)	(1,453,126)	(1,400,044)	(1,327,475)	(1,198,786)	N/A	N/A
Administrative expense	(27,771)	(23,735)	(18,105)	(18,543)	(26,058)	(20,144)	(21,828)	(17,179)	N/A	N/A
Other	(73,500)	(21,000)	(31,500)	(52,500)	(31,500)	(52,500)	(31,167)	(40,000)	N/A	N/A
Net change in plan fiduciary net position	2,870,277	2,005,426	3,081,779	(1,911,532)	1,778,494	955,328	(534,412)	1,160,953	N/A	N/A
Plan fiduciary net position - beginning	28,164,408	26,158,982	23,077,203	24,988,735	23,210,241	22,254,913	22,789,325	21,628,372	N/A	N/A
Plan fiduciary net position - ending	<u>\$31,034,685</u>	<u>\$28,164,408</u>	<u>\$26,158,982</u>	<u>\$23,077,203</u>	<u>\$24,988,735</u>	<u>\$23,210,241</u>	<u>\$22,254,913</u>	<u>\$22,789,325</u>	<u>N/A</u>	<u>N/A</u>
Net pension liability	<u>\$4,080,661</u>	<u>\$7,557,893</u>	<u>\$11,361,524</u>	<u>\$13,500,050</u>	<u>\$10,051,679</u>	<u>\$10,317,589</u>	<u>\$14,821,655</u>	<u>\$13,024,223</u>	<u>N/A</u>	<u>N/A</u>
Plan fiduciary net position as a percentage of the total pension liability	88.38 %	78.84 %	69.72 %	63.09 %	71.31 %	69.23 %	60.02 %	63.63 %	N/A	N/A
Covered payroll	\$5,696,890	\$5,477,778	\$4,812,177	\$4,627,093	\$4,615,686	\$4,321,333	\$4,141,883	\$4,372,676	N/A	N/A
Net pension liability as a percentage of covered payroll	71.63 %	137.97 %	236.10 %	291.76 %	217.77 %	238.76 %	357.85 %	297.85 %	N/A	N/A

* GASB 68 requires that information be shown for 10 years. Until a full 10 year trend is compiled, information will be shown for those years for which the information is available.

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

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY -
 COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
 Last 10 Fiscal Years *

Public Employees Retirement Fund - City of Fort Wayne

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability	0.76%	0.74%	0.73%	0.73%	0.70%	0.69%	0.72%	0.69 %	0.65 %
Proportionate share of the net pension liability	\$24,007,915	\$9,789,907	\$22,053,107	\$24,043,677	\$23,795,962	\$30,967,127	\$32,875,585	\$27,922,595	\$17,065,022
Covered payroll	\$43,810,355	\$41,019,791	\$39,417,397	\$37,902,500	\$35,743,217	\$34,434,725	\$34,716,529	\$32,837,584	\$31,704,289
Proportionate share of the net pension liability as a percentage of its covered payroll	54.80 %	23.87 %	55.95 %	63.44 %	66.57 %	89.93 %	94.70 %	85.03 %	53.83 %
Plan fiduciary net position as a percentage of the total pension liability	82.48 %	92.51 %	81.77 %	80.06 %	78.89 %	76.60 %	75.30 %	77.30 %	84.30 %

Public Employees Retirement Fund - City Utilities

	<u>2022</u>	<u>2021</u>	<u>2020</u>	<u>2019</u>	<u>2018</u>	<u>2017</u>	<u>2016</u>	<u>2015</u>	<u>2014</u>
Proportion of the net pension liability	0.41%	0.41%	0.40%	0.40%	0.40%	0.41%	0.45%	0.42 %	0.40 %
Proportionate share of the net pension liability	\$12,871,104	\$5,453,136	\$12,145,911	\$13,367,000	\$13,621,132	\$18,363,713	\$20,490,169	\$17,196,200	\$10,437,633
Covered payroll	\$23,487,287	\$22,848,626	\$21,709,554	\$21,071,663	\$20,459,753	\$20,419,990	\$21,637,668	\$20,223,082	\$19,391,743
Proportionate share of the net pension liability as a percentage of its covered payroll	54.80 %	23.87 %	55.95 %	63.44 %	66.58 %	89.93 %	94.70 %	85.03 %	53.83 %
Plan fiduciary net position as a percentage of the total pension liability	82.48 %	92.51 %	81.77 %	80.06 %	78.89 %	76.60 %	75.30 %	77.30 %	84.30 %

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF THE PROPORTIONATE SHARE OF THE NET PENSION LIABILITY -
COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
Last 10 Fiscal Years *
(Continued)

Public Employees Retirement Fund - CIB

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion of the net pension liability	0.02%	0.02%	0.02%	0.02%	0.02%	0.03%	0.02%	0.02%	0.02%
Proportionate share of the net pension liability	\$ 755,027	\$ 304,487	\$ 716,135	\$ 757,851	\$ 777,584	\$ 1,059,617	\$ 999,365	\$ 874,859	\$ 537,413
Covered payroll	\$ 1,377,503	\$ 1,276,057	\$ 1,280,139	\$ 1,194,781	\$ 1,168,073	\$ 1,178,373	\$ 1,055,432	\$ 1,029,068	\$ 998,256
Proportionate share of the net pension liability as a percentage of its covered payroll	54.81%	23.86%	55.94%	63.43%	66.57%	89.92%	94.69%	85.01%	53.84%
Plan fiduciary net position as a percentage of the total pension liability	82.48%	92.51%	81.77%	80.06%	78.90%	76.60%	75.30%	77.30%	84.30%

1977 Police Officers' and Firefighters' Pension and Disability Fund

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Proportion of the net pension liability (asset)	5.52%	5.51%	5.41%	5.36%	5.42%	5.40%	5.56%	5.50%	5.50%
Proportionate share of the net pension liability (asset)	\$35,759,673	\$ (32,556,786)	\$13,140,297	\$ 493,697	\$ (4,767,589)	\$ (834,304)	\$ 4,943,313	\$ (8,126,334)	\$ (2,805,462)
Covered payroll	\$55,794,948	\$ 52,300,066	\$50,183,195	\$47,352,337	\$45,673,232	\$43,848,401	\$43,007,168	\$41,022,151	\$39,065,212
Proportionate share of the net pension liability (asset) as a percentage of its covered payroll	64.09%	(62.25)%	26.18%	1.04%	(10.44)%	(1.90)%	11.49%	(19.81)%	(7.18)%
Plan fiduciary net position as a percentage of the total pension liability	92.18%	107.78%	96.42%	99.86%	101.51%	100.30%	98.20%	103.20%	101.10%

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

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CONTRIBUTIONS -
 SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
 Last 10 Fiscal Years *

1937 Firefighters' Pension Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Statutorily determined contribution	\$ 6,591,342	\$ 6,402,829	\$ 6,120,755	\$ 6,182,141	\$ 6,234,951	\$ 6,415,905	\$ 6,553,429	\$ 6,684,421	\$ 6,850,878	\$ 6,771,704
Contributions in relation to the statutorily determined contribution	6,277,682	6,665,905	5,956,863	6,183,408	6,577,259	6,412,460	6,529,135	6,660,281	6,850,878	6,771,704
Contribution deficiency (excess)	<u>\$ 313,660</u>	<u>\$ (263,076)</u>	<u>\$ 163,892</u>	<u>\$ (1,267)</u>	<u>\$ (342,308)</u>	<u>\$ 3,445</u>	<u>\$ 24,294</u>	<u>\$ 24,140</u>	<u>\$ —</u>	<u>\$ —</u>
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

1925 Police Officers' Pension Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Statutorily determined contribution	\$ 7,836,379	\$ 7,817,560	\$ 7,487,827	\$ 7,690,273	\$ 7,589,125	\$ 7,777,008	\$ 7,620,257	\$ 7,804,224	\$ 7,749,424	\$ 7,876,577
Contributions in relation to the statutorily determined contribution	7,891,467	7,546,872	7,583,286	7,342,667	7,816,771	7,658,875	7,714,464	7,678,561	7,683,596	8,420,645
Contribution deficiency (excess)	<u>\$ (55,088)</u>	<u>\$ 270,688</u>	<u>\$ (95,459)</u>	<u>\$ 347,606</u>	<u>\$ (227,646)</u>	<u>\$ 118,133</u>	<u>\$ (94,207)</u>	<u>\$ 125,663</u>	<u>\$ 65,828</u>	<u>\$ (544,068)</u>
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

(Continued)

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULE OF CONTRIBUTIONS -
SINGLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
Last 10 Fiscal Years *
(Continued)

Sanitary Officers' Pension Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Statutorily determined contribution	\$ 543,672	\$ 502,068	\$ 486,881	\$ 490,822	\$ 487,940	\$ 502,059	\$ 500,056	\$ 487,644	\$ 554,448	\$ 550,910
Contributions in relation to the statutorily determined contribution	566,459	650,763	630,140	622,282	513,603	534,414	539,956	531,204	489,972	343,610
Contribution deficiency (excess)	<u>\$ (22,787)</u>	<u>\$ (148,695)</u>	<u>\$ (143,259)</u>	<u>\$ (131,460)</u>	<u>\$ (25,663)</u>	<u>\$ (32,355)</u>	<u>\$ (39,900)</u>	<u>\$ (43,560)</u>	<u>\$ 64,476</u>	<u>\$ 207,300</u>
Covered payroll	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Contributions as a percentage of covered payroll	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A	N/A

Fort Wayne Public Transportation Corporation Employees' Retirement Plan

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Actuarially determined contribution	\$ 710,664	\$ 679,457	\$ 679,457	\$ 679,457	\$ 667,218	\$ 807,741	\$ 807,741	\$ 807,741	N/A	N/A
Contributions in relation to the actuarially determined contribution	669,075	693,184	693,184	629,388	546,953	515,762	475,644	517,568	N/A	N/A
Contribution deficiency (excess)	<u>\$ 41,589</u>	<u>\$ (13,727)</u>	<u>\$ (13,727)</u>	<u>\$ 50,069</u>	<u>\$ 120,265</u>	<u>\$ 291,979</u>	<u>\$ 332,097</u>	<u>290,173</u>	<u>N/A</u>	<u>N/A</u>
Covered payroll	\$ 5,696,890	\$ 5,477,778	\$ 4,812,177	\$ 4,627,093	\$ 4,615,686	\$ 4,321,333	\$ 4,141,883	4,372,676	N/A	N/A
Contributions as a percentage of covered payroll	11.74%	12.65%	14.40%	13.60%	11.85%	11.94%	11.48%	11.84%	N/A	N/A

Note:

* GASB 68 requires that information be shown for 10 years. Until a full 10 year trend is compiled, information will be shown for those years for which the information is available.

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

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CONTRIBUTIONS -
 COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
 Last 10 Fiscal Years *

Public Employees Retirement Fund - City of Fort Wayne

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially required contribution	\$ 4,860,663	\$ 4,557,980	\$ 4,379,533	\$ 4,330,240	\$ 4,047,541	\$ 3,791,987	\$ 3,770,912	\$ 3,814,308	\$ 3,588,652
Contributions in relation to the actuarially required contribution	4,860,663	4,557,980	4,379,533	4,330,240	4,047,541	3,791,987	3,770,912	3,814,308	3,588,652
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$43,398,777	\$40,696,250	\$39,102,973	\$38,662,857	\$36,138,759	\$33,857,027	\$33,668,857	\$34,056,321	\$32,041,536
Contributions as a percentage of covered payroll	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20 %	11.20 %

Public Employees Retirement Fund - City Utilities

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially required contribution	\$ 2,610,902	\$ 2,544,476	\$ 2,442,892	\$ 2,361,409	\$ 2,297,316	\$ 2,269,585	\$ 2,647,487	\$ 2,163,471	\$ 2,196,819
Contributions in relation to the actuarially required contribution	2,610,902	2,544,476	2,442,892	2,361,409	2,297,316	2,269,585	2,647,487	2,163,471	2,196,819
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$23,311,625	\$22,718,536	\$21,811,536	\$21,084,009	\$20,511,750	\$20,264,152	\$23,638,277	\$19,316,705	\$19,614,455
Contributions as a percentage of covered payroll	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%

(Continued)

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CONTRIBUTIONS -
 COST-SHARING MULTIPLE-EMPLOYER DEFINED BENEFIT PENSION PLANS
 Last 10 Fiscal Years *
 (Continued)

Public Employees Retirement Fund - CIB

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially required contribution	\$ 161,302	\$ 142,918	\$ 143,376	\$ 141,231	\$ 132,152	\$ 132,773	\$ 122,703	\$ 112,723	\$ 110,440
Contributions in relation to the actuarially required contribution	161,302	142,918	143,376	141,231	132,152	132,773	122,703	112,723	110,440
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$ 1,440,196	\$ 1,276,054	\$ 1,280,143	\$ 1,260,988	\$ 1,179,931	\$ 1,185,476	\$ 1,095,563	\$1,006,459	\$ 986,072
Contributions as a percentage of covered payroll	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20%	11.20 %	11.20 %

1977 Police Officers' and Firefighters' Pension and Disability Fund

	2022	2021	2020	2019	2018	2017	2016	2015	2014
Actuarially required contribution	\$ 9,767,248	\$ 9,152,444	\$ 8,897,155	\$ 8,486,450	\$ 8,115,740	\$ 7,892,903	\$ 8,409,766	\$ 8,246,875	\$ 7,863,942
Contributions in relation to the actuarially required contribution	9,767,248	9,152,444	8,897,155	8,486,450	8,115,740	7,892,903	8,409,766	8,246,875	7,863,942
Contribution deficiency (excess)	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Covered payroll	\$55,812,846	\$52,299,680	\$50,840,886	\$48,494,000	\$46,375,657	\$45,102,303	\$42,689,168	\$41,862,310	\$39,918,487
Contributions as a percentage of covered payroll	17.50%	17.50%	17.50%	17.50%	17.50%	17.50%	19.70%	19.70%	19.70%

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

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS -
 RETIREE HEALTHCARE PLAN
 Last 10 Fiscal Years*

City of Fort Wayne:

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	\$ 6,699,348	\$ 6,535,949	\$ 5,475,385	\$ 5,363,787	\$ 5,640,401
Interest	3,042,991	2,951,784	4,615,294	4,838,990	5,263,896
Difference between expected and actual experience	(7,597,378)	26,852	(13,601,099)	(2,424,305)	—
Assumption changes	(14,627,795)	—	19,309,328	369,173	—
Benefit payments	(4,870,088)	(5,539,334)	(4,638,689)	(4,849,516)	(6,575,323)
Net change in Total OPEB Liability	(17,352,922)	3,975,251	11,160,219	3,298,129	4,328,974
Total OPEB Liability - Beginning	154,542,468	150,567,217	139,406,998	136,108,869	149,907,424
Total OPEB Liability - Ending	<u>\$ 137,189,546</u>	<u>\$ 154,542,468</u>	<u>\$ 150,567,217</u>	<u>\$ 139,406,998</u>	<u>\$ 154,236,398</u>
Covered employee payroll	\$ 117,779,116	\$ 105,453,716	\$ 102,881,674	\$ 99,440,855	\$ 101,639,691
Total OPEB liability as a percentage of covered employee payroll	116.48%	146.55%	146.35%	140.19%	151.75%

For all OPEB Plans (City of Fort Wayne, City Utilities and PTC):

No assets are accumulated in a trust that meets the criteria in paragraph 4 of GASB Statement No. 75. The schedule is presented as of the measurement date which is one year prior to the current fiscal year.

*This schedule will be 10 years as information is available.

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

(Continued)

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS -
 RETIREE HEALTHCARE PLAN
 Last 10 Fiscal Years*
 (Continued)

City Utilities (FWCU):

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	\$ 663,188	\$ 647,013	\$ 495,334	\$ 417,624	N/A
Interest	325,545	327,578	543,202	630,123	N/A
Difference between expected and actual experience	(116,252)	(531)	(2,517,874)	(1,745,425)	N/A
Assumption changes	(2,149,512)	—	2,203,003	54,393	N/A
Benefit payments	(900,997)	(1,189,538)	(586,501)	(728,202)	N/A
Net change in Total OPEB Liability	(2,178,028)	(215,478)	137,164	(1,371,487)	N/A
Total OPEB Liability - Beginning	16,677,728	16,893,206	16,756,042	18,127,529	N/A
Total OPEB Liability - Ending	<u>\$ 14,499,700</u>	<u>\$ 16,677,728</u>	<u>\$ 16,893,206</u>	<u>\$ 16,756,042</u>	<u>N/A</u>
Covered employee payroll	\$ 23,423,840	\$ 22,798,509	\$ 22,242,448	\$ 21,422,072	N/A
Total OPEB liability as a percentage of covered employee payroll	61.90%	73.15%	75.95%	78.22%	N/A

The following changes in the discount rate occurred for both the City of Fort Wayne and FWCU:

For the year ended December 31, 2022, the discount rate changed from 1.93% at the beginning of the measurement period to 4.31% at the end of the measurement period.

For the year ended December 31, 2021, the discount rate of 1.93% remained the same as the prior year.

For the year ended December 31, 2020, the discount rate changed from 3.26% at the beginning of the measurement period to 1.93% at the end of the measurement period.

For the year ended December 31, 2019, the discount rate changed from 3.50% at the beginning of the measurement period to 3.26% at the end of the measurement period.

N/A - Information to segregate FWCU's proportionate share of the OPEB liability was not available for the year ended December 31, 2018 and therefore it was included in the City of Fort Wayne figures above. Starting with the year ended December 31, 2019, actuarial figures have been obtained to separately report these.

(Continued)

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 SCHEDULE OF CHANGES IN TOTAL OPEB LIABILITY AND RELATED RATIOS -
 RETIREE HEALTHCARE PLAN
 Last 10 Fiscal Years*
 (Continued)

Fort Wayne Public Transportation Corporation:

	2022	2021	2020	2019	2018
Total OPEB Liability					
Service cost	\$ 435,394	\$ 407,574	\$ 399,857	\$ 380,816	\$ 314,864
Interest	162,290	159,146	217,521	221,829	246,066
Differences between expected and actual experience	(219,168)	(1,057,004)	—	(716,951)	—
Changes in assumptions	(1,405,001)	(442,539)	927,001	550,910	449,556
Benefit payments, including refunds of employee contributions	(128,009)	(322,976)	(594,632)	(553,146)	(510,336)
Net change in Total OPEB liability	(1,154,494)	(1,255,799)	949,747	(116,542)	500,150
Total OPEB Liability - Beginning	6,905,522	8,161,321	7,211,574	7,328,116	6,827,966
Total OPEB Liability - Ending	<u>\$ 5,751,028</u>	<u>\$ 6,905,522</u>	<u>\$ 8,161,321</u>	<u>\$ 7,211,574</u>	<u>\$ 7,328,116</u>
Covered-employee payroll	\$ 8,058,936	\$ 7,748,977	\$ 7,450,939	\$ 7,164,364	\$ 5,038,925
Total OPEB liability as a percentage of covered-employee payroll	71.36 %	89.12 %	109.53 %	100.66 %	145.43 %

The following changes in the discount rate occurred for Fort Wayne Public Transportation Corporation:

For the year ended December 31, 2022:

The discount rate changed from 2.25% at the beginning of the measurement period to 4.31% at the end of the measurement period.

For the year ended December 31, 2021:

The discount rate changed from 1.93% at the beginning of the measurement period to 2.25% at the end of the measurement period.

For the year ended December 31, 2020:

The discount rate changed from 3.10% at the beginning of the measurement period to 1.93% at the end of the measurement period.

For the year ended December 31, 2019:

The discount rate changed from 3.03% at the beginning of the measurement period to 3.10% at the end of the measurement period.

CITY OF FORT WAYNE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2022

Note 1. Budgets and Budgetary Accounting

A. The City follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:

1. The Mayor submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
2. Prior to adoption, the City advertises the budget and the City Council holds public hearings to obtain taxpayer comments.
3. In October of each year the budget is approved by the City Council through passage of an ordinance.
4. Copies of the budget ordinance and advertisements are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the City Controller receives approval from the Indiana Department of Local Government Finance. The budget ordinance as approved by the Indiana Department of Local Government Finance becomes the City's expenditures budget. The City's maximum tax levy is restricted by Indiana Law, with certain adjustments and exceptions. If the advertised budget exceeds the spending and tax limits of the state control laws, an excess levy can be granted by the Indiana Department of Local Government Finance, upon appeal by the City.
5. The legal level of budgetary control (the level at which expenditures may not exceed appropriations without the governing body's approval) is by object classification for all funds except for the General fund, which is by object classification within each department. The City's management cannot transfer budgeted appropriations between object classifications of a budget, without approval of the City Council. Any revisions that alter the total appropriations for any fund or any department of the General fund must be approved by the City Council and, in some instances, by the Indiana Department of Local Government Finance.
6. Formal budgetary integration is required by State statute and is employed as a management control device. An annual budget was legally adopted for the following funds:

Major Funds:

General Fund

Special Revenue Funds:

Highways and Streets, Parks, Fire, and Community Legacy

Capital Projects Funds:

LIT-ED and Redevelopment

Non-Major Funds:

Special Revenue Funds:

Parking Meter, Law Enforcement Training, Cable Television,

Unsafe Building, Public Safety LIT, Domestic Violence, and American Rescue Plan Act

Capital Projects Funds:

Cumulative Capital Improvement and Cumulative Capital Development

CITY OF FORT WAYNE
 NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
 December 31, 2022
 (Continued)

7. The City's budgetary process is based upon GAAP. Appropriations lapse with the expiration of the budgetary period unless encumbered by a purchase order or contract. Encumbered appropriations are carried over and added to the subsequent year's budget.
8. Budgeted amounts are as originally adopted, or as amended by the City Council and approved by the Indiana Department of Local Government Finance in the regular legal manner. Net increases to the original appropriations totaled \$7,139,743 in 2022.

B. Expenditures in Excess of Appropriations

For the year ended December 31, 2022, expenditures exceeded budgeted appropriations at the legal level of control (object classification for all funds except the General Fund, which is by object classification within each department) in the following funds, by the amounts below:

<u>Fund</u>	<u>Object</u>	<u>Excess</u>
Cable Television	Other services and charges	\$ 130,046
Domestic Violence	Other services and charges	147
LIT-ED	Transfers out	47

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

Note 2. Infrastructure Assets - Modified Approach

In 2016, a new pavement condition rating system was implemented that evaluated every segment of street in the City of Fort Wayne. The condition of the road system is measured using a pavement assessment system called PASER. This system considers the worst distress factor found in pavement surface and assigns the corresponding numeric value to that distress. The PASER rating system uses a measurement scale that is based upon an index ranging from 1 - 10. These condition categories are "Excellent" (10-9), "Very Good" (8), "Good" (7-6), "Fair" (5-4), "Poor" (3), and "Very Poor" (2-1).

Condition reports using a weighted average are compiled on an annual basis to determine the total system's status. Keeping the database up to date will ensure the City is addressing that part of the infrastructure needing the most attention and to determine from year to year how well infrastructure is being maintained. The City assesses all of the system miles each year to keep the information current.

It is the City's goal to maintain our road pavement infrastructure at a condition of "Good". Reacting to the downward trend in the PCI ratings, the City formed a Fiscal Policy Group in 2012 to develop a long term plan to find sustainable revenue sources to support infrastructure quality. The Mayor, based on the recommendation of the Group, adopted a minimum spending goal for streets and roads of \$18 million per year. To achieve that level of funding, the Group recommended changes to Local Option Income Taxes as well as key component elements to Property Taxes. These changes were adopted, creating sustainable new revenues in excess of \$10 million. Subsequently, another Fiscal Policy Group revised the minimum spending goal to \$25 million. The Municipal Motor Vehicle License Excise Surtax and Municipal Wheel Tax were

CITY OF FORT WAYNE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2022
(Continued)

passed in 2016 to fill that gap. The Municipal Wheel Tax / Surtax generates approximately \$4.8 million in new revenues. Also, assisting the City in achieving its goal, the Indiana General Assembly passed HEA 1002 in April of 2017, which, in part, provides around \$4.7 million annually for streets and roads. The City will continue to monitor its infrastructure spending in order to assure a needed and stable level of funding for infrastructure in order to meet our goal of "Good" for road pavement infrastructure. The change in ratings between 2015 and 2016 represented a switch from the PCI rating system which used a scale ranging between -135 and 100, to a more universally adopted PASER rating system that uses a scale ranging between 1 and 10. In 2016, the City hired a consultant to re-rate all 1,166 centerline miles of pavement. The City continues to re-rate these streets annually.

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

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

Addressing only streets that are rated as poor does not improve the average ratings. This is known as fixing the worst first. We need to address some of the streets that are rated good and fair so that the average ratings will stay where we need it. This is known as taking a "mix of fixes" approach that is known to provide the best long term maintenance of roadways. In 2019, we started addressing these "good" rated streets under a pavement prevention program. We treated 5 miles in 2019 and are now doing around 10 miles a year. We are working on implementing Roadsoft pavement management system so that we can determine the best mix of fixes to maintain our roadways at the best rating at the least amount of cost.

Note 3. Financial Reporting - Pension Plans

A. Changes of assumptions.

1. The interest rate for the 1937 Firefighters' and 1925 Police Officers' Pension plans increased from 1.39% for the December 31, 2021 valuation to 4.12% for the December 31, 2022 valuation, based on the Barclay's 20-year Municipal Bond Index rate.

CITY OF FORT WAYNE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2022
(Continued)

2. For the Sanitary Officers' Pension plan, in 2022, there was a change from the Pub-2010 Safety Mortality with Mortality Improvement Scale MP-2020 to the use of the same base mortality but with Mortality Improvement Scale MP-2021.
3. For the Fort Wayne Public Transportation Corporation Employees' Retirement Plan, in 2022 there was no change from use of RP 2014 Mortality Table with adjustments for mortality improvements based on MP-2019, for disabled members - RP2000. There was a change in assumptions the discount rate changed from 5.58% used in 2021 to 6.08% for 2022.
4. For the Public Employees Retirement Fund, in 2022, there was no change from the use of the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality variants and adjustments are used for different subpopulations.

There were no new changes in economic assumptions in 2022 from the prior year. The discount rate of 6.25% remained unchanged, the inflation rate of 2.0% remained unchanged, and the salary increases remained unchanged from prior year at the range of 2.65% to 8.65%. The cost-of-living assumption of 0.4% for fiscal years 2022 and 2023 has been replaced by a 1.00% cost-of-living adjustment effective January 1, 2022.

5. For the 1977 Police Officers' and Firefighters' Pension, in 2022, there was no change from the use of the Pub-2010 Public Retirement Plans Mortality Tables with a fully generational projection of mortality improvements using SOA Scale MP-2019. Specific mortality variants and adjustments are used for different subpopulations.

There were no changes in economic assumptions in 2022 from the prior year. The discount rate of 6.25% remained unchanged, the inflation rate of 2.0% remained unchanged, the salary increases remained unchanged at 2.65% and the cost-of-living increases remained unchanged at 1.95%.

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

The actuarially determined contribution rates in the schedule of the 1937 Firefighters' and 1925 Police Officers' Pension plans contributions are calculated as of December 31, 2022. The following actuarial method and assumptions were used to determine contribution rates reported in their respective schedules:

CITY OF FORT WAYNE
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2022
(Continued)

1937 Firefighters' and 1925 Police Officers' Pension Plans

Actuarial cost method	Entry Age Normal - Level Percent of Payroll
Amortization method	Level percentage of projected payroll, closed
Remaining amortization period	20 years
Inflation	2.00%
Salary increases	2.65%
Cost-of-Living Increases	2.65%
	3.00% on July 1, 2022; 1.95% thereafter
Discount rate	4.12% (Based on Barclay's 20-year Municipal Bond Index rate)
Mortality assumption	Pub-2010 Public Retirement Plans Mortality Tables (Amount-Weighted) with fully generational projection of mortality improvements using SOA Scale MP-2019.

Sanitary Officers' Pension Plan

Actuarial cost method	Entry Age Actuarial Cost Method
Amortization method	Level percentage of projected payroll, closed
Remaining amortization period	20 years
Inflation	3.0%
Cost-of-Living Increases	4.0%
Discount rate	3.0%
Mortality assumption	Pub-2010 Safety Mortality with Mortality Improvement Scale MP-2021

Fort Wayne Public Transportation Corporation Employees' Retirement Plan

Actuarial cost method	Entry Age Normal
Asset valuation method	Market value as reported by Wells Fargo Bank
Inflation	2.5%
Salary increases	4% (1% merit plus 3% general increase)
Cost-of-Living Increases	2.5%
Investment rate of return	5.15%
Retirement age	65, with five years of continuous employment
Mortality assumption	RP-2014 Mortality Table for males and females, as appropriate with adjustments for mortality improvements based on MP-2019, for disabled members - RP2000

Major Governmental Funds

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

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

General Government:

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

Public Safety:

- Police Merit Commission
- Police

Highways and Streets:

- Street Lighting
- Flood
- Transportation Engineering
- Infrastructure

Health and Welfare:

- Animal Control

Economic Opportunity:

- Metropolitan Human Relations

Economic Development:

- Community Development

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

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

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

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

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

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

LIT-ED - to account for revenues received from the Local Income Tax - Economic Development distribution (LIT-ED) and for construction of projects funded by these revenues.

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

Summit Development Corp - to account for the activities of the Summit Development Corp.

CITY OF FORT WAYNE
SCHEDULES OF EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND
For The Year Ended December 31, 2022

Function and Department	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
General government:				
Mayor				
Personal services	\$ 2,468,558	\$ 2,468,558	\$ 2,385,755	\$ 82,803
Supplies	14,285	14,285	7,289	6,996
Other services and charges	134,820	127,806	102,998	24,808
Capital Outlay	8,000	7,967	7,967	—
Finance & Administration				
Personal services	2,891,195	5,094,195	4,593,901	500,294
Supplies	227,814	227,814	167,188	60,626
Other services and charges	10,541,952	9,209,735	8,329,394	880,341
Capital outlay	529,000	8,230,397	7,855,182	375,215
City Clerk				
Personal services	737,658	737,658	723,582	14,076
Supplies	8,500	8,500	7,161	1,339
Other services and charges	59,214	59,214	44,903	14,311
City Council				
Personal services	655,811	655,811	655,592	219
Supplies	4,000	4,000	1,225	2,775
Other services and charges	77,017	67,037	28,714	38,323
Capital Outlay	10,000	10,000	—	10,000
Board of Works				
Personal services	676,600	676,600	649,386	27,214
Supplies	5,769	5,769	4,736	1,033
Other services and charges	29,876	29,876	11,563	18,313
Law				
Personal services	641,405	641,405	548,519	92,886
Supplies	1,750	1,750	509	1,241
Other services and charges	67,417	67,417	62,655	4,762
Internal Audit				
Personal services	341,651	261,651	217,927	43,724
Supplies	450	450	206	244
Other services and charges	22,395	62,190	19,384	42,806
Total General government	<u>20,155,137</u>	<u>28,670,085</u>	<u>26,425,736</u>	<u>2,244,349</u>
Public safety:				
Police Merit Commission				
Personal services	2,500	2,500	2,500	—
Supplies	60	60	—	60
Police				
Personal services	57,152,782	57,152,782	55,403,856	1,748,926
Supplies	3,191,433	2,970,117	2,753,093	217,024
Other services and charges	9,414,785	9,336,156	9,029,199	306,957
Capital outlay	7,500	7,500	7,000	500
Total Public safety	<u>69,769,060</u>	<u>69,469,115</u>	<u>67,195,648</u>	<u>2,273,467</u>

(Continued)

CITY OF FORT WAYNE
SCHEDULES OF EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND
For The Year Ended December 31, 2022
(Continued)

Function and Department	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Highways and streets:				
Street Lighting/Flood/Transp Engineering/Infrastructure				
Personal services	4,967,546	5,003,210	4,840,174	163,036
Supplies	947,125	1,154,430	926,521	227,909
Other services and charges	1,937,058	3,297,673	3,223,748	73,925
Capital outlay	3,031,809	1,891,195	1,863,147	28,048
Total Highways and streets	10,883,538	11,346,508	10,853,590	492,918
Health and welfare:				
Animal Control				
Personal services	3,031,341	3,006,341	2,981,171	25,170
Supplies	101,650	120,650	113,491	7,159
Other services and charges	394,363	430,363	426,612	3,751
Capital outlay	57,402	39,402	25,231	14,171
Total Health and welfare	3,584,756	3,596,756	3,546,505	50,251
Economic opportunity:				
Metropolitan Human Relations				
Personal services	800,528	800,528	743,193	57,335
Supplies	2,460	2,460	1,836	624
Other services and charges	13,241	13,241	8,975	4,266
Total Economic opportunity	816,229	816,229	754,004	62,225
Economic development:				
Community Development				
Personal services	4,360,672	4,245,672	4,180,421	65,251
Supplies	35,290	35,290	24,749	10,541
Other services and charges	841,584	894,320	761,321	132,999
Total Economic development	5,237,546	5,175,282	4,966,491	208,791
Total General Fund	\$110,446,266	\$119,073,975	\$113,741,974	\$5,332,001

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES -
 OTHER BUDGETED MAJOR GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2022

	Redevelopment				LIT-ED			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 18,308,686	\$ 18,308,686	\$ 18,315,577	\$ 6,891	\$ 40,901,379	\$ 40,901,379	\$ 45,117,521	\$ 4,216,142
Intergovernmental	(56)	(56)	(56)	—	400	400	400	—
Charges for services	1,778,953	1,778,953	1,778,953	—	50,000	50,000	2,250,000	2,200,000
Other	9,871,353	9,871,353	9,873,500	2,147	872,701	872,701	375,405	(497,296)
Total revenues	<u>29,958,936</u>	<u>29,958,936</u>	<u>29,967,974</u>	<u>9,038</u>	<u>41,824,480</u>	<u>41,824,480</u>	<u>47,743,326</u>	<u>5,918,846</u>
Expenditures:								
Urban redevelopment and housing:								
Personal services	703,369	727,369	717,422	9,947	—	—	—	—
Supplies	3,248	3,248	2,835	413	—	—	—	—
Other services and charges	6,100,147	6,101,147	6,100,287	860	—	—	—	—
Capital outlay	8,666,875	8,666,875	8,666,875	—	—	—	—	—
Debt service:								
Principal	—	—	—	—	1,850,000	1,850,000	1,850,000	—
Interest	—	—	—	—	707,481	707,481	707,481	—
Capital outlay	—	—	—	—	40,974,098	42,165,252	31,379,381	10,785,871
Total expenditures	<u>15,473,639</u>	<u>15,498,639</u>	<u>15,487,419</u>	<u>11,220</u>	<u>43,531,579</u>	<u>44,722,733</u>	<u>33,936,862</u>	<u>10,785,871</u>
Other financing sources (uses):								
Transfers in	9,315,023	9,315,023	9,315,023	—	5,318,421	5,318,421	5,345,963	27,542
Transfers out	(16,708,485)	(16,708,485)	(16,708,485)	—	(16,015,995)	(19,468,328)	(19,468,765)	(437)
Total other financing sources (uses)	<u>(7,393,462)</u>	<u>(7,393,462)</u>	<u>(7,393,462)</u>	<u>—</u>	<u>(10,697,574)</u>	<u>(14,149,907)</u>	<u>(14,122,802)</u>	<u>27,105</u>
Net change in fund balances	7,091,835	7,066,835	7,087,093	20,258	(12,404,673)	(17,048,160)	(316,338)	16,731,822
Fund balances - beginning	60,765,657	60,765,657	60,765,657	—	38,860,057	38,860,057	38,860,057	—
Fund balances - ending	<u>\$ 67,857,492</u>	<u>\$ 67,832,492</u>	<u>\$ 67,852,750</u>	<u>\$ 20,258</u>	<u>\$ 26,455,384</u>	<u>\$ 21,811,897</u>	<u>\$ 38,543,719</u>	<u>\$ 16,731,822</u>

Non-major Governmental Funds

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

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

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

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

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

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

CDBG Grant Covid 19 - to account for funds granted to the City by the U.S. Department of Housing and Urban Development (HUD) through the Coronavirus Aid, Relief, and Economic Security (CARES) Act that apply to the Community Development Block Grant (CDBG) program.

ESG Grant Covid 19 - to account for funds granted to the City by HUD through the CARES Act that apply to Emergency Solutions Grant (ESG) program.

Police Grant Covid 19 - to account for funds granted to the City by the U. S. Department of Justice (DOJ) through the Coronavirus Emergency Supplemental Funding (CESF) program.

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

Fire Grant Covid 19 - to account for funds granted to the City by FEMA for the purchase of personal protective equipment and related supplies, including reimbursement, to prevent, prepare for, and respond to Covid 19.

CDC Grant Covid 19 - to account for funds granted to the City by U. S. Department of Commerce Economic Development Administration through the CARES Act Revolving Loan Fund.

Emergency Rental Assistance Program - to account for funds granted to the City by the U.S. Department of the Treasury to administer funds to those struggling to pay rent and utility bills because of the challenges brought on by the COVID-19 pandemic.

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

Non-major Governmental Funds (continued)

American Rescue Plan Act - to account for funds granted to the City from the Coronavirus State and Local Fiscal Recovery Funds as a portion of the American Rescue Plan Act of 2021 in order to provide COVID-19 relief to individuals and communities across the United States.

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

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

HOME American Rescue Plan Act - to account for funds granted to the City under the U.S. Department of Housing and Urban Development and in accordance with the HOME program and Section 3205 of the American Rescue Plan Act, which are to be used to rehabilitate single and multi-family housing units.

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

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

LEAD Grant - to account for funds granted to the City through the Indiana Housing and Community Development Authority for the purpose of identifying and controlling lead-based paint hazards in eligible privately.

Federal Seizure - to account for funds granted to the City from the Department of Justice through the equitable sharing program. This program distributes proceeds from the sale of forfeited assets seized during certain criminal investigations.

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

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

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

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

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

Public Safety LIT - to account for the additional local income tax funds to pay for public safety.

Non-major Governmental Funds (continued)

Opioid Settlement Unrestricted - to account for the funds received from litigation and settlement agreement associated with IC 4-6-15, which were paid by pharmaceutical companies to aid in the mitigation of opioid use disorder. The unrestricted portion may be spent in the same manner as money in the general fund.

Opioid Settlement Restricted - to account for the funds received from litigation and settlement agreement associated with IC 4-6-15, which were paid by pharmaceutical companies to aid in the mitigation of opioid use disorder.

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

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

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

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

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

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

Public Art - to account for revenues and expenses related to providing and maintaining public art.

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

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

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

Redevelopment Authority - to account for the debt service payments of Grand Wayne Center Expansion Project, Harrison Square Project, Skyline Parking Garage Project, Skyline Tower Project, and Electric Works.

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

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

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

Non-major Governmental Funds
(continued)

Cumulative Capital Improvement - to account for cigarette tax distributions.

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

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

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

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

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

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET -
 NON-MAJOR GOVERNMENTAL FUNDS
 December 31, 2022

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Non-major Capital Projects Funds	Totals
<u>Assets</u>				
Cash and cash equivalents	\$ 42,991,871	\$ 76,788	\$ 11,979,205	\$ 55,047,864
Investments	25,407,664	—	—	25,407,664
Receivables (net of allowances for uncollectibles):				
Taxes	2,106,069	—	230,495	2,336,564
Intergovernmental	4,250,433	—	42,643	4,293,076
Loans	6,729,488	—	—	6,729,488
Miscellaneous	2,779,061	—	770,772	3,549,833
Interfund receivable - pooled cash	—	—	144,214	144,214
Due from other funds	3,694	—	12,910	16,604
Assets held for economic development	852,801	—	1,198,784	2,051,585
Restricted assets:				
Cash and cash equivalents - restricted	—	28,607,889	10,956,311	39,564,200
Total assets	<u>\$ 85,121,081</u>	<u>\$ 28,684,677</u>	<u>\$ 25,335,334</u>	<u>\$ 139,141,092</u>
<u>Liabilities, deferred inflows of resources, and fund balances</u>				
Liabilities:				
Accounts payable	\$ 1,008,847	\$ 279,609	\$ 591,204	\$ 1,879,660
Wages and withholdings payable	304,207	—	—	304,207
Contracts payable	—	—	402,277	402,277
Retainage payable	1,627	—	6,884	8,511
Interfund payable - pooled cash	144,214	—	359,139	503,353
Unearned revenue	46,150,709	—	—	46,150,709
Total liabilities	<u>47,609,604</u>	<u>279,609</u>	<u>1,359,504</u>	<u>49,248,717</u>
Deferred inflows of resources	<u>5,099,737</u>	<u>—</u>	<u>513,845</u>	<u>5,613,582</u>
Fund balances:				
Restricted	15,227,779	28,405,068	1,302,143	44,934,990
Committed	467,520	—	11,558,699	12,026,219
Assigned	16,716,441	—	10,601,143	27,317,584
Unassigned	—	—	—	—
Total fund balances	<u>32,411,740</u>	<u>28,405,068</u>	<u>23,461,985</u>	<u>84,278,793</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 85,121,081</u>	<u>\$ 28,684,677</u>	<u>\$ 25,335,334</u>	<u>\$ 139,141,092</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 NON-MAJOR GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2022

	Non-major Special Revenue Funds	Non-major Debt Service Funds	Non-major Capital Projects Funds	Totals
Revenues:				
Taxes	\$ 7,298,447	\$ —	\$ 4,772,028	\$ 12,070,475
Special assessments	—	—	1,815,454	1,815,454
Licenses and permits	1,178,082	—	—	1,178,082
Intergovernmental	30,168,473	—	478,947	30,647,420
Charges for services	3,397,588	—	—	3,397,588
Fines and forfeits	4,387,067	—	—	4,387,067
Other	3,987,582	37,569	491,932	4,517,083
Total revenues	<u>50,417,239</u>	<u>37,569</u>	<u>7,558,361</u>	<u>58,013,169</u>
Expenditures:				
Current:				
General government	6,557,773	—	—	6,557,773
Public safety	20,779,294	195,562	—	20,974,856
Highways and streets	3,807,389	—	—	3,807,389
Health and welfare	121,777	—	—	121,777
Economic opportunity	12,225,721	—	—	12,225,721
Economic development	474,574	—	—	474,574
Culture and recreation	144,212	5,682,785	—	5,826,997
Urban redevelopment and housing	5,110,090	—	—	5,110,090
Debt service:				
Principal	273,002	6,195,000	4,610,000	11,078,002
Interest and other charges	49,282	3,928,854	268,754	4,246,890
Bond issuance costs	—	594,328	—	594,328
Capital outlay	—	—	12,774,264	12,774,264
Total expenditures	<u>49,543,114</u>	<u>16,596,529</u>	<u>17,653,018</u>	<u>83,792,661</u>
Excess (deficiency) of revenues over (under) expenditures	<u>874,125</u>	<u>(16,558,960)</u>	<u>(10,094,657)</u>	<u>(25,779,492)</u>
Other financing sources (uses):				
Transfers in	7,441,499	11,011,195	4,869,290	23,321,984
Transfers out	(843,917)	(1,924,852)	(115,024)	(2,883,793)
Refunding bonds issued	—	10,220,000	—	10,220,000
Bonds issued	—	29,440,000	—	29,440,000
Premium on bonds issued	—	3,881,958	—	3,881,958
Payment to refunded bond agent	—	(10,605,000)	—	(10,605,000)
Notes and loans issued	—	—	9,700,000	9,700,000
Total other financing sources (uses)	<u>6,597,582</u>	<u>42,023,301</u>	<u>14,454,266</u>	<u>63,075,149</u>
Net change in fund balances	7,471,707	25,464,341	4,359,609	37,295,657
Fund balances - beginning	<u>24,940,033</u>	<u>2,940,727</u>	<u>19,102,376</u>	<u>46,983,136</u>
Fund balances - ending	<u>\$ 32,411,740</u>	<u>\$ 28,405,068</u>	<u>\$ 23,461,985</u>	<u>\$ 84,278,793</u>

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET -
 NON-MAJOR SPECIAL REVENUE FUNDS
 December 31, 2022

	Abandoned Vehicle	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	CDBG Grant Covid 19	ESG Grant Covid 19	Police Grant Covid 19	Community Development Block Grants
<u>Assets</u>									
Cash and cash equivalents	\$ 1,879,187	\$ 1,474,653	\$ 3,356,096	\$ —	\$ 327,500	\$ —	\$ —	\$ —	\$ —
Investments	—	—	—	—	—	—	—	—	—
Receivables (net of allowances for uncollectibles):									
Taxes	—	—	—	—	—	—	—	—	—
Intergovernmental	—	—	—	28,853	—	146,047	26,659	66,188	355,917
Loans	—	—	—	—	—	—	—	—	1,101,989
Miscellaneous	—	947,885	—	—	185,800	—	—	—	—
Due from other funds	—	—	—	—	—	—	—	—	—
Assets held for economic development	—	—	—	—	—	—	—	—	822,887
Total assets	<u>\$ 1,879,187</u>	<u>\$ 2,422,538</u>	<u>\$ 3,356,096</u>	<u>\$ 28,853</u>	<u>\$ 513,300</u>	<u>\$ 146,047</u>	<u>\$ 26,659</u>	<u>\$ 66,188</u>	<u>\$ 2,280,793</u>
<u>Liabilities, deferred inflows of resources, and fund balances</u>									
<u>Liabilities:</u>									
Accounts payable	\$ 152	\$ 6,586	\$ 3,000	\$ 289	\$ 149,640	\$ 138,349	\$ 23,494	\$ 441	\$ 156,206
Wages and withholdings payable	5,059	16,643	224	(1,293)	—	—	—	—	(1,150)
Retainage payable	—	—	—	—	—	—	—	—	—
Interfund payable - pooled cash	—	—	—	24,680	—	7,698	3,165	65,747	851
Unearned revenue	—	—	—	—	—	—	—	—	—
Total liabilities	<u>5,211</u>	<u>23,229</u>	<u>3,224</u>	<u>23,676</u>	<u>149,640</u>	<u>146,047</u>	<u>26,659</u>	<u>66,188</u>	<u>155,907</u>
Deferred inflows of resources	—	—	—	—	—	—	—	—	—
<u>Fund balances:</u>									
Nonspendable	—	—	—	—	—	—	—	—	—
Restricted	—	—	—	5,177	—	—	—	—	2,124,886
Committed	—	—	—	—	8,813	—	—	—	—
Assigned	1,873,976	2,399,309	3,352,872	—	354,847	—	—	—	—
Unassigned	—	—	—	—	—	—	—	—	—
Total fund balances	<u>1,873,976</u>	<u>2,399,309</u>	<u>3,352,872</u>	<u>5,177</u>	<u>363,660</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,124,886</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 1,879,187</u>	<u>\$ 2,422,538</u>	<u>\$ 3,356,096</u>	<u>\$ 28,853</u>	<u>\$ 513,300</u>	<u>\$ 146,047</u>	<u>\$ 26,659</u>	<u>\$ 66,188</u>	<u>\$ 2,280,793</u>

(Continued)

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET -
 NON-MAJOR SPECIAL REVENUE FUNDS
 December 31, 2022
 (Continued)

	Fire Grant Covid 19	CDC Grant Covid 19	Emergency Rental Assistance Program	Reimbursable State Grants	American Rescue Plan Act	Unsafe Building	HOME	HOME ARPA	Affordable Housing Trust
<u>Assets</u>									
Cash and cash equivalents	\$ —	\$ —	\$ 2,294,559	\$ 1,929,676	\$ 21,300,185	\$ 4,262,379	\$ 373,222	\$ —	\$ 45,274
Investments	—	—	—	—	25,407,664	—	—	—	—
Receivables (net of allowances for uncollectibles):									
Taxes	—	—	—	—	—	—	—	—	—
Intergovernmental	—	—	—	103,150	—	—	80,150	3,522	—
Loans	—	—	—	—	—	—	5,012,321	—	133,143
Miscellaneous	—	—	—	9,853	—	1,501,099	—	—	—
Due from other funds	—	—	—	—	—	—	—	—	—
Assets held for economic development	—	—	—	—	—	—	—	—	—
Total assets	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 2,294,559</u>	<u>\$ 2,042,679</u>	<u>\$ 46,707,849</u>	<u>\$ 5,763,478</u>	<u>\$ 5,465,693</u>	<u>\$ 3,522</u>	<u>\$ 178,417</u>
<u>Liabilities, deferred inflows of resources, and fund balances</u>									
Liabilities:									
Accounts payable	\$ —	\$ —	\$ 160,788	\$ 522	\$ 101,318	\$ 25,893	\$ 19,087	\$ 26	\$ —
Wages and withholdings payable	—	—	—	2	2,617	—	142	—	—
Retainage payable	—	—	—	—	—	—	—	—	—
Interfund payable - pooled cash	—	—	—	—	—	—	—	3,496	—
Unearned revenue	—	—	—	—	46,150,709	—	—	—	—
Total liabilities	<u>—</u>	<u>—</u>	<u>160,788</u>	<u>524</u>	<u>46,254,644</u>	<u>25,893</u>	<u>19,229</u>	<u>3,522</u>	<u>—</u>
Deferred inflows of resources	—	—	—	—	—	—	—	—	—
Fund balances:									
Nonspendable	—	—	—	—	—	—	—	—	—
Restricted	—	—	—	2,042,155	—	—	5,446,464	—	178,417
Committed	—	—	—	—	453,205	—	—	—	—
Assigned	—	—	2,133,771	—	—	5,737,585	—	—	—
Unassigned	—	—	—	—	—	—	—	—	—
Total fund balances	<u>—</u>	<u>—</u>	<u>2,133,771</u>	<u>2,042,155</u>	<u>453,205</u>	<u>5,737,585</u>	<u>5,446,464</u>	<u>—</u>	<u>178,417</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 2,294,559</u>	<u>\$ 2,042,679</u>	<u>\$ 46,707,849</u>	<u>\$ 5,763,478</u>	<u>\$ 5,465,693</u>	<u>\$ 3,522</u>	<u>\$ 178,417</u>

(Continued)

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET -
 NON-MAJOR SPECIAL REVENUE FUNDS
 December 31, 2022
 (Continued)

	Federal Revolving	Lead Grant	Federal Seizure	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Neighborhood Stabilization 2013	Public Safety LIT	Opioid Settlement Unrestricted
Assets										
Cash and cash equivalents	\$1,374,779	\$ —	\$ 173,047	\$ 20,614	\$ —	\$ —	\$ 214,327	\$ 15,000	\$ —	\$ 249,968
Investments	—	—	—	—	—	—	—	—	—	—
Receivables (net of allowances for uncollectibles):										
Taxes	—	—	—	—	—	—	—	—	2,106,069	—
Intergovernmental	546,024	—	—	—	—	76,822	—	—	—	634,438
Loans	—	—	—	—	—	—	482,035	—	—	—
Miscellaneous	—	—	—	—	37,866	—	—	—	—	—
Due from other funds	—	—	—	—	—	—	—	—	—	—
Assets held for economic development	—	—	—	—	—	—	—	29,914	—	—
Total assets	<u>\$1,920,803</u>	<u>\$ —</u>	<u>\$ 173,047</u>	<u>\$ 20,614</u>	<u>\$ 37,866</u>	<u>\$ 76,822</u>	<u>\$ 696,362</u>	<u>\$ 44,914</u>	<u>\$2,106,069</u>	<u>\$ 884,406</u>
Liabilities, deferred inflows of resources, and fund balances										
Liabilities:										
Accounts payable	\$ 87,227	\$ —	\$ 7,708	\$ —	\$ 1,126	\$ 57,874	\$ —	\$ —	\$ —	\$ —
Wages and withholdings payable	3,499	—	—	—	17,111	—	—	—	—	—
Retainage payable	1,627	—	—	—	—	—	—	—	—	—
Interfund payable - pooled cash	—	—	—	—	19,629	18,948	—	—	—	—
Unearned revenue	—	—	—	—	—	—	—	—	—	—
Total liabilities	<u>92,353</u>	<u>—</u>	<u>7,708</u>	<u>—</u>	<u>37,866</u>	<u>76,822</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Deferred inflows of resources	<u>187,539</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,106,069</u>	<u>634,438</u>
Fund balances:										
Restricted	1,640,911	—	165,339	20,614	—	—	696,362	44,914	—	—
Committed	—	—	—	—	—	—	—	—	—	—
Assigned	—	—	—	—	—	—	—	—	—	249,968
Unassigned	—	—	—	—	—	—	—	—	—	—
Total fund balances	<u>1,640,911</u>	<u>—</u>	<u>165,339</u>	<u>20,614</u>	<u>—</u>	<u>—</u>	<u>696,362</u>	<u>44,914</u>	<u>—</u>	<u>249,968</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$1,920,803</u>	<u>\$ —</u>	<u>\$ 173,047</u>	<u>\$ 20,614</u>	<u>\$ 37,866</u>	<u>\$ 76,822</u>	<u>\$ 696,362</u>	<u>\$ 44,914</u>	<u>\$2,106,069</u>	<u>\$ 884,406</u>

(Continued)

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET -
 NON-MAJOR SPECIAL REVENUE FUNDS
 December 31, 2022
 (Continued)

	Opioid Settlement Restricted	Consolidated Communications Partnership (CCP)	General Donation	Domestic Violence	Animal Care Donation	Animal Control Special Project	Parking	Public Art	Barrett Law Surplus	Totals
Assets										
Cash and cash equivalents	\$ 1,029,404	\$ 393,000	\$ 866,910	\$ 13,836	\$ 780,976	\$ 225,085	\$ —	\$ 339,655	\$ 52,539	\$ 42,991,871
Investments	—	—	—	—	—	—	—	—	—	25,407,664
Receivables (net of allowances for uncollectibles):										
Taxes	—	—	—	—	—	—	—	—	—	2,106,069
Intergovernmental	2,171,691	—	—	—	—	—	10,972	—	—	4,250,433
Loans	—	—	—	—	—	—	—	—	—	6,729,488
Miscellaneous	—	—	4,000	—	—	—	15	92,543	—	2,779,061
Due from other funds	—	—	—	—	—	—	3,694	—	—	3,694
Assets held for economic development	—	—	—	—	—	—	—	—	—	852,801
Total assets	\$ 3,201,095	\$ 393,000	\$ 870,910	\$ 13,836	\$ 780,976	\$ 225,085	\$ 14,681	\$ 432,198	\$ 52,539	\$ 85,121,081
Liabilities, deferred inflows of resources, and fund balances										
Liabilities:										
Accounts payable	\$ —	\$ 20,842	\$ 10,034	\$ —	\$ 860	\$ 17,829	\$ 7,394	\$ 12,162	\$ —	\$ 1,008,847
Wages and withholdings payable	—	246,241	40	—	11,568	3,504	—	—	—	304,207
Retainage payable	—	—	—	—	—	—	—	—	—	1,627
Interfund payable - pooled cash	—	—	—	—	—	—	—	—	—	144,214
Unearned revenue	—	—	—	—	—	—	—	—	—	46,150,709
Total liabilities	—	267,083	10,074	—	12,428	21,333	7,394	12,162	—	47,609,604
Deferred inflows of resources	2,171,691	—	—	—	—	—	—	—	—	5,099,737
Fund balances:										
Restricted	1,029,404	—	860,836	—	768,548	203,752	—	—	—	15,227,779
Committed	—	5,502	—	—	—	—	—	—	—	467,520
Assigned	—	120,415	—	13,836	—	—	7,287	420,036	52,539	16,716,441
Unassigned	—	—	—	—	—	—	—	—	—	—
Total fund balances	1,029,404	125,917	860,836	13,836	768,548	203,752	7,287	420,036	52,539	32,411,740
Total liabilities, deferred inflows of resources and fund balances	\$ 3,201,095	\$ 393,000	\$ 870,910	\$ 13,836	\$ 780,976	\$ 225,085	\$ 14,681	\$ 432,198	\$ 52,539	\$ 85,121,081

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET
 NON-MAJOR DEBT SERVICE FUNDS
 December 31, 2022

	Public Safety Academy	Redevelopment Authority	Totals
<u>Assets</u>			
Cash and cash equivalents	\$ 76,788	\$ —	\$ 76,788
Restricted assets:			
Cash and cash equivalents - restricted	—	28,607,889	28,607,889
Total assets	<u>\$ 76,788</u>	<u>\$ 28,607,889</u>	<u>\$ 28,684,677</u>
<u>Liabilities and fund balances</u>			
Liabilities:			
Accounts payable	\$ —	\$ 279,609	\$ 279,609
Total liabilities	<u>\$ —</u>	<u>\$ 279,609</u>	<u>\$ 279,609</u>
Fund balances:			
Restricted	76,788	28,328,280	28,405,068
Unassigned	—	—	—
Total fund balances	<u>76,788</u>	<u>28,328,280</u>	<u>28,405,068</u>
Total liabilities and fund balances	<u>\$ 76,788</u>	<u>\$ 28,607,889</u>	<u>\$ 28,684,677</u>

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET
 NON-MAJOR CAPITAL PROJECTS FUNDS
 December 31, 2022

	Renaissance Pointe	Equipment Purchase	Cumulative Capital Improvement	Cumulative Capital Development	Barrett Law Revolving Improvement	Barrett Law Commercial	Building Project	Infrastructure Improvements	Totals
<u>Assets</u>									
Cash and cash equivalents	\$ 103,359	\$ —	\$ 1,010,062	\$ 7,969,025	\$ 2,715,204	\$ 105,746	\$ 75,809	\$ —	\$ 11,979,205
Receivables (net of allowances for uncollectibles):									
Taxes	—	—	—	230,495	—	—	—	—	230,495
Intergovernmental	—	—	42,643	—	—	—	—	—	42,643
Miscellaneous	—	719,532	—	29,075	22,165	—	—	—	770,772
Interfund receivable - pooled cash	—	—	—	144,214	—	—	—	—	144,214
Due from other funds	—	—	12,910	—	—	—	—	—	12,910
Assets held for economic development	1,198,784	—	—	—	—	—	—	—	1,198,784
Restricted Assets:									
Cash and cash equivalents - restricted	—	10,956,311	—	—	—	—	—	—	10,956,311
Total assets	\$ 1,302,143	\$11,675,843	\$ 1,065,615	\$ 8,372,809	\$ 2,737,369	\$ 105,746	\$ 75,809	\$ —	\$ 25,335,334
<u>Liabilities, deferred inflows of resources, and fund balances</u>									
Liabilities:									
Accounts payable	\$ —	\$ 282,275	\$ 64,167	\$ 244,762	\$ —	\$ —	\$ —	\$ —	\$ 591,204
Contracts payable	—	402,277	—	—	—	—	—	—	402,277
Retainage payable	—	—	—	6,884	—	—	—	—	6,884
Interfund payable - pooled cash	—	—	—	—	359,139	—	—	—	359,139
Total liabilities	—	684,552	64,167	251,646	359,139	—	—	—	1,359,504
Deferred inflows of resources	—	—	38,952	230,494	244,399	—	—	—	513,845
Fund balances:									
Nonspendable fund balance	—	—	—	—	—	—	—	—	—
Restricted	1,302,143	—	—	—	—	—	—	—	1,302,143
Committed	—	5,105,828	—	6,452,871	—	—	—	—	11,558,699
Assigned	—	5,885,463	962,496	1,437,798	2,133,831	105,746	75,809	—	10,601,143
Total fund balances	1,302,143	10,991,291	962,496	7,890,669	2,133,831	105,746	75,809	—	23,461,985
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,302,143	\$11,675,843	\$ 1,065,615	\$ 8,372,809	\$ 2,737,369	\$ 105,746	\$ 75,809	\$ —	\$ 25,335,334

(Continued)

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 NON-MAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2022
 (Continued)

	Abandoned Vehicle	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	CDBG Grant Covid 19	ESG Grant Covid 19	Police Grant Covid 19	Community Development Block Grants
Revenues:									
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	394	396,498	—	781,190	—	—	—	—
Intergovernmental	—	—	—	140,876	—	662,100	508,274	162,257	1,634,764
Charges for services	—	440,890	174,009	—	—	—	—	—	245,740
Fines and forfeits	—	1,374,997	16,473	—	—	—	—	—	—
Other	510,645	29,677	22,232	—	2,967	—	—	—	2,320
Total revenues	510,645	1,845,958	609,212	140,876	784,157	662,100	508,274	162,257	1,882,824
Expenditures:									
Current:									
General government	—	814,400	—	—	970,268	—	—	—	—
Public safety	76,376	—	242,297	135,701	—	—	—	162,257	—
Highways and streets	—	—	—	—	—	—	—	—	—
Health and welfare	—	—	—	—	—	—	—	—	—
Economic opportunity	—	—	—	—	—	—	—	—	—
Economic development	—	—	—	—	—	—	—	—	—
Culture and recreation	—	—	—	—	—	—	—	—	—
Urban redevelopment and housing	—	—	—	—	—	662,100	508,274	—	2,649,610
Debt Service:									
Principal	—	—	—	—	—	—	—	—	—
Interest and other charges	—	—	—	—	—	—	—	—	—
Total expenditures	76,376	814,400	242,297	135,701	970,268	662,100	508,274	162,257	2,649,610
Excess (deficiency) of revenues over (under) expenditures	434,269	1,031,558	366,915	5,175	(186,111)	—	—	—	(766,786)
Other financing sources (uses):									
Transfers in	—	—	—	—	—	—	—	—	—
Transfers out	(300,000)	—	—	—	(34,200)	—	—	—	—
Total other financing sources (uses)	(300,000)	—	—	—	(34,200)	—	—	—	—
Net change in fund balances	134,269	1,031,558	366,915	5,175	(220,311)	—	—	—	(766,786)
Fund balances - beginning	1,739,707	1,367,751	2,985,957	2	583,971	—	—	—	2,891,672
Fund balances - ending	\$ 1,873,976	\$ 2,399,309	\$ 3,352,872	\$ 5,177	\$ 363,660	\$ —	\$ —	\$ —	\$ 2,124,886

(Continued)

COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
NON-MAJOR SPECIAL REVENUE FUNDS
December 31, 2022
(Continued)

	Fire Grant Covid 19	CDC Grant Covid 19	Emergency Rental Assistance Program	Reimbursable State Grants	American Rescue Plan Act	Unsafe Building	HOME	HOME ARPA	Affordable Housing Trust
Revenues:									
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Licenses and permits	—	—	—	—	—	—	—	—	—
Intergovernmental	268,340	471,890	12,947,530	2,287,260	4,209,818	—	945,683	43,820	—
Charges for services	—	—	—	—	—	—	967,502	—	—
Fines and forfeits	—	—	—	—	—	1,605,057	—	—	—
Other	—	—	—	—	406,145	4,812	8	—	—
Total revenues	<u>268,340</u>	<u>471,890</u>	<u>12,947,530</u>	<u>2,287,260</u>	<u>4,615,963</u>	<u>1,609,869</u>	<u>1,913,193</u>	<u>43,820</u>	<u>—</u>
Expenditures:									
Current:									
General government	—	—	—	—	4,162,758	—	—	—	—
Public safety	268,340	—	—	234,387	—	1,043,682	—	—	—
Highways and streets	—	—	—	2,045,000	—	—	—	—	—
Health and welfare	—	—	—	—	—	—	—	—	—
Economic opportunity	—	471,890	10,939,792	—	—	—	—	—	—
Economic development	—	—	—	—	—	—	—	—	—
Culture and recreation	—	—	—	—	—	—	—	—	—
Urban redevelopment and housing	—	—	—	—	—	—	976,799	43,820	27,316
Debt Service:									
Principal	—	—	—	—	—	—	—	—	—
Interest and other charges	—	—	—	—	—	—	—	—	—
Total expenditures	<u>268,340</u>	<u>471,890</u>	<u>10,939,792</u>	<u>2,279,387</u>	<u>4,162,758</u>	<u>1,043,682</u>	<u>976,799</u>	<u>43,820</u>	<u>27,316</u>
Excess (deficiency) of revenues over (under) expenditures	<u>—</u>	<u>—</u>	<u>2,007,738</u>	<u>7,873</u>	<u>453,205</u>	<u>566,187</u>	<u>936,394</u>	<u>—</u>	<u>(27,316)</u>
Other financing sources (uses):									
Transfers in	—	—	—	2,000,000	—	—	210,783	—	—
Transfers out	—	—	—	—	—	—	—	—	—
Total other financing sources (uses)	<u>—</u>	<u>—</u>	<u>—</u>	<u>2,000,000</u>	<u>—</u>	<u>—</u>	<u>210,783</u>	<u>—</u>	<u>—</u>
Net change in fund balances	—	—	2,007,738	2,007,873	453,205	566,187	1,147,177	—	(27,316)
Fund balances - beginning	—	—	126,033	34,282	—	5,171,398	4,299,287	—	205,733
Fund balances - ending	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 2,133,771</u>	<u>\$ 2,042,155</u>	<u>\$ 453,205</u>	<u>\$ 5,737,585</u>	<u>\$ 5,446,464</u>	<u>\$ —</u>	<u>\$ 178,417</u>

(Continued)

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 NON-MAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2022
 (Continued)

	Federal Revolving	Lead Grant	Federal Seizure	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Neighborhood Stabilization 2013	Public Safety LIT	Opioid Settlement Unrestricted
Revenues:										
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 7,298,447	\$ —
Licenses and permits	—	—	—	—	—	—	—	—	—	—
Intergovernmental	2,304,024	45,644	—	—	—	188,287	5,914	—	—	—
Charges for services	1,400,809	1,000	—	—	—	—	—	—	—	—
Fines and forfeits	—	—	111,168	—	—	—	—	—	—	249,968
Other	174,405	—	570	—	470,434	—	—	—	—	—
Total revenues	<u>3,879,238</u>	<u>46,644</u>	<u>111,738</u>	<u>—</u>	<u>470,434</u>	<u>188,287</u>	<u>5,914</u>	<u>—</u>	<u>7,298,447</u>	<u>249,968</u>
Expenditures:										
Current:										
General government	503,333	—	—	—	—	—	—	—	—	—
Public safety	751,394	—	205,333	—	—	—	—	—	8,550,647	—
Highways and streets	1,614,337	—	—	—	—	—	—	—	—	—
Health and welfare	—	—	—	—	—	—	—	—	—	—
Economic opportunity	509,584	46,644	—	—	—	—	257,811	—	—	—
Economic development	—	—	—	—	470,434	—	—	—	—	—
Culture and recreation	—	—	—	—	—	—	—	—	—	—
Urban redevelopment and housing	7,740	—	—	—	—	188,287	—	—	—	—
Debt Service:										
Principal	—	—	—	—	—	—	—	—	—	—
Interest and other charges	—	—	—	—	—	—	—	—	—	—
Total expenditures	<u>3,386,388</u>	<u>46,644</u>	<u>205,333</u>	<u>—</u>	<u>470,434</u>	<u>188,287</u>	<u>257,811</u>	<u>—</u>	<u>8,550,647</u>	<u>—</u>
Excess (deficiency) of revenues over (under) expenditures	<u>492,850</u>	<u>—</u>	<u>(93,595)</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>(251,897)</u>	<u>—</u>	<u>(1,252,200)</u>	<u>249,968</u>
Other financing sources (uses):										
Transfers in	642,344	—	258,934	—	—	—	—	—	—	—
Transfers out	(258,934)	—	—	—	—	—	—	—	—	—
Total other financing sources (uses)	<u>383,410</u>	<u>—</u>	<u>258,934</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>
Net change in fund balances	876,260	—	165,339	—	—	—	(251,897)	—	(1,252,200)	249,968
Fund balances - beginning	764,651	—	—	20,614	—	—	948,259	44,914	1,252,200	—
Fund balances - ending	<u>\$ 1,640,911</u>	<u>\$ —</u>	<u>\$ 165,339</u>	<u>\$ 20,614</u>	<u>\$ —</u>	<u>\$ —</u>	<u>\$ 696,362</u>	<u>\$ 44,914</u>	<u>\$ —</u>	<u>\$ 249,968</u>

(Continued)

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES -
 NON-MAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2022
 (Continued)

	Opioid Settlement Restricted	Consolidated Communications Partnership (CCP)	General Donation	Domestic Violence	Animal Care Donation	Animal Control Special Project	Parking	Public Art	Barrett Law Surplus	Totals
Revenues:										
Taxes	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 7,298,447
Licenses and permits	—	—	—	—	—	—	—	—	—	1,178,082
Intergovernmental	—	2,986,481	2,500	—	351,011	2,000	—	—	—	30,168,473
Charges for services	—	64,779	102,859	—	—	—	—	—	—	3,397,588
Fines and forfeits	1,029,404	—	—	—	—	—	—	—	—	4,387,067
Other	—	1,139,825	217,314	112	68,597	493,592	266,259	175,598	2,070	3,987,582
Total revenues	1,029,404	4,191,085	322,673	112	419,608	495,592	266,259	175,598	2,070	50,417,239
Expenditures:										
Current:										
General government	—	—	165,669	—	—	—	(59,366)	—	711	6,557,773
Public safety	—	8,229,606	101,710	7,297	305,921	464,346	—	—	—	20,779,294
Highways and streets	—	—	148,052	—	—	—	—	—	—	3,807,389
Health and welfare	—	—	—	—	121,777	—	—	—	—	121,777
Economic opportunity	—	—	—	—	—	—	—	—	—	12,225,721
Economic development	—	—	4,140	—	—	—	—	—	—	474,574
Culture and recreation	—	—	—	—	—	—	—	144,212	—	144,212
Urban redevelopment and housing	—	—	46,144	—	—	—	—	—	—	5,110,090
Debt Service:										
Principal	—	—	—	—	—	—	273,002	—	—	273,002
Interest and other charges	—	—	—	—	—	—	49,282	—	—	49,282
Total expenditures	—	8,229,606	465,715	7,297	427,698	464,346	262,918	144,212	711	49,543,114
Excess (deficiency) of revenues over (under) expenditures	1,029,404	(4,038,521)	(143,042)	(7,185)	(8,090)	31,246	3,341	31,386	1,359	874,125
Other financing sources (uses):										
Transfers in	—	4,164,438	15,000	—	—	—	—	150,000	—	7,441,499
Transfers out	—	—	(210,783)	—	—	—	—	(40,000)	—	(843,917)
Total other financing sources (uses)	—	4,164,438	(195,783)	—	—	—	—	110,000	—	6,597,582
Net change in fund balances	1,029,404	125,917	(338,825)	(7,185)	(8,090)	31,246	3,341	141,386	1,359	7,471,707
Fund balances - beginning	—	—	1,199,661	21,021	776,638	172,506	3,946	278,650	51,180	24,940,033
Fund balances - ending	\$ 1,029,404	\$ 125,917	\$ 860,836	\$ 13,836	\$ 768,548	\$ 203,752	\$ 7,287	\$ 420,036	\$ 52,539	\$ 32,411,740

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND OTHER CHANGES IN FUND BALANCES -
 NON-MAJOR DEBT SERVICE FUNDS
 For The Year Ended December 31, 2022

	Public Safety Academy	Redevelopment Authority	Totals
Revenues:			
Other	—	37,569	37,569
Total revenues	<u>—</u>	<u>37,569</u>	<u>37,569</u>
Expenditures:			
Current:			
Public safety	195,562	—	195,562
Culture and recreation	—	5,682,785	5,682,785
Debt service:			
Principal	—	6,195,000	6,195,000
Interest and other charges	—	3,928,854	3,928,854
Bond issuance costs	—	594,328	594,328
Total expenditures	<u>195,562</u>	<u>16,400,967</u>	<u>16,596,529</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(195,562)</u>	<u>(16,363,398)</u>	<u>(16,558,960)</u>
Other financing sources (uses):			
Transfers in	1,766,195	9,245,000	11,011,195
Transfers out	(1,924,852)	—	(1,924,852)
Refunding bonds issued	—	10,220,000	10,220,000
Bonds issued	—	29,440,000	29,440,000
Premium on bonds issued	—	3,881,958	3,881,958
Payment to refunded bond escrow agent	—	(10,605,000)	(10,605,000)
Total other financing sources (uses)	<u>(158,657)</u>	<u>42,181,958</u>	<u>42,023,301</u>
Net change in fund balances	(354,219)	25,818,560	25,464,341
Fund balances - beginning	<u>431,007</u>	<u>2,509,720</u>	<u>2,940,727</u>
Fund balances - ending	<u>\$ 76,788</u>	<u>\$ 28,328,280</u>	<u>\$ 28,405,068</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND OTHER CHANGES IN FUND BALANCES -
 NON-MAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2022

	Renaissance Pointe	Equipment Purchase	Cumulative Capital Improvement	Cumulative Capital Development	Barrett Law Revolving Improvement	Barrett Law Commercial	Building Project	Infrastructure Improvements	Totals
Revenues:									
Taxes	\$ —	\$ —	\$ —	\$ 4,772,028	\$ —	\$ —	\$ —	\$ —	\$ 4,772,028
Special assessments	—	—	—	—	1,815,454	—	—	—	1,815,454
Intergovernmental	—	—	478,947	—	—	—	—	—	478,947
Other	—	190,767	5,734	281,678	1,564	—	11,549	640	491,932
Total revenues	—	190,767	484,681	5,053,706	1,817,018	—	11,549	640	7,558,361
Expenditures:									
Debt service:									
Principal	—	—	—	—	—	—	2,270,000	2,340,000	4,610,000
Interest and other charges	—	—	—	—	—	—	240,323	28,431	268,754
Capital outlay	—	9,414,660	589,849	2,060,317	709,438	—	—	—	12,774,264
Total expenditures	—	9,414,660	589,849	2,060,317	709,438	—	2,510,323	2,368,431	17,653,018
Excess (deficiency) of revenues over (under) expenditures	—	(9,223,893)	(105,168)	2,993,389	1,107,580	—	(2,498,774)	(2,367,791)	(10,094,657)
Other financing sources (uses):									
Transfers in	—	—	—	—	—	—	2,497,290	2,372,000	4,869,290
Transfers out	—	—	—	(87,482)	—	—	—	(27,542)	(115,024)
Notes and loans issued	—	9,700,000	—	—	—	—	—	—	9,700,000
Total other financing sources (uses)	—	9,700,000	—	(87,482)	—	—	2,497,290	2,344,458	14,454,266
Net change in fund balances	—	476,107	(105,168)	2,905,907	1,107,580	—	(1,484)	(23,333)	4,359,609
Fund balances - beginning	1,302,143	10,515,184	1,067,664	4,984,762	1,026,251	105,746	77,293	23,333	19,102,376
Fund balances - ending	\$ 1,302,143	\$ 10,991,291	\$ 962,496	\$ 7,890,669	\$ 2,133,831	\$ 105,746	\$ 75,809	\$ —	\$ 23,461,985

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES -
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2022

	Parking Meter				Law Enforcement Training				Cable Television			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final			Original	Final		
Revenues:												
Licenses and permits	\$ —	\$ —	\$ 394	\$ 394	\$ —	\$ —	\$ 396,498	\$ 396,498	\$ 842,100	\$ 842,100	\$ 781,190	\$ (60,910)
Charges for services	618,000	618,000	440,890	(177,110)	206,400	206,400	174,009	(32,391)	—	—	—	—
Fines and forfeits	480,000	480,000	1,374,997	894,997	36,000	36,000	16,473	(19,527)	—	—	—	—
Other	17,000	17,000	29,677	12,677	26,400	26,400	22,232	(4,168)	2,000	2,000	2,967	967
Total revenues	1,115,000	1,115,000	1,845,958	730,958	268,800	268,800	609,212	340,412	844,100	844,100	784,157	(59,943)
Expenditures:												
General government:												
Personal services	527,204	527,204	510,635	16,569	—	—	—	—	—	—	—	—
Supplies	15,500	15,500	12,668	2,832	—	—	—	—	15,000	15,000	—	15,000
Other services and charges	401,234	401,234	291,097	110,137	—	—	—	—	849,035	840,222	970,268	(130,046)
Capital outlay	—	—	—	—	—	—	—	—	—	—	—	—
Public safety:												
Other services and charges	—	—	—	—	276,755	276,755	242,297	34,458	—	—	—	—
Total expenditures	943,938	943,938	814,400	129,538	276,755	276,755	242,297	34,458	864,035	855,222	970,268	(115,046)
Other financing sources (uses):												
Transfers in	—	—	—	—	—	—	—	—	—	—	—	—
Transfers out	—	—	—	—	—	—	—	—	—	—	(34,200)	(34,200)
Total other financing sources (uses)	—	—	—	—	—	—	—	—	—	—	(34,200)	(34,200)
Net change in fund balances	171,062	171,062	1,031,558	860,496	(7,955)	(7,955)	366,915	374,870	(19,935)	(11,122)	(220,311)	(209,189)
Fund balance - beginning	1,367,751	1,367,751	1,367,751	—	2,985,957	2,985,957	2,985,957	—	583,971	583,971	583,971	—
Fund balances - ending	<u>\$1,538,813</u>	<u>\$1,538,813</u>	<u>\$2,399,309</u>	<u>\$ 860,496</u>	<u>\$ 2,978,002</u>	<u>\$2,978,002</u>	<u>\$3,352,872</u>	<u>\$ 374,870</u>	<u>\$ 564,036</u>	<u>\$ 572,849</u>	<u>\$ 363,660</u>	<u>\$ (209,189)</u>

(Continued)

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES -
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2022
 (Continued)

	Unsafe Building				Public Safety LIT				Domestic Violence			
	Budgeted Amounts			Variance Positive (Negative)	Budgeted amounts			Variance Positive (Negative)	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual		Original	Final	Actual		Original	Final	Actual	
Revenues:												
Taxes	\$ —	\$ —	\$ —	\$ —	\$6,615,826	\$6,615,826	\$7,298,447	\$ 682,621	\$ —	\$ —	\$ —	\$ —
Fines and forfeits	780,000	780,000	1,605,057	825,057	—	—	—	—	—	—	—	—
Other	20,000	20,000	4,812	(15,188)	—	—	—	—	—	—	112	112
Total revenues	800,000	800,000	1,609,869	809,869	6,615,826	6,615,826	7,298,447	682,621	—	—	112	112
Expenditures:												
Public safety:												
Personal Services	86,891	86,891	60,999	25,892	6,615,826	8,550,648	8,550,647	1	—	—	—	—
Supplies	62,312	50,312	38,531	11,781	—	—	—	—	—	—	—	—
Other services and charges	1,858,438	1,618,250	944,152	674,098	—	—	—	—	7,150	7,150	7,297	(147)
Capital Outlay	30,000	30,000	—	30,000	—	—	—	—	—	—	—	—
Total expenditures	2,037,641	1,785,453	1,043,682	741,771	6,615,826	8,550,648	8,550,647	1	7,150	7,150	7,297	(147)
Net change in fund balances	(1,237,641)	(985,453)	566,187	1,551,640	—	(1,934,822)	(1,252,200)	682,622	(7,150)	(7,150)	(7,185)	(35)
Fund balances - beginning	5,171,398	5,171,398	5,171,398	—	1,252,200	1,252,200	1,252,200	—	21,021	21,021	21,021	—
Fund balances - ending	\$3,933,757	\$4,185,945	\$5,737,585	\$1,551,640	\$1,252,200	\$ (682,622)	\$ —	\$ 682,622	\$ 13,871	\$ 13,871	\$ 13,836	\$ (35)

	Cumulative Capital Improvement				Cumulative Capital Development				American Rescue Plan Act			
	Budgeted Amounts			Variance Positive (Negative)	Budgeted Amounts			Variance Positive (Negative)	Budgeted Amounts			Variance Positive (Negative)
	Original	Final	Actual		Original	Final	Actual		Original	Final	Actual	
Revenues:												
Taxes	\$ —	\$ —	\$ —	\$ —	\$4,731,773	\$4,731,773	\$4,772,028	\$ 40,255	\$ —	\$ —	\$ —	\$ —
Intergovernmental	537,737	537,737	478,947	(58,790)	—	—	—	—	25,407,663	—	4,209,818	4,209,818
Other	3,000	3,000	5,734	2,734	128,318	128,318	281,678	153,360	—	—	406,145	406,145
Total revenues	540,737	540,737	484,681	(56,056)	4,860,091	4,860,091	5,053,706	193,615	25,407,663	—	4,615,963	4,615,963
Expenditures:												
General Government:												
Personal Services	—	—	—	—	—	—	—	—	2,540,766	540,766	102,425	438,341
Supplies	575,643	500,085	473,982	26,103	325,000	276,005	256,475	19,530	—	—	—	—
Other services and charges	75,037	116,037	115,867	170	1,654,700	1,328,129	1,240,648	87,481	20,551,162	15,433,490	4,060,333	11,373,157
Capital outlay	25,000	—	—	—	3,774,577	872,273	563,194	309,079	10,163,065	13,200,001	—	13,200,001
Total expenditures	675,680	616,122	589,849	26,273	5,754,277	2,476,407	2,060,317	416,090	33,254,993	29,174,257	4,162,758	25,011,499
Other financing sources (uses):												
Transfers out	—	—	—	—	—	—	(87,482)	(87,482)	—	—	—	—
Net change in fund balances	(134,943)	(75,385)	(105,168)	(29,783)	(894,186)	2,383,684	2,905,907	522,223	(7,847,330)	(29,174,257)	453,205	29,627,462
Fund balances - beginning	1,067,664	1,067,664	1,067,664	—	4,984,762	4,984,762	4,984,762	—	—	—	—	—
Fund balances - ending	\$ 932,721	\$ 992,279	\$ 962,496	\$ (29,783)	\$4,090,576	\$7,368,446	\$7,890,669	\$ 522,223	\$ (7,847,330)	\$ (29,174,25)	\$ 453,205	\$29,627,462

Non-major Proprietary Funds

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

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

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

Civic Center Parking Garage Expansion - to account for revenues and expenses in connection with the Civic Center Parking Garage expansion project.

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

Riverfront Promenade Garage - to account for operating revenues and expenses for the operation of the Riverfront Promenade Garage.

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

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

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

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

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

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET POSITION -
 NON-MAJOR ENTERPRISE FUNDS
 December 31, 2022

	Solid Waste Management	Civic Center Parking Garage	Civic Center Garage Expansion	Midtowne Parking Garage	Riverfront Promenade Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
<u>Assets</u>									
Current assets:									
Cash and cash equivalents	\$ 1,001,454	\$ 509,940	\$ 297	\$ —	\$ 31,477	\$ 454,954	\$ —	\$ 1,573,607	\$ 3,571,729
Receivables:									
Accounts receivable (net of allowance for uncollectibles)	451,806	—	—	10,677	—	(94)	—	46,720	509,109
Interest receivable	—	—	—	—	—	—	—	6,437	6,437
Interfund receivable - pooled cash	—	930,168	—	—	—	—	—	—	930,168
Due from other funds	939,355	—	—	—	—	—	—	1,696	941,051
Prepaid items	—	—	—	—	—	—	—	1,602	1,602
Total current assets	<u>2,392,615</u>	<u>1,440,108</u>	<u>297</u>	<u>10,677</u>	<u>31,477</u>	<u>454,860</u>	<u>—</u>	<u>1,630,062</u>	<u>5,960,096</u>
Noncurrent assets:									
Capital Assets:									
Land, improvements to land, and construction in progress	—	997,802	—	—	—	—	75,732	7,544	1,081,078
Other capital assets (net of accumulated depreciation)	291,471	8,383,158	—	100,000	—	766,781	—	3,832	9,545,242
Total noncurrent assets	<u>291,471</u>	<u>9,380,960</u>	<u>—</u>	<u>100,000</u>	<u>—</u>	<u>766,781</u>	<u>75,732</u>	<u>11,376</u>	<u>10,626,320</u>
Total assets	<u>2,684,086</u>	<u>10,821,068</u>	<u>297</u>	<u>110,677</u>	<u>31,477</u>	<u>1,221,641</u>	<u>75,732</u>	<u>1,641,438</u>	<u>16,586,416</u>
<u>Liabilities</u>									
Current liabilities:									
Accounts payable	29,753	45,483	—	—	31,477	—	—	1,615	108,328
Wages and withholdings payable	39,808	—	—	—	—	—	—	1,196	41,004
Contracts payable	—	—	—	—	—	—	—	9,913	9,913
Due to other funds	18,855	—	—	—	—	—	—	4,504	23,359
Interfund payable - pooled cash	919,491	—	—	10,677	—	—	—	—	930,168

(continued)

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET POSITION -
 NON-MAJOR ENTERPRISE FUNDS
 December 31, 2022
 (Continued)

	Solid Waste Management	Civic Center Parking Garage	Civic Center Garage Expansion	Midtowne Parking Garage	Riverfront Promenade Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Compensated absences payable - current portion	\$ 28,920	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 2,232	\$ 31,152
Loans payable - current portion	90,420	—	—	—	—	—	—	—	90,420
Accrued interest payable	10,046	—	—	—	—	—	—	—	10,046
Total current liabilities	<u>1,137,293</u>	<u>45,483</u>	<u>—</u>	<u>10,677</u>	<u>31,477</u>	<u>—</u>	<u>—</u>	<u>19,460</u>	<u>1,244,390</u>
Noncurrent liabilities:									
Compensated absences payable	—	—	—	—	—	—	—	318	318
Loan payable	909,580	—	—	—	—	—	—	—	909,580
Total noncurrent liabilities	<u>909,580</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>—</u>	<u>318</u>	<u>909,898</u>
Total liabilities	<u>2,046,873</u>	<u>45,483</u>	<u>—</u>	<u>10,677</u>	<u>31,477</u>	<u>—</u>	<u>—</u>	<u>19,778</u>	<u>2,154,288</u>
<u>Net position</u>									
Net investment in capital assets	291,471	9,380,960	—	100,000	—	766,781	75,732	11,109	10,626,053
Restricted for:									
Debt service	—	—	—	—	—	70,978	—	—	70,978
Unrestricted	345,742	1,394,625	297	—	—	383,882	—	1,610,551	3,735,097
Total net position	<u>\$ 637,213</u>	<u>\$ 10,775,585</u>	<u>\$ 297</u>	<u>\$ 100,000</u>	<u>\$ —</u>	<u>\$ 1,221,641</u>	<u>\$ 75,732</u>	<u>\$ 1,621,660</u>	<u>\$ 14,432,128</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET POSITION -
 INTERNAL SERVICE FUNDS
 December 31, 2022

	Self Insurance	Garage	Totals
<u>Assets</u>			
Current assets:			
Cash and cash equivalents	\$ 14,144,022	\$ 1,853,173	\$ 15,997,195
Accounts receivable (net of allowance for uncollectibles)	577,236	\$ —	\$ 577,236
Due from other funds	569,366	127,808	697,174
Inventories	—	468,584	468,584
Prepaid items	12,756	—	12,756
Total current assets	<u>15,303,380</u>	<u>2,449,565</u>	<u>17,752,945</u>
Noncurrent assets:			
Capital assets:			
Land, improvements to land, and construction in progress	—	855,277	855,277
Other capital assets (net of accumulated depreciation)	16,779	3,018,116	3,034,895
Total noncurrent assets	<u>16,779</u>	<u>3,873,393</u>	<u>3,890,172</u>
Total assets	<u>15,320,159</u>	<u>6,322,958</u>	<u>21,643,117</u>
<u>Liabilities</u>			
Current liabilities:			
Accounts payable	202,966	581,832	784,798
Wages and withholdings payable	29,243	90,267	119,510
Due to other funds	3,050	5,070	8,120
Compensated absences payable - current portion	43,819	97,323	141,142
Accrued group insurance benefits payable	2,551,775	—	2,551,775
Other current liabilities	1,420,225	—	1,420,225
Total liabilities	<u>4,251,078</u>	<u>774,492</u>	<u>5,025,570</u>
<u>Net position</u>			
Net investment in capital assets	16,779	3,873,393	3,890,172
Unrestricted	11,052,302	1,675,073	12,727,375
Total net position	<u>\$ 11,069,081</u>	<u>\$ 5,548,466</u>	<u>\$ 16,617,547</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
 NON-MAJOR ENTERPRISE FUNDS
 For The Year Ended December 31, 2022

	Solid Waste Management	Civic Center Parking Garage	Civic Center Garage Expansion	Midtowne Parking Garage	Riverfront Promenade Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Operating revenues:									
Charges for goods and services	\$ 13,847,734	\$ 981,454	\$ —	\$ 132,214	\$ 108,461	\$ 221,077	\$ —	\$ 518,128	\$ 15,809,068
Total operating revenues	13,847,734	981,454	—	132,214	108,461	221,077	—	518,128	15,809,068
Operating expenses:									
Personnel services	1,434,195	—	—	—	—	—	—	—	1,434,195
Contractual services	10,295,174	543,585	207,996	—	215,023	—	—	104,005	11,365,783
Utilities	5,376	—	—	—	—	—	—	7,091	12,467
Administrative services	—	—	—	—	—	—	—	49,008	49,008
Other supplies and services	1,804,432	421	—	140,846	40	—	—	—	1,945,739
Insurance claims and premiums	1,904,364	—	—	—	—	—	—	—	1,904,364
Depreciation	45,499	430,869	—	12,500	—	40,534	4,575	1,116	535,093
Total operating expenses	15,489,040	974,875	207,996	153,346	215,063	40,534	4,575	161,220	17,246,649
Operating income (loss)	(1,641,306)	6,579	(207,996)	(21,132)	(106,602)	180,543	(4,575)	356,908	(1,437,581)
Nonoperating revenues (expenses):									
Interest and investment revenue	1,454	—	1,054	—	—	2,520	—	15,761	20,789
Miscellaneous revenue	1,634,371	—	112,935	—	—	—	—	—	1,747,306
Interest expense	(10,046)	—	—	—	—	—	—	—	(10,046)
Loss on disposal of asset	—	—	—	—	—	—	—	12	12
Total nonoperating revenue (expenses)	1,625,779	—	113,989	—	—	2,520	—	15,773	1,758,061
Income (loss) before transfers	(15,527)	6,579	(94,007)	(21,132)	(106,602)	183,063	(4,575)	372,681	320,480
Transfers in	—	—	—	8,632	106,602	—	—	—	115,234
Transfers out	(966,040)	—	—	—	—	—	—	—	(966,040)
Change in net position	(981,567)	6,579	(94,007)	(12,500)	—	183,063	(4,575)	372,681	(530,326)
Total net position - beginning	1,618,780	10,769,006	94,304	112,500	—	1,038,578	80,307	1,248,979	14,962,454
Total net position - ending	\$ 637,213	\$10,775,585	\$ 297	\$ 100,000	\$ —	\$ 1,221,641	\$ 75,732	\$ 1,621,660	\$ 14,432,128

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET POSITION -
 INTERNAL SERVICE FUNDS
 For The Year Ended December 31, 2022

	Self Insurance	Garage	Totals
Operating revenues:			
Charges for goods and services	\$ —	\$ 7,760,615	\$ 7,760,615
City contributions	37,447,001	—	37,447,001
Employee contributions	2,188,729	—	2,188,729
Total operating revenues	<u>39,635,730</u>	<u>7,760,615</u>	<u>47,396,345</u>
Operating expenses:			
Personnel services	709,108	2,632,257	3,341,365
Contractual services	2,106,601	844,733	2,951,334
Utilities	3,085	34,249	37,334
Other supplies and services	10,743	230,936	241,679
Insurance claims and premiums	34,120,788	15,498	34,136,286
Depreciation	6,711	87,226	93,937
Total operating expenses	<u>36,957,036</u>	<u>3,844,899</u>	<u>40,801,935</u>
Operating income (loss)	<u>2,678,694</u>	<u>3,915,716</u>	<u>6,594,410</u>
Nonoperating revenues:			
Interest and investment revenue	98,589	10,306	108,895
Miscellaneous revenue	38,373	25,341	63,714
Total nonoperating revenues	<u>136,962</u>	<u>35,647</u>	<u>172,609</u>
Income (loss) before transfers	2,815,656	3,951,363	6,767,019
Transfers in	2,050,000	—	2,050,000
Transfers out	<u>(2,050,000)</u>	<u>—</u>	<u>(2,050,000)</u>
Change in net position	2,815,656	3,951,363	6,767,019
Total net position - beginning	<u>8,253,425</u>	<u>1,597,103</u>	<u>9,850,528</u>
Total net position - ending	<u>\$ 11,069,081</u>	<u>\$ 5,548,466</u>	<u>\$ 16,617,547</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CASH FLOWS -
 NON-MAJOR ENTERPRISE FUNDS
 For The Year Ended December 31, 2022

	Solid Waste Management	Civic Center Parking Garage	Civic Center Garage Expansion	Midtowne Parking Garage	Riverfront Promenade Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Cash flows from operating activities:									
Receipts from customers and others	\$ 13,868,214	\$ 51,286	\$ —	\$ 130,601	\$ 108,461	\$ 221,218	\$ —	\$ 505,990	\$14,885,770
Payments to suppliers	(13,653,551)	(660,384)	(207,996)	(139,233)	(183,586)	—	—	(159,961)	(15,004,711)
Payments to employees	(1,427,982)	—	—	—	—	—	—	—	(1,427,982)
Net cash provided (used) by operating activities	(1,213,319)	(609,098)	(207,996)	(8,632)	(75,125)	221,218	—	346,029	(1,546,923)
Cash flows from noncapital financing activities:									
Transfer from other funds	—	—	—	8,632	106,602	—	—	—	115,234
Transfer to other funds	(966,040)	—	—	—	—	—	—	—	(966,040)
Net cash provided (used) by noncapital financing activities	(966,040)	—	—	8,632	106,602	—	—	—	(850,806)
Cash flows from capital and related financing activities:									
Acquisition and construction of capital assets	—	(19,046)	—	—	—	—	—	(4,576)	(23,622)
Proceeds from sale of capital assets	—	—	—	—	—	—	—	12	12
Proceeds from capital debt	1,000,000	—	—	—	—	—	—	—	1,000,000
Principal paid on capital debt	—	—	—	—	—	—	—	(240)	(240)
Interest paid on capital debt	—	—	—	—	—	—	—	—	—
Net cash used by capital and related financing activities	1,000,000	(19,046)	—	—	—	—	—	(4,804)	976,150
Cash flows from investing activities:									
Investment income received	1,635,825	—	113,989	—	—	2,520	—	9,324	1,761,658
Net increase (decrease) in cash and cash equivalents	456,466	(628,144)	(94,007)	—	31,477	223,738	—	350,549	340,079
Cash and cash equivalents, January 1	544,988	1,138,084	94,304	—	—	231,216	—	1,223,058	3,231,650
Cash and cash equivalents, December 31	\$ 1,001,454	\$ 509,940	\$ 297	\$ —	\$ 31,477	\$ 454,954	\$ —	\$ 1,573,607	\$ 3,571,729

(continued)

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CASH FLOWS -
 NON-MAJOR ENTERPRISE FUNDS
 For The Year Ended December 31, 2022
 (continued)

	Solid Waste Management	Civic Center Parking Garage	Civic Center Garage Expansion	Midtowne Parking Garage	Riverfront Promenade Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:									
Operating income (loss)	\$ (1,641,306)	\$ 6,579	\$ (207,996)	\$ (21,132)	\$ (106,602)	\$ 180,543	\$ (4,575)	\$ 356,908	\$ (1,437,581)
Adjustments:									
Depreciation expense	45,499	430,869	—	12,500	—	40,534	4,575	1,116	535,093
(Increase) decrease in assets:									
Accounts receivable	20,480	(930,168)	—	(1,613)	—	141	—	(12,138)	(923,298)
Other assets	—	—	—	—	—	—	—	(1,601)	(1,601)
Increase (decrease) in liabilities:									
Accounts payable	939,173	(86,636)	—	1,613	31,477	—	—	1,744	887,371
Other liabilities	(577,165)	(29,742)	—	—	—	—	—	—	(606,907)
Total adjustments	427,987	(615,677)	—	12,500	31,477	40,675	4,575	(10,879)	(109,342)
Net cash provided (used) by operating activities	\$ (1,213,319)	\$ (609,098)	\$ (207,996)	\$ (8,632)	\$ (75,125)	\$ 221,218	\$ —	\$ 346,029	\$ (1,546,923)
Noncash investing, capital, and financing activities:									
Capital assets included in accounts payable	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ 267	\$ 267

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CASH FLOWS -
 INTERNAL SERVICE FUNDS
 For The Year Ended December 31, 2022

	Self Insurance	Garage	Totals
Cash flows from operating activities:			
Receipts from customers and others	\$ 39,796,686	\$ 7,750,931	\$ 47,547,617
Payments to suppliers	(37,026,096)	(1,229,701)	(38,255,797)
Payments to employees	(711,887)	(2,664,943)	(3,376,830)
Net cash provided by operating activities	<u>2,058,703</u>	<u>3,856,287</u>	<u>5,914,990</u>
Cash flows from noncapital financing activities:			
Transfer from other funds	2,050,000	—	2,050,000
Transfer to other funds	(2,050,000)	—	(2,050,000)
Net cash provided (used) by noncapital financing activities	<u>—</u>	<u>—</u>	<u>—</u>
Cash flows from capital and related financing activities:			
Acquisition and construction of capital assets	—	(3,626,639)	(3,626,639)
Net cash used by capital and related financing activities	<u>—</u>	<u>(3,626,639)</u>	<u>(3,626,639)</u>
Cash flows from investing activities:			
Investment income received	136,962	35,647	172,609
Net cash provided by investing activities	<u>136,962</u>	<u>35,647</u>	<u>172,609</u>
Net increase in cash and cash equivalents	2,195,665	265,295	2,460,960
Cash and cash equivalents, January 1	<u>11,948,357</u>	<u>1,587,878</u>	<u>13,536,235</u>
Cash and cash equivalents, December 31	<u>\$ 14,144,022</u>	<u>\$ 1,853,173</u>	<u>\$ 15,997,195</u>
Reconciliation of operating income to net cash provided by operating activities:			
Operating income	\$ 2,678,694	\$ 3,915,716	\$ 6,594,410
Adjustments:			
Depreciation expense	6,711	87,226	93,937
(Increase) decrease in assets:			
Accounts receivable	160,956	(9,684)	151,272
Other assets	184	(68,731)	(68,547)
Increase (decrease) in liabilities:			
Accounts payable	(602,883)	(35,554)	(638,437)
Other liabilities	(184,959)	(32,686)	(217,645)
Total adjustments	<u>(619,991)</u>	<u>(59,429)</u>	<u>(679,420)</u>
Net cash provided by operating activities	<u>\$ 2,058,703</u>	<u>\$ 3,856,287</u>	<u>\$ 5,914,990</u>

Non-major Fiduciary Funds

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

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

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

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF FIDUCIARY NET POSITION -
 PENSION TRUST FUNDS
 December 31, 2022

	Pension Trust Funds			
	Fire Pension	Police Pension	Sanitary Officers' Pension	Totals
<u>Assets</u>				
Cash and cash equivalents	\$ 58,770	\$ 1,248,052	\$ 613,550	\$ 1,920,372
Receivables:				
Taxes	—	—	27,495	27,495
Total assets	58,770	1,248,052	641,045	1,947,867
<u>Liabilities</u>				
Accounts payable	58,770	74,981	6,780	140,531
Net position restricted for pensions	\$ —	\$ 1,173,071	\$ 634,265	\$ 1,807,336

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET POSITION -
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2022

<u>Additions</u>	<u>Fire Pension</u>	<u>Police Pension</u>	<u>Sanitary Officers' Pension</u>	<u>Totals</u>
<u>Contributions:</u>				
Employer	\$ —	\$ —	\$ 566,459	\$ 566,459
Non-employer entity	6,277,682	7,886,828	—	14,164,510
Other	134,134	4,639	—	138,773
<u>Investment income:</u>				
Interest	2,748	8,889	3,533	15,170
Total additions	<u>6,414,564</u>	<u>7,900,356</u>	<u>569,992</u>	<u>14,884,912</u>
<u>Deductions</u>				
Benefit payments, including refunds of member contributions	6,650,952	7,761,793	543,672	14,956,417
Administrative expenses	31,435	24,954	101	56,490
Total deductions	<u>6,682,387</u>	<u>7,786,747</u>	<u>543,773</u>	<u>15,012,907</u>
Net increase in net position	(267,823)	113,609	26,219	(127,995)
<u>Net position restricted for pensions</u>				
Net position - beginning	267,823	1,059,462	608,046	1,935,331
Net position - ending	<u>\$ —</u>	<u>\$ 1,173,071</u>	<u>\$ 634,265</u>	<u>\$ 1,807,336</u>

STATISTICAL SECTION

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

<u>Information presented:</u>	<u>Schedule:</u>
Financial Trends These schedules contain trend information to help the reader understand how Fort Wayne's financial performance and well-being has changed over time.	1, 2, 3, 4
Revenue Capacity These schedules contain information to help the reader assess the factors affecting Fort Wayne's ability to generate its property taxes.	5, 6, 7, 8, 9, 10
Debt Capacity These schedules present information to help the reader assess the affordability of Fort Wayne's current levels of outstanding debt and the city's ability to issue additional debt in the future.	11, 12, 13, 14, 15
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which Fort Wayne's financial activities take place and to help make comparisons over time and with other governments.	16, 17
Operating Information These schedules contain information about Fort Wayne's operations and resources to help the reader understand how the city's financial information relates to the services Fort Wayne provides and the activities it performs.	18, 19, 20

SCHEDULE 1
CITY OF FORT WAYNE
NET POSITION BY COMPONENT,
Last 10 Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Governmental activities										
Net investment in capital and lease assets	\$ 779,276,418	\$ 727,903,657	\$ 716,755,250	\$ 719,082,233	\$ 706,828,818	\$ 680,288,794	\$ 641,756,539	\$ 631,370,172	\$ 619,206,388	\$ 611,772,124
Restricted	—	32,556,786	—	—	—	—	—	—	—	—
Unrestricted	20,596,918	(88,011,197)	(105,925,017)	(135,633,402)	(147,111,226)	(77,167,217)	(88,878,940)	(117,032,756)	48,172,893	42,976,564
Total governmental activities net position	\$ 799,873,336	\$ 672,449,246	\$ 610,830,233	\$ 583,448,831	\$ 559,717,592	\$ 603,121,577	\$ 552,877,599	\$ 514,337,416	\$ 667,379,281	\$ 654,748,688
Business-type activities										
Net investment in capital assets	\$ 694,479,229	\$ 650,804,792	\$ 605,161,934	\$ 580,002,993	\$ 548,896,336	\$ 453,441,895	\$ 495,307,629	\$ 477,480,410	\$ 444,907,612	\$ 434,943,499
Restricted	85,699,561	79,468,715	76,885,234	76,412,715	73,998,966	77,200,780	69,231,739	54,244,080	54,490,095	42,755,225
Unrestricted	71,892,939	63,434,884	39,218,278	27,900,039	32,041,255	77,185,277	12,423,666	10,771,904	33,565,699	36,589,844
Total business-type activities net position	\$ 852,071,729	\$ 793,708,391	\$ 721,265,446	\$ 684,315,747	\$ 654,936,557	\$ 607,827,952	\$ 576,963,034	\$ 542,496,394	\$ 532,963,406	\$ 514,288,568
Primary government										
Net investment in capital and lease assets	\$ 1,473,755,647	\$ 1,378,708,449	\$ 1,321,917,184	\$ 1,299,085,226	\$ 1,255,725,154	\$ 1,133,730,689	\$ 1,137,064,168	\$ 1,108,850,582	\$ 1,064,114,000	\$ 1,046,715,623
Restricted	85,699,561	112,025,501	76,885,234	76,412,715	73,998,966	77,200,780	69,231,739	54,244,080	54,490,095	42,755,225
Unrestricted	92,489,857	(24,576,313)	(66,706,739)	(107,733,363)	(115,069,971)	18,310	(76,455,274)	(106,260,852)	81,738,592	79,566,408
Total primary government net position	\$ 1,651,945,065	\$ 1,466,157,637	\$ 1,332,095,679	\$ 1,267,764,578	\$ 1,214,654,149	\$ 1,210,949,779	\$ 1,129,840,633	\$ 1,056,833,810	\$ 1,200,342,687	\$ 1,169,037,256

SCHEDULE 2
CITY OF FORT WAYNE
CHANGES IN NET POSITION,
Last 10 Fiscal Years
(accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Expenses										
Governmental activities:										
General government	\$ 76,017,553	\$ 68,046,392	\$ 56,947,888	\$ 63,391,461	\$ 63,361,443	\$ 63,504,834	\$ 66,368,723	\$ 62,053,721	\$ 66,358,230	\$ 50,614,038
Public safety	52,525,476	102,448,813	114,233,295	125,080,947	87,806,085	103,198,483	68,339,078	79,355,648	89,423,819	95,038,152
Highways and streets	37,670,201	41,176,426	12,748,797	42,861,945	34,069,956	4,184,967	34,640,372	38,687,650	33,457,900	18,309,159
Health and welfare	3,312,591	2,907,655	2,642,751	2,192,660	2,488,994	2,390,200	2,307,886	2,343,226	2,436,466	2,337,893
Economic opportunity	13,757,670	18,717,582	2,221,372	496,666	495,069	481,867	1,631,829	1,108,252	1,023,674	1,097,287
Economic development	38,981,479	21,678,818	23,688,907	26,419,441	21,068,330	18,861,377	18,466,945	12,180,491	12,316,553	16,190,547
Culture and recreation	33,099,596	20,101,490	18,048,552	20,767,985	10,756,058	20,896,911	17,937,002	19,942,914	16,440,904	16,943,561
Urban redevelopment and housing	11,915,657	20,097,438	136,834,740	16,662,921	24,712,060	19,341,587	21,422,546	18,111,268	8,220,883	8,456,224
Interest on long-term debt	8,099,084	5,710,204	5,088,681	5,744,812	7,042,727	7,240,964	5,924,070	5,999,292	6,587,186	6,911,476
Total governmental activities expenses	<u>275,379,307</u>	<u>300,884,818</u>	<u>372,454,983</u>	<u>303,618,838</u>	<u>251,800,722</u>	<u>240,101,190</u>	<u>237,038,451</u>	<u>239,782,462</u>	<u>236,265,615</u>	<u>215,898,337</u>
Business-type activities:										
Water	46,996,210	42,167,534	44,739,232	41,773,074	40,600,875	40,799,731	42,110,619	38,899,710	35,909,639	31,646,349
Wastewater	70,099,184	60,592,259	64,121,794	54,349,212	45,153,442	50,628,268	44,625,381	44,024,088	43,919,976	39,188,536
Stormwater	8,563,541	8,056,958	8,024,482	8,610,844	7,963,634	7,940,594	8,936,218	9,397,755	7,852,619	6,988,721
Parking garages	1,591,814	1,409,570	7,400,440	3,489,410	1,273,299	582,100	990,349	1,371,642	962,781	1,029,036
Solid waste	15,499,086	11,365,864	12,710,940	12,240,904	11,407,088	9,185,673	9,310,185	9,953,592	10,377,926	10,587,142
Other	165,795	160,304	139,195	157,579	233,797	340,605	387,293	283,109	124,785	135,014
Total business-type activities expenses	<u>142,915,630</u>	<u>123,752,489</u>	<u>137,136,083</u>	<u>120,621,023</u>	<u>106,632,135</u>	<u>109,476,971</u>	<u>106,360,045</u>	<u>103,929,896</u>	<u>99,147,726</u>	<u>89,574,798</u>
Total primary government expenses	<u>\$ 418,294,937</u>	<u>\$ 424,637,307</u>	<u>\$ 509,591,066</u>	<u>\$ 424,239,861</u>	<u>\$ 358,432,857</u>	<u>\$ 349,578,161</u>	<u>\$ 343,398,496</u>	<u>\$ 343,712,358</u>	<u>\$ 335,413,341</u>	<u>\$ 305,473,135</u>

(Continued)

SCHEDULE 2
CITY OF FORT WAYNE
CHANGES IN NET POSITION,
Last 10 Fiscal Years
(accrual basis of accounting)
(Continued)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Program Revenues										
Governmental activities:										
Charges for services:										
General government	\$ 23,758,517	\$ 18,804,409	\$ 26,899,055	\$ 23,232,678	\$ 21,890,976	\$ 21,589,507	\$ 20,257,911	\$ 21,192,251	\$ 21,065,638	\$ 20,645,091
Public safety	6,048,093	4,917,964	5,354,687	5,978,065	5,429,270	5,409,018	6,129,435	6,569,223	4,413,243	2,009,087
Highways and streets	2,443,239	2,463,845	2,583,337	2,223,044	2,714,188	2,102,791	2,810,910	4,004,178	1,224,817	1,702,095
Health and welfare	592,738	577,947	475,479	577,062	399,655	388,360	402,654	391,982	396,996	352,843
Economic opportunity	125	245	154	445	177	608	718	150	—	239,652
Economic development	2,200,400	640	120	720	640	1,120	1,680	—	1,320	800
Culture and recreation	6,459,626	5,088,025	3,132,453	4,738,090	4,914,944	5,105,633	5,617,162	4,504,709	3,955,609	3,493,500
Urban redevelopment and housing	1,893,409	1,962,726	2,095,642	2,577,753	2,448,942	2,299,519	2,134,380	1,747,498	1,808,972	4,597,628
Operating grants and contributions	55,418,041	47,464,978	44,767,244	36,094,233	31,645,268	30,350,105	30,622,213	25,606,326	25,905,033	27,397,898
Capital grants and contributions	1,500,000	—	62,000,000	—	—	4,635,000	1,000,000	4,000,000	—	—
Total governmental activities program revenues	100,314,188	81,280,779	147,308,171	75,422,090	69,444,060	71,881,661	68,977,063	68,016,317	58,771,628	60,438,594
Business-type activities:										
Charges for services:										
Water	61,730,059	58,884,648	53,324,295	49,286,718	47,517,984	48,115,057	49,622,183	45,721,766	39,569,738	39,757,464
Wastewater	103,249,340	96,121,242	88,644,520	84,962,928	79,615,906	71,457,052	68,469,275	59,535,008	57,375,547	56,837,593
Stormwater	14,967,822	14,856,121	14,698,192	13,701,505	12,139,152	10,821,153	10,244,551	9,899,967	9,780,647	10,135,025
Parking garages	1,443,206	1,239,523	961,917	9,619,080	1,198,420	1,114,334	1,123,503	1,004,313	986,913	933,383
Solid waste	13,847,734	13,329,001	12,543,246	12,367,331	12,508,334	10,419,816	10,480,095	10,362,742	10,447,288	10,441,182
Other	518,128	499,555	574,790	454,425	275,868	213,622	203,302	263,241	165,656	159,194
Capital grants and contributions	10,712,760	20,102,829	11,369,335	1,379,493	7,770,997	5,762,795	10,003,952	6,631,962	6,858,289	3,814,014
Total business-type activities program revenues	206,469,049	205,032,919	182,116,295	171,771,480	161,026,661	147,903,829	150,146,861	133,418,999	125,184,078	122,077,855
Total primary government program revenues	\$ 306,783,237	\$ 286,313,698	\$ 329,424,466	\$ 247,193,570	\$ 230,470,721	\$ 219,785,490	\$ 219,123,924	\$ 201,435,316	\$ 183,955,706	\$ 182,516,449
Net (Expense)/Revenue										
Governmental activities	\$ (175,065,119)	\$ (219,604,039)	\$ (225,146,812)	\$ (228,196,748)	\$ (182,356,662)	\$ (168,219,529)	\$ (168,061,388)	\$ (171,766,145)	\$ (177,493,987)	\$ (155,459,743)
Business-type activities	63,553,419	81,280,430	44,980,212	51,150,457	54,394,526	38,426,858	43,786,816	29,489,103	26,036,352	32,503,057
Total primary government net expense	\$ (111,511,700)	\$ (138,323,609)	\$ (180,166,600)	\$ (177,046,291)	\$ (127,962,136)	\$ (129,792,671)	\$ (124,274,572)	\$ (142,277,042)	\$ (151,457,635)	\$ (122,956,686)

(Continued)

SCHEDULE 2
CITY OF FORT WAYNE
CHANGES IN NET POSITION,
Last 10 Fiscal Years
(accrual basis of accounting)
(Continued)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Revenues and Other Changes in Net Position										
Governmental activities:										
Taxes										
Property Taxes	\$ 172,426,214	\$ 153,777,847	\$ 135,943,800	\$ 136,994,788	\$ 132,139,105	\$ 124,467,955	\$ 118,470,217	\$ 113,215,063	\$ 108,230,933	\$ 98,889,877
Local Income Tax - Economic Development	45,117,521	45,857,167	42,460,433	41,953,820	32,620,956	25,578,332	26,540,352	25,961,950	22,542,375	23,402,767
Shared revenues	34,015,066	32,830,862	30,895,903	30,916,456	19,590,660	25,271,787	26,187,621	24,190,682	13,043,049	12,549,771
Other tax	20,794,373	22,664,251	21,432,632	20,755,317	19,527,648	19,170,641	13,016,985	12,890,751	19,405,620	16,747,446
Unrestricted investment earnings	8,769,859	2,242,339	2,119,357	3,821,796	487,550	6,697,878	5,054,843	3,461,843	1,971,939	1,814,996
Other	10,188,948	13,933,441	10,030,545	12,836,591	6,248,672	7,837,424	7,411,718	5,780,235	14,015,726	6,217,961
Transfers	11,119,782	9,917,145	9,645,544	9,859,922	10,476,825	9,439,490	9,919,835	9,358,669	8,539,733	8,282,519
Total governmental activities	302,431,763	281,223,052	252,528,214	257,138,690	221,091,416	218,463,507	206,601,571	194,859,193	187,749,375	167,905,337
Business-type activities:										
Unrestricted investment earnings	4,720,517	1,043,054	1,614,104	3,193,746	3,190,579	1,876,728	481,852	280,750	246,666	162,353
Other	1,816,750	36,606	927	28,848	75	1,072	137,807	68,895	—	1,276,495
Transfers	(11,119,782)	(9,917,145)	(9,645,544)	(9,859,922)	(10,476,825)	(9,439,490)	(9,919,835)	(9,358,669)	(8,539,733)	(8,282,519)
Transfer of ACRWSD to City	(607,566)	—	—	—	—	—	—	—	—	—
Total business-type activities	(5,190,081)	(8,837,485)	(8,030,513)	(6,637,328)	(7,286,171)	(7,561,690)	(9,300,176)	(9,009,024)	(8,293,067)	(6,843,671)
Total primary government	\$ 297,241,682	\$ 272,385,567	\$ 244,497,701	\$ 250,501,362	\$ 213,805,245	\$ 210,901,817	\$ 197,301,395	\$ 185,850,169	\$ 179,456,308	\$ 161,061,666
Change in Net Position										
Governmental activities	\$ 127,366,644	\$ 61,619,013	\$ 27,381,402	\$ 28,941,942	\$ 38,734,754	\$ 50,243,978	\$ 38,540,183	\$ 23,093,048	\$ 10,255,388	\$ 12,445,594
Business-type activities	58,363,338	72,442,945	36,949,699	44,513,129	47,108,355	30,865,168	34,486,640	20,480,079	17,743,285	25,659,386
Total primary government	\$ 185,729,982	\$ 134,061,958	\$ 64,331,101	\$ 73,455,071	\$ 85,843,109	\$ 81,109,146	\$ 73,026,823	\$ 43,573,127	\$ 27,998,673	\$ 38,104,980

SCHEDULE 3
CITY OF FORT WAYNE
FUND BALANCES - GOVERNMENTAL FUNDS,
Last 10 Fiscal Years
(modified accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
General Fund										
Nonspendable fund balance	\$ 670,955	\$ 460,214	\$ 444,820	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —	\$ —
Committed fund balance	9,631,030	1,495,018	1,606,596	640,412	850,632	454,887	92,430	303,448	448,628	423,718
Assigned fund balance	978,920	2,751,014	814,747	522,032	923,546	719,946	453,305	472,805	599,260	478,501
Unassigned fund balance	42,147,633	47,892,767	43,995,044	30,038,873	22,920,864	14,783,993	9,766,760	5,903,572	4,734,486	2,344,562
Reserved	—	—	—	—	—	—	—	—	—	—
Unreserved	—	—	—	—	—	—	—	—	—	—
Total general fund	<u>\$ 53,428,538</u>	<u>\$ 52,599,013</u>	<u>\$ 46,861,207</u>	<u>\$ 31,201,317</u>	<u>\$ 24,695,042</u>	<u>\$ 15,958,826</u>	<u>\$ 10,312,495</u>	<u>\$ 6,679,825</u>	<u>\$ 5,782,374</u>	<u>\$ 3,246,781</u>
All Other Governmental Funds										
Nonspendable fund balance	\$ 1,368,824	\$ 1,581,739	\$ 1,387,804	\$ —	\$ —	\$ —	\$ 24,189,021	\$ 29,821,187	\$ 29,750,106	\$ 26,725,295
Restricted fund balance	44,934,990	15,601,089	17,462,917	16,112,225	12,851,149	14,554,049	5,640,083	4,671,519	4,297,607	3,005,081
Committed fund balance	27,017,344	22,579,268	15,857,437	13,905,239	22,648,068	22,178,270	10,230,570	14,684,259	20,080,713	5,427,249
Assigned fund balance	213,433,050	195,713,323	167,488,474	159,084,258	143,276,379	143,619,486	130,866,609	122,336,357	138,477,422	126,575,563
Unassigned fund balance	—	—	(279,265)	(636,009)	(698,161)	(2,647,377)	(422,477)	(1,544,305)	(2,104,730)	(1,921,903)
Total all other governmental funds	<u>\$ 286,754,208</u>	<u>\$ 235,475,419</u>	<u>\$ 201,917,367</u>	<u>\$ 188,465,713</u>	<u>\$ 178,077,435</u>	<u>\$ 177,704,428</u>	<u>\$ 170,503,806</u>	<u>\$ 169,969,017</u>	<u>\$ 190,501,118</u>	<u>\$ 159,811,285</u>
Total all funds	<u>\$ 340,182,746</u>	<u>\$ 288,074,432</u>	<u>\$ 248,778,574</u>	<u>\$ 219,667,030</u>	<u>\$ 202,772,477</u>	<u>\$ 193,663,254</u>	<u>\$ 180,816,301</u>	<u>\$ 176,648,842</u>	<u>\$ 196,283,492</u>	<u>\$ 163,058,066</u>

SCHEDULE 4
CITY OF FORT WAYNE
CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS,
Last 10 Fiscal Years
(modified accrual basis of accounting)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
Revenues										
Taxes	\$257,529,148	\$ 251,979,965	\$235,530,646	\$225,981,209	\$ 212,993,570	\$ 194,191,157	\$187,253,966	\$ 172,208,322	\$ 166,173,637	\$ 149,280,367
Special assessments	1,815,454	330,712	1,887,974	826,248	756,823	208,203	470,629	144,368	695,473	151,990
Licenses and permits	3,133,471	3,143,585	3,232,520	3,440,368	3,437,051	3,512,808	3,572,481	3,581,989	3,897,166	3,428,466
Intergovernmental	51,266,223	46,393,980	100,303,259	30,393,320	29,880,657	26,049,651	30,303,160	27,738,710	23,316,245	23,081,665
Charges for services	17,428,650	13,458,037	10,765,720	12,124,665	12,445,972	11,220,612	13,105,360	12,851,463	9,348,006	8,968,647
Fines and forfeits	4,719,457	1,827,678	1,286,163	2,298,744	1,880,921	2,110,472	2,899,260	3,581,651	2,548,381	2,040,081
Other revenues	19,560,595	18,508,450	18,937,436	23,204,594	13,422,931	23,437,994	14,815,024	11,346,615	17,547,118	13,902,101
Total revenues	355,452,998	335,642,407	371,943,718	298,269,148	274,817,925	260,730,897	252,419,880	231,453,118	223,526,026	200,853,317
Expenditures										
General government	33,104,260	19,309,830	18,395,653	18,693,445	19,786,064	18,165,400	20,521,587	23,243,056	22,616,031	18,413,510
Public safety	139,396,079	134,109,337	127,818,381	123,605,802	119,276,903	115,641,731	108,948,919	105,015,516	102,401,137	104,407,777
Highways and streets	47,613,422	47,549,373	41,678,534	45,033,015	37,329,322	37,639,427	30,618,886	32,887,319	32,471,183	23,303,830
Health and welfare	3,668,282	3,498,261	3,331,138	3,331,135	3,085,916	2,975,509	2,920,056	2,881,459	2,971,220	2,882,056
Economic opportunity	12,979,725	18,780,409	2,463,101	721,106	696,325	681,271	1,631,829	1,108,252	1,023,674	1,097,287
Economic development	5,441,065	5,654,662	5,734,765	5,269,988	5,034,701	4,733,118	4,919,721	4,546,291	4,647,436	4,511,986
Culture and recreation	33,023,646	22,597,369	21,434,494	30,579,955	26,513,428	23,915,190	20,816,667	20,434,813	19,094,469	17,502,472
Urban redevelopment and housing	20,597,509	17,785,417	78,547,389	16,537,072	25,300,714	23,033,066	16,967,002	47,497,630	12,639,791	11,595,796
Debt service										
Principal	14,455,577	13,765,000	14,465,000	14,617,900	12,485,000	12,170,000	13,180,000	13,360,000	11,555,197	11,665,000
Interest	6,824,129	4,850,420	4,219,458	5,184,535	5,138,819	5,478,477	5,557,313	5,455,426	6,240,289	6,193,017
Bond issuance costs	771,993	—	2,525,037	—	—	—	—	—	—	—
Capital outlay	103,742,892	30,263,616	92,277,684	36,591,347	30,428,335	32,200,245	34,762,373	24,881,675	21,129,906	17,026,173
Total expenditures	421,618,579	318,163,694	412,890,634	300,165,300	285,075,527	276,633,434	260,844,353	281,311,437	236,790,333	218,598,904
Excess of revenues over (under) expenditures	(66,165,581)	17,478,713	(40,946,916)	(1,896,152)	(10,257,602)	(15,902,537)	(8,424,473)	(49,858,319)	(13,264,307)	(17,745,587)
Other Financing Sources (Uses)										
Transfers in	58,926,692	53,761,583	116,112,256	66,134,496	53,958,937	47,756,518	58,270,379	60,348,649	52,934,483	33,348,031
Transfers out	(47,806,910)	(43,844,438)	(106,466,812)	(56,274,574)	(44,482,112)	(38,317,028)	(48,350,544)	(50,989,980)	(44,394,750)	(25,065,512)
Unrealized gain (loss) on investments	(6,052,757)	—	—	—	—	—	—	—	—	—
Refunding bonds issued	10,220,000	—	—	—	—	—	—	—	—	—
Bonds issued	39,705,000	—	51,825,000	20,715,000	—	5,150,000	—	—	30,000,000	—
Premium on bond issuance	4,541,690	—	6,069,916	(190,384)	—	—	—	—	—	—
Discount on bonds sold	—	—	—	—	—	—	—	—	—	—
Payment to refunded bond escrow agent	(10,605,000)	—	(10,590,000)	(22,607,100)	—	—	—	—	—	—
Leases Issued	59,587,734	—	—	—	—	—	—	—	—	—
Loans issued	9,700,000	—	—	—	—	—	—	—	—	1,750,000
Capital leases (B)	—	11,900,000	13,108,000	10,200,000	9,900,000	14,150,000	9,750,000	20,865,000	7,950,000	6,100,000
Loss on Disposal of Net Assets	—	—	—	—	—	—	(7,077,903)	—	—	—
Total other financing sources (uses)	118,216,449	21,817,145	70,058,360	17,977,438	19,376,825	28,739,490	12,591,932	30,223,669	46,489,733	16,132,519
Net change in fund balances	\$ 52,050,868	\$ 39,295,858	\$ 29,111,444	\$16,081,286	\$ 9,119,223	\$ 12,836,953	\$ 4,167,459	\$ (19,634,650)	\$ 33,225,426	\$ (1,613,068)
Debt service as a percentage of noncapital expenditures (A)	7.5 %	6.4 %	5.7 %	8.2 %	7.3 %	7.4 %	8.4 %	7.8 %	8.3 %	9.0 %

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(A) Formula = Debt service (principal and interest) / (Total Governmental Fund expenditures - Governmental Fund capital outlay per reconciliation)

2013 - 2019 information restated based on revised formula.

(B) Due to the implementation of GASB 87, capital leases were either converted to leases or notes and loans payable as of December 31, 2022. See Note 5 for additional information on the implementation of GASB 87.

SCHEDULE 5
CITY OF FORT WAYNE
TAX REVENUES BY SOURCE - GOVERNMENTAL FUNDS,
Last 10 Fiscal Years

Fiscal Year	(A)			(B)				Total
	General Property	Excise	Wheel	Financial Institution	LIT-CS (COIT)	LIT-ED	CRED	
2022	\$ 156,783,870	\$ 10,228,023	\$ 10,098,578	\$ 1,260,898	\$ 30,216,759	\$ 40,901,379	\$ 750,000	\$ 250,239,507
2021	149,651,267	10,429,758	10,357,422	1,114,987	33,248,931	45,427,602	1,750,000	251,979,967
2020	139,447,404	9,961,835	10,314,850	902,509	30,811,819	42,342,229	1,750,000	235,530,646
2019	137,020,041	9,624,312	9,931,095	831,133	28,414,160	38,410,468	1,750,000	225,981,209
2018	129,400,405	8,818,814	9,599,935	636,951	25,778,799	36,258,366	750,000	211,243,270
2017	124,394,860	8,316,268	9,737,686	673,670	24,139,377	25,929,296	1,000,000	194,191,157
2016	118,457,702	7,921,347	4,557,630	748,470	26,928,669	26,890,148	1,750,000	187,253,966
2015	113,113,685	7,651,367	4,509,547	694,247	20,703,202	23,036,274	2,500,000	172,208,322
2014	108,244,035	7,357,184	4,509,289	655,004	20,250,428	23,407,697	1,750,000	166,173,637
2013	99,525,426	7,241,730	4,353,025	687,548	14,135,824	21,586,815	1,750,000	149,280,368

(A) Includes taxes on both real and personal property. Additionally, beginning in 2014, Cumulative Capital Development Fund is included in General Property.

(B) Beginning in 2014, Public Safety LIT-PS is included in LIT-CS.

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

SCHEDULE 6
 CITY OF FORT WAYNE
 PROPERTY TAX LEVIES AND COLLECTIONS - ALLEN COUNTY,
 Last 10 Fiscal Years

<u>Tax Collections Measurement:</u>	2022	2021	2020	2019	2018
Total Tax Levy	\$ 473,370,212	\$ 448,917,175	\$ 426,994,211	\$ 409,518,328	\$ 395,862,514
Current Tax Collections	\$ 458,241,259	\$ 435,927,336	\$ 411,213,282	\$ 398,613,800	\$ 384,873,588
Percent of Levy Collected	96.80 %	97.11 %	96.30 %	97.34 %	97.22 %
Delinquent Tax Collections	\$ 12,487,970	\$ 15,048,984	\$ 10,289,876	\$ 15,590,783	\$ 9,538,596
Total Tax Collections	\$ 470,729,229	\$ 450,976,321	\$ 421,503,158	\$ 409,204,582	\$ 394,412,184
Percent of Total Tax Collections to Levy	99.44 %	100.46 %	98.71 %	99.92 %	99.63 %
Outstanding Delinquent Taxes	\$ 16,491,527	\$ 14,423,641	\$ 17,217,376	\$ 12,567,420	\$ 12,767,578
Percent of Delinquent Taxes to Levy	3.48 %	3.21 %	4.03 %	3.07 %	3.23 %
<u>Tax Collections Measurement:</u>	2017	2016	2015	2014	2013
Total Tax Levy	\$ 382,994,915	\$ 364,069,619	\$ 356,574,609	\$ 352,103,000	\$ 331,494,358
Current Tax Collections	\$ 372,781,741	\$ 353,869,381	\$ 346,338,133	\$ 341,576,136	\$ 321,700,333
Percent of Levy Collected	97.33 %	97.20 %	97.13 %	97.01 %	97.05 %
Delinquent Tax Collections	\$ 9,583,882	\$ 9,498,141	\$ 9,761,454	\$ 9,227,603	\$ 9,896,607
Total Tax Collections	\$ 382,365,623	\$ 363,367,523	\$ 356,099,586	\$ 350,803,740	\$ 331,596,940
Percent of Total Tax Collections to Levy	99.84 %	99.81 %	99.87 %	99.63 %	100.03 %
Outstanding Delinquent Taxes	\$ 11,975,818	\$ 12,047,858	\$ 12,001,408	\$ 12,442,833	\$ 12,265,024
Percent of Delinquent Taxes to Levy	3.13 %	3.31 %	3.37 %	3.53 %	3.70 %

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

Source: Allen County Auditor's Office

SCHEDULE 7
 CITY OF FORT WAYNE
 ASSESSED AND ACTUAL VALUE OF TAXABLE PROPERTY,
 Last 10 Fiscal Years

Year	(A) Assessed Valuation	(B) Estimated Actual Value	Total Direct Tax Rate	(C) Percent Increase (%)
2022	\$ 11,172,055,414	\$ 11,172,055,414	1.4171	6.66
2021	10,474,005,221	10,474,005,221	1.4469	7.19
2020	9,771,852,283	9,771,852,283	1.4943	5.75
2019	9,240,489,844	9,240,489,844	1.5277	6.10
2018	8,709,370,259	8,709,370,259	1.5674	3.16
2017	8,442,987,593	8,442,987,593	1.5565	2.05
2016	8,273,698,615	8,273,698,615	1.5312	2.22
2015	8,093,724,951	8,093,724,951	1.5106	1.06
2014	8,008,561,561	8,008,561,561	1.4716	0.30
2013	7,984,553,514	7,984,553,514	1.3411	(0.96)

Average Annual Rate of Increase/(Decrease) 3.42 %

- (A) Assessed values for personal property are updated annually.
- (B) Assessed value reflects actual value.
- (C) Change in assessed valuation.

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

SCHEDULE 8
 CITY OF FORT WAYNE
 DIRECT AND OVERLAPPING PROPERTY TAX RATES,
 Last 10 Fiscal Years
(rate per \$100 of assessed value)

Fiscal Year	General Fund Rate	Sanitary Officers' Pension Rate	Community Services Rate	Fire Rate	Park Rate	CCD Rate	Redevelopment General Rate	Tax Increment Replacement Rate	(A) Total City	Overlapping Rates (B)			
										(B), (C) Municipal Corporations	(B), (C) School Districts	Allen County	(B), (C) Townships and Other
2022	0.7034	0.0053	0.0000	0.4826	0.1738	0.0444	0.0076	—	1.4171	0.2336	0.9278	0.4680	0.1065
2021	0.6755	0.0065	0.0001	0.5158	0.1929	0.0445	0.0116	—	1.4469	0.2572	0.9490	0.4794	0.1323
2020	0.7581	0.0068	0.0001	0.5000	0.1746	0.0454	0.0093	—	1.4943	0.2832	0.9660	0.4958	0.1406
2019	0.7189	0.0070	0.0001	0.5452	0.2030	0.0462	0.0073	—	1.5277	0.2950	0.9527	0.5087	0.1442
2018	0.7789	0.0063	0.0001	0.5234	0.2014	0.0480	0.0093	—	1.5674	0.3025	0.9925	0.5370	0.1485
2017	0.7252	0.0068	0.0001	0.5585	0.2084	0.0486	0.0089	—	1.5565	0.3142	1.0113	0.5414	0.1487
2016	0.7460	0.0071	0.0001	0.5249	0.1951	0.0493	0.0087	—	1.5312	0.3125	0.9772	0.5403	0.1433
2015	0.7068	0.0071	0.0001	0.5557	0.1991	0.0327	0.0091	—	1.5106	0.3189	1.0123	0.5447	0.1464
2014	0.7700	0.0063	0.0001	0.4883	0.1824	0.0167	0.0078	—	1.4716	0.3195	1.0177	0.5477	0.1260
2013	0.6438	0.0043	0.0001	0.5424	0.1451	0.0000	0.0054	—	1.3411	0.3141	0.9766	0.5404	0.1402

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

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

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

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

Source: From Published Rates for Wayne Township

SCHEDULE 9
 CITY OF FORT WAYNE
 PRINCIPAL PROPERTY TAXPAYERS,
 Current Year And 9 Years Ago

Taxpayer	2022			2013		
	(A) Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value (%)	(B) Taxable Assessed Value	Rank	Percentage of Total City Taxable Assessed Value (%)
IOM Health System LP (Lutheran Network)	\$190,439,279	1	1.70	\$143,186,140	2	1.79
Indiana Michigan Power Company (Formerly AEP)	186,138,010	2	1.67	80,675,600	4	1.01
Frontier North Inc (Formerly GTE North/Verizon)	119,860,920	3	1.07	83,495,780	3	1.05
GGP - Glenbrook LLC	106,000,950	4	0.95	177,681,300	1	2.23
St Joseph Health System LLC	97,991,540	5	0.88	61,593,490	7	0.77
Canterbury Green Apartments LLC	75,735,400	6	0.68	58,262,300	8	0.73
Parkview Health/Hospital/Ortho/Occupational	69,830,411	7	0.63	—	—	—
Wal-Mart Real Estate	58,660,010	8	0.53	76,431,920	5	0.96
Edward Rose of Indiana	55,069,510	9	0.49	45,689,850	10	0.57
Dupont Hospital LLC	46,220,430	10	0.41	—	—	—
Frontier Communications Online & LD	—	—	—	73,817,380	6	0.92
IMI Jefferson Pointe LLC	—	—	—	51,509,600	9	0.65
Total	<u>\$1,005,946,460</u>		<u>9.00</u>	<u>\$ 852,343,360</u>		<u>10.67</u>

(A) Represents the taxable assessed valuations for taxes due and payable in 2022 within the corporation limits.

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

Source: Allen County Auditor's Office

SCHEDULE 10
 CITY OF FORT WAYNE UTILITIES
 WATER AND SEWER RATES,
 Last 10 Fiscal Years

Fiscal Year	Water				Sewer				
	(Meter Use) Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	
Inside City									
2022	11.29	2.55	2.37	2.31	19.77	5.99	5.99	5.99	
2021	10.81	2.44	2.27	2.21	17.89	5.83	5.83	5.83	
2020	10.21	2.30	2.14	2.09	16.55	5.63	5.63	5.63	
2019	10.21	2.30	2.14	2.09	16.55	5.62	5.62	5.62	
2018	9.18	2.07	1.93	1.88	12.07	5.44	5.44	5.44	
2017	9.18	2.07	1.93	1.88	10.26	5.18	5.18	5.18	
2016	9.23	2.08	1.94	1.89	9.50	4.79	4.79	4.79	
2015	9.23	2.08	1.94	1.89	8.80	4.42	4.42	4.42	
2014	9.23	2.08	1.94	1.89	6.19	4.36	4.36	4.36	
7/1/2013-12/31/2013	8.73	1.78	1.59	1.48	6.19	4.36	4.36	4.36	
1/1/2013-6/30/2013	8.73	1.78	1.59	1.48	5.68	3.99	3.99	3.99	
Outside City									
2022	12.56	2.83	2.63	2.56	24.71	7.49	7.49	7.49	
2021	12.13	2.73	2.54	2.48	22.36	7.29	7.29	7.29	
2020	11.56	2.60	2.42	2.36	20.69	7.04	7.04	7.04	
2019	11.56	2.60	2.42	2.36	16.55	7.03	7.03	7.03	
2018	10.56	2.39	2.23	2.17	15.08	6.80	6.80	6.80	
2017	10.56	2.39	2.23	2.17	12.82	6.47	6.47	6.47	
2016	10.62	2.40	2.24	2.18	11.87	5.99	5.99	5.99	
2015	10.62	2.40	2.24	2.18	11.00	5.53	5.53	5.53	
2014	10.62	2.40	2.24	2.18	7.73	5.44	5.44	5.44	
7/1/2013-12/31/2013	10.05	2.05	1.99	1.85	7.73	5.44	5.44	5.44	
1/1/2013-6/30/2013	10.05	2.05	1.99	1.85	7.10	4.99	4.99	4.99	

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

Source: City of Fort Wayne, FWCU Accounting Department

SCHEDULE 11
CITY OF FORT WAYNE
LEGAL DEBT MARGIN INFORMATION,
Last 10 Fiscal Years(dollars in thousands)

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
City of Fort Wayne	(D)									
Debt Limit	\$ 74,480	\$ 69,827	\$ 65,146	\$ 61,603	\$ 58,062	\$ 56,287	\$ 55,158	\$ 53,390	\$ 53,390	\$ 53,230
Total net debt applicable to limit (A)	16,275	17,395	18,475	19,520	21,867	22,806	23,715	27,606	31,333	34,919
Legal debt margin	<u>\$ 58,205</u>	<u>\$ 52,432</u>	<u>\$ 46,671</u>	<u>\$ 42,083</u>	<u>\$ 36,195</u>	<u>\$ 33,481</u>	<u>\$ 31,443</u>	<u>\$ 25,784</u>	<u>\$ 22,057</u>	<u>\$ 18,311</u>
Total net debt applicable to the limit as a percentage of debt limit	21.85 %	24.91 %	28.36 %	31.69 %	37.66 %	40.52 %	42.99 %	51.71 %	58.69 %	65.60 %
Park District										
Debt Limit	\$ 73,629	\$ 69,056	\$ 63,965	\$ 60,911	\$ 57,569	\$ 55,782	\$ 54,634	\$ 52,813	\$ 52,813	\$ 52,574
Total net debt applicable to limit (A)	14,000	3,805	4,015	4,230	4,797	5,345	(C) 1,047	1,370	3,102	4,499
Legal debt margin	<u>\$ 59,629</u>	<u>\$ 65,251</u>	<u>\$ 59,950</u>	<u>\$ 56,681</u>	<u>\$ 52,772</u>	<u>\$ 50,437</u>	<u>\$ 53,587</u>	<u>\$ 51,443</u>	<u>\$ 49,711</u>	<u>\$ 48,075</u>
Total net debt applicable to the limit as a percentage of debt limit	19.01 %	5.51 %	6.28 %	6.94 %	8.33 %	9.58 %	1.92 %	2.59 %	5.87 %	8.56 %
Redevelopment District										
Debt Limit	\$ 74,480	\$ 69,827	\$ 65,146	\$ 61,603	\$ 58,062	\$ 56,287	\$ 55,158	\$ 53,390	\$ 53,390	\$ 53,230
Total net debt applicable to limit (A)	—	—	488	1,426	2,320	3,168	3,976	5,933	7,801	9,593
Legal debt margin	<u>\$ 74,480</u>	<u>\$ 69,827</u>	<u>\$ 64,658</u>	<u>\$ 60,177</u>	<u>\$ 55,742</u>	<u>\$ 53,119</u>	<u>\$ 51,182</u>	<u>\$ 47,457</u>	<u>\$ 45,589</u>	<u>\$ 43,637</u>
Total net debt applicable to the limit as a percentage of debt limit	— %	— %	0.75 %	2.31 %	4.00 %	5.63 %	7.21 %	11.11 %	14.61 %	18.02 %

Legal Debt Margin Calculation for Fiscal Year 2022	City of Fort Wayne	Park District	Redev. District
Assessed adjusted value (Civil City)	\$ 3,724,018 (B)	\$ —	\$ —
Assessed adjusted value (Park District)	—	3,681,453 (B)	—
Assessed adjusted value (Redevelopment District)	—	—	3,724,018 (B)
Total Assessed adjusted value	3,724,018	3,681,453	3,724,018
Debt limit (2% of assessed adjusted value)	74,480	73,629	74,480
General obligation bonds	—	14,000	—
Special obligation bonds	16,275	—	—
Total net debt applicable to limit	16,275	14,000	—
Legal debt margin	<u>\$ 58,205</u>	<u>\$ 59,629</u>	<u>\$ 74,480</u>

- (A) Restated net of premiums/discounts 2013 - 2017.
- (B) Assessed adjusted value is determined by dividing the net assessed valuation by 3. Each taxing district has a 2% debt limit.
- (C) Increase in debt is due to additional Special Obligations Bonds issued by Community Development.
- (D) Revised 2019 Debt Limit

Note: The City of Fort Wayne is reporting the Legal Debt Margin, by Taxing District.

SCHEDULE 12
CITY OF FORT WAYNE
DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT,
As Of December 31, 2022
(dollars in thousands)

Governmental Unit	Debt Outstanding	(A) Estimated Percentage Applicable (%)	Estimated Share of Overlapping Debt
Debt repaid with property taxes			
Allen County	\$ 28,615	58.37	16,703
Southwest Allen School District	165,485	48.85	80,833
East Allen School District	93,770	12.23	11,467
Fort Wayne Community Schools	217,417	89.43	194,436
Northwest Allen School District	93,270	19.92	18,583
Subtotal, overlapping debt			<u>322,022</u>
City direct debt			
General Obligation Bonds			14,000
Special Obligation Bonds			144,476
First Mortgage Bonds			7,311
Leases			59,655
Notes and Loans Payable			42,349
Subtotal, City direct debt			<u>267,791</u>
Total direct and overlapping debt			<u>\$ 589,813</u>

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

(B) See Note 4 for description of bond issues.

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

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

SCHEDULE 13
CITY OF FORT WAYNE
RATIOS OF OUTSTANDING DEBT BY TYPE,
Last 10 Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	Governmental Activities					Business-Type Activities			Total Primary Government	(B) Percentage of Income (%)	Per Capita
	(A) General Obligation Bonds	(A) Special Obligation Bonds	(A) First Mortgage Bonds	Leases	Notes & Loans Payable	(A) Revenue Bonds	(D) Leases	Notes & Loans Payable			
2022	\$ 14,000	\$144,476	\$ 7,311	\$ 59,655	\$ 42,349	\$ 274,604	\$ —	\$ 612,818	\$ 1,155,213	7.95	\$ 4,343
2021	3,805	122,520	9,627	39,399	3,700	276,101	7,476	615,543	1,078,171	9.26	4,086
2020	4,015	134,314	11,983	35,783	4,140	299,807	6,336	419,159	915,537	7.31	3,469
2019	4,230	97,045	16,553	29,355	4,580	286,417	4,250	335,056	777,486	6.21	2,875
2018	4,797	40,102	19,395	75,067	5,020	296,410	2,338	302,411	745,540	6.35	2,804
2017	5,345	46,189	22,108	75,309	5,460	317,061	1,596	310,582	783,650	7.01	2,963
2016	1,047	52,111	24,711	70,104	5,900	313,994	624	316,316	784,807	7.33	3,015
2015	1,370	61,300	27,208	68,229	6,355	308,970	1,025	202,140	676,597	6.54	2,599
2014	1,687	70,058	29,611	73,569	6,858	325,576	1,415	144,192	652,966	6.36	2,526
2013	1,994	47,287	31,918	55,630	7,490	276,557	1,794	144,578	567,248	5.92	2,212

(A) Restated net of premiums/discounts 2013 - 2016.

(B) See Note 4 for description of bond issues.

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

(D) Due to the implementation of GASB 87, capital leases were either converted to leases or notes and loans payable as of December 31, 2022. See Note 5 for additional information on the implementation of GASB 87.

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

SCHEDULE 14
 CITY OF FORT WAYNE
 RATIOS OF GENERAL BONDED DEBT OUTSTANDING,
 Last 10 Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	General Bonded Debt Outstanding (B)			(C) Percentage of Actual Taxable Value of Property (%)	(D) Per Capita
	(A) General Obligation Bonds	(A) Special Obligation Bonds	Total		
2022	\$ 14,000	\$ 144,476	\$ 158,476	1.42	\$ 595.83
2021	3,805	122,520	126,325	1.21	478.71
2020	4,015	134,314	138,329	1.42	524.20
2019	4,230	97,045	101,275	1.10	374.53
2018	4,797	40,102	44,899	0.52	168.85
2017	5,345	46,189	51,534	0.61	194.84
2016	1,047	52,111	53,158	0.30	94.92
2015	1,370	61,300	62,670	0.34	104.52
2014	1,687	70,058	71,745	0.37	114.54
2013	1,994	47,287	49,281	0.40	124.44

- (A) Restated net of premiums/discounts 2013 - 2016.
- (B) See Note 4 for description of bond issues.
- (C) See Schedule 7 for property value data.
- (D) Population data can be found in Schedule 16 and is updated with the most current information.

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

SCHEDULE 15
CITY OF FORT WAYNE
PLEDGED-REVENUE COVERAGE,
Last 10 Fiscal Years
(dollars in thousands)

Fiscal Year	Water Revenue Bonds						Sewer Revenue Bonds					
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratio	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratio
				Principal	Interest					Principal	Interest	
2022	\$ 61,730	\$ 40,229	\$ 21,501	\$ 6,250	\$ 3,273	2.26	\$ 103,249	\$ 51,465	\$ 51,784	\$ 18,270	\$ 4,764	2.25
2021	58,885	36,693	22,192	8,550	4,666	1.68	96,121	44,988	51,133	32,663	14,492	1.08
2020	53,324	38,076	15,248	8,173	4,356	1.22	88,645	49,176	39,469	26,697	14,851	0.95
2019	49,286	37,037	12,249	8,173	4,356	0.98	84,963	41,358	43,605	26,697	14,851	1.05
2018	47,518	35,976	11,542	7,789	4,395	0.95	79,616	39,637	39,979	24,156	12,896	1.08
2017	48,115	35,965	12,150	7,358	4,648	1.01	71,457	41,819	29,638	52,138	13,933	0.45
2016	49,622	36,032	13,590	7,299	4,892	1.11	68,469	38,253	30,216	55,915	10,590	0.45
2015	45,709	31,894	13,815	3,620	3,640	1.90	59,943	34,064	25,879	11,475	6,228	1.46
2014	39,570	33,575	5,995	2,840	1,585	1.35	57,376	38,257	19,119	7,757	5,090	1.49
2013	39,757	29,535	10,222	2,435	1,592	2.54	56,838	22,695	34,143	11,090	4,037	2.26
Civic Center Parking Garage-1979						Parking Garage Addition-2001 (A)						
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratio	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratio
2022	\$ 981	\$ 975	\$ 6	\$ —	\$ —	—	\$ 221	\$ 41	\$ 180	\$ —	\$ —	—
2021	910	982	(72)	—	—	—	210	41	169	140	4	1.17
2020	621	1,463	(842)	—	—	—	219	112	107	95	54	0.72
2019	941	916	25	—	—	—	215	41	174	125	19	1.21
2018	926	1,043	(117)	—	—	—	206	69	137	120	26	0.94
2017	817	335	482	—	—	—	206	82	124	115	32	0.84
2016	723	606	117	—	—	—	313	215	98	110	38	0.66
2015	702	1,072	(370)	—	—	—	220	128	92	100	44	0.64
2014	682	739	(57)	—	—	—	234	79	155	95	49	1.08
2013	679	701	(22)	—	—	—	170	150	20	95	54	0.13
Stormwater Revenue Bonds												
Fiscal Year	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage Ratio						
2022	\$ 14,968	\$ 7,999	\$ 6,969	\$ 1,570	\$ 534	3.31						
2021	14,856	7,435	7,421	1,620	587	3.36						
2020	14,698	7,307	7,391	1,679	650	3.17						
2019	13,701	7,958	5,743	1,679	650	2.47						
2018	12,139	7,698	4,441	1,550	661	2.01						
2017	10,821	7,773	3,048	175	235	7.43						
2016	10,245	8,698	1,547	1,205	324	1.01						
2015	10,998	8,446	2,552	1,155	351	1.69	(A) This bond was paid off in 2021					
2014	9,781	6,473	3,308	1,110	414	2.17	Note: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or amortization expenses.					
2013	10,135	6,744	3,391	1,065	457	2.23						

SCHEDULE 16
 CITY OF FORT WAYNE
 DEMOGRAPHIC AND ECONOMIC STATISTICS,
 Last 10 Calendar Years

Year	Population		(A)	(B)	(C)
			Personal Income (thousands)	Per Capita Personal Income	Unemployment Rate (%)
2022	267,927	(D)	\$ 14,528,298	\$ 54,623	2.3
2021	263,886	(E)	11,643,706	44,124	1.4
2020	263,886	(F)	11,643,706	44,124	4.3
2019	270,402	(G)	12,516,368	46,288	2.8
2018	265,904	(H)	11,732,748	44,124	3.1
2017	264,488	(I)	11,179,114	42,267	2.7
2016	260,326	(J)	10,699,919	41,102	3.7
2015	260,326	(K)	10,338,066	39,712	4.5
2014	258,522	(L)	10,266,426	39,712	5.7
2013	256,496	(M)	9,581,921	37,357	7.2

- (A) Personal income information is a total for the year calculated by multiplying per capita personal income by population.
- (B) Source: U.S. Department of Commerce, Bureau of Economic Analysis for Metropolitan Statistical Areas 2021 information. At the time of ACFR release, 2022 information was not available.
- (C) Unemployment rate information is a yearly average from the Indiana Dept. of Workforce Development for the City of Fort Wayne and updated with the most current information.
- (D) From US Census Bureau 2022 estimate based on 2020 census. Used the latest population estimate available.
- (E) From US Census Bureau 2020 Redistricting Data. US Census Bureau has not updated estimates for 2021 at the time of ACFR publication.
- (F) From US Census Bureau 2020 Redistricting Data.
- (G) From US Census Bureau 2018 estimate based on 2010 census. Used the latest population estimate available.
- (H) From US Census Bureau 2017 estimate based on 2010 census. Used the latest population estimate available.
- (I) From US Census Bureau 2016 estimate based on 2010 census. Used the latest population estimate available.
- (J) From US Census Bureau estimate based on 2010 census. Used the latest population estimate available.
- (K) From US Census Bureau estimate based on 2010 census. This is a revision to the population estimate provided for the 2015 ACFR Schedule 16.
- (L) From US Census Bureau estimate based on 2010 census. This is a revision to the population estimate provided for the 2014 ACFR Schedule 16.
- (M) From US Census Bureau estimate based on 2010 census. This is a revision to the population estimate provided for the 2013 ACFR Schedule 16.

SCHEDULE 17
 CITY OF FORT WAYNE
 PRINCIPAL EMPLOYERS,
 Current Year And 9 Years Ago

Employer	2022			2013		
	Employees	Rank	Percentage of Total Employees Within Allen County (%)	Employees	Rank	Percentage of Total Employees Within Allen County (%)
Parkview Health Systems	14,000	1	6.49	4,710	1	2.43
General Motors	4,303	2	1.99	3,909	4	2.02
Lutheran Health Network	4,075	3	1.89	4,301	2	2.22
Fort Wayne Community Schools	4,000	4	1.85	4,230	3	2.18
Allen County Government	3,101	5	1.44	1,605	7	0.83
Shambaugh & Son, LP	2,900	6	1.34	—	—	—
Vera Bradley Designs Inc	2,620	7	1.21	—	—	—
City of Fort Wayne	2,500	8	1.16	1,814	6	0.94
Sweetwater Sound Inc	2,395	9	1.11	—	—	—
Purdue University Fort Wayne	2,378	10	1.10	1,255	9	0.65
Lincoln Financial Group	—	—	—	1,970	5	1.02
BF Goodrich Tire Manufacturing	—	—	—	1,580	8	0.82
ITT Exelis	—	—	—	1,165	10	0.60
Total	<u>42,272</u>		<u>19.59</u>	<u>26,539</u>		<u>13.71</u>

Source: Greater Fort Wayne Inc. and Purdue University Fort Wayne

SCHEDULE 18
 CITY OF FORT WAYNE
 FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY
 FUNCTION/PROGRAM,
 Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>Function/Program</u>										
General Government	88	115	118	116	121	114	115	119	112	112
Public Safety										
Police	482	473	473	469	476	462	442 (A)	497	470	462
Fire	350	344	344	355	354	351	360	338	353	339
Civilians	150	162	160	161	160	162	157	157	161	191
Highways and streets	180	193	198	208	204	183	174	173	170	145
Health and welfare	38	48	48	44	45	45	41	34	42	43
Culture and recreation	129	132	132	122	122	132	132	152	153	144
Urban redevelopment and housing	71	48	50	49	49	55	55	57	57	56
Internal Services	33	33	33	32	34	8	8	7	8	8
Solid Waste	12	8	8	7	7	5	5	5	5	4
City Utilities										
Water	120	132	128	117	116	118	121	124	121	115
Sewage	93	95	102	94	94	97	97	98	96	98
Storm Water	19	20	20	20	20	19	20	20	18	20
Planning and Design	41	50	51	59	58	51	54	56	54	50
Engineering	11	10	9	10	9	12	9	9	10	11
Customer Relations	31	24	29	26	25	28	30	28	29	30
Administrative	29	28	28	34	34	20	33	33	30	29
Total	<u>1,877</u>	<u>1,915</u>	<u>1,931</u>	<u>1,923</u>	<u>1,928</u>	<u>1,862</u>	<u>1,853</u>	<u>1,907</u>	<u>1,889</u>	<u>1,857</u>

(A) Excluded Crossing Guards from Police full time

Note: The functional breakout is from the "Statement of Activities."

Source: City of Fort Wayne Payroll Department

SCHEDULE 19
CITY OF FORT WAYNE
OPERATING INDICATORS BY FUNCTION/PROGRAM
Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>Function/Program:</u>										
<u>General Government</u>										
Finance and Administration										
Emerging business enterprise applicants	44	46	56	62	72	42	87	48	36	6
Worksite visits	—	—	2	7	8	—	3	5	2	11
Wage violations	—	—	25	—	15	11	25	42	72 (C)	32
Compliance workshops	—	—	—	1	1	1	—	—	—	1
<u>Public Safety</u>										
Police										
Calls for service	144,605	123,714	137,865	135,749	132,663	139,801	157,208	171,585	167,745	184,351
Accident records and analysis	8,222	8,407	7,249	9,167	9,169	9,149	11,351	10,742	7,574 (A)	9,008
Fatal accident investigation	19	28	16	22	14	21	18	12	17 (A)	12
Fire Department										
Emergency medical runs	14,752	13,158	10,594	10,684	9,957	9,673	8,875	8,021	7,277	6,751
Fire rescue runs	14,781	14,606	984	14,710	13,782	13,305	12,232	11,906	11,833	10,922
Weight and Measures										
Scales inspected	— (G)	1,527	2,029	1,706	1,664	2,180	1,852	1,960	1,893	1,747
Measuring devices	—	3,452	7,517	7,530	6,458	6,190	6,241	6,451	5,230	6,449
Calibrations and test conducted	—	—	—	—	—	—	67	67 (E)	14,367	5,996
<u>Highways and streets</u>										
Street Department										
Paving - miles of maintenance	9	13	10.2	7	8	13	13	13	12	14
Chip and seal - miles of maintenance	3	11	12.6	10	10	10	10	10	12	10
Crack sealing - miles of maintenance	20	32	20	7	52	69	69	59	78	65
Traffic Engineering										
Development building plans processed	210	171	157	149	140	161	145	145	145	162
Traffic counts conducted	100	80	75	53	45	30	25	10	43	47
Traffic studies conducted	100	100	130	190	200	230	250	250	250	250
Traffic investigations (complaints)	—	—	—	—	—	425	475	500	450	450
Traffic Signal division										
New signals installed	2	—	—	3	3	2	—	4	2	1
Signals modernized	9	8	4	5	3	13	12	4	10	12

(Continued)	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>Function/Program</u>										
Signal accident repairs	54	82	57	83	73	42	35	27	43	61
Signal bulbs replaced (emergency/ non-emergency)	20	—	—	—	—	—	107	152	89	63
<u>Sign & Marketing Division</u>										
Signs manufactured	3,694	4,542	4,332	4,145	4,018	2,048	3,805	4,183	2,960	1,347
Street lanes marked - painted (miles)	956	776	771	774	676	784	810	739	537	727
Curb parking marked (feet)	3,969	5,563	5,168	7,343	12,166	13,820	15,997	8,763	6,471	7,225
Crosswalks marked	418	627	578	594	602	695	834	510	611	1,546
Lane arrows marked	55	2,136	1,720	1,685	1,571	2,171	2,358	2,298	1,418	1,374
<u>Health and welfare</u>										
Animals handled	10,600	9,885	9,180	10,797	11,896	12,021	13,279	12,724	12,844	13,709
Animals adopted	3,652	3,924	4,727	6,010	5,419	4,791	4,827	4,164	3,602	2,850
Animals euthanized (domestic)	2,759	1,577	1,224	2,420	3,000	3,330	5,470	4,531	6,037	(B) 8,340
Animals returned to owners	1,857	1,854	1,766	1,090	2,187	2,129	2,124	2,056	2,003	1,811
Bite cases	1,242	1,236	1,233	2,257	1,044	901	865	836	748	828
Education programs contacts	3,385,499	4,993,822	4,615,388	5,119,966	5,370,053	4,869,879	(F) 237,484	225,466	187,497	259,334
<u>Urban redevelopment and housing</u>										
<u>Neighborhood Code Enforcement</u>										
Emergency orders to abate	1,601	2,293	2,618	2,145	2,278	2,044	1,740	1,496	1,379	1,263
Emergency orders to demolish	2	—	1	—	—	1	8	4	7	12
Boardings	478	432	458	549	624	729	659	631	737	854
Demolitions - hearing affirmed	41	34	39	61	63	109	39	63	139	139
<u>Water</u>										
New connects	1,264	1,155	1,244	1,076	1,097	946	981	833	98	95
Consumption (millions of gallons)	9,043	11,878	8,921	8,623	8,531	8,459	8,829	8,419	7,793	8,100
<u>Wastewater</u>										
New connects	1,155	913	1,036	831	845	850	765	662	1,010	(D) 498
Sewage treatment (millions of gallons)	7,906	10,354	8,019	8,061	8,531	8,058	8,146	8,166	8,353	8,470

(A) Figures tracked and submitted by Police; previously by Traffic Engineering.

(B) Figure includes domestic animals only; previously included wild.

(C) Increased due to growth in number of projects.

(D) Increased due to septic eliminations and district projects.

(E) Decrease due to the elimination of calibrations and tests conducted in 2015.

(F) Increased due to the addition of Social Media outreach - yearly average Facebook Outreach

(G) Weights and Measures responsibility transferred to Allen County July 1, 2021.

SCHEDULE 20
 CITY OF FORT WAYNE
 CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM,
 Last 10 Fiscal Years

	2022	2021	2020	2019	2018	2017	2016	2015	2014	2013
<u>Function/Program:</u>										
<u>Public Safety</u>										
Police										
Division outposts	4	4	4	4	4	4	4	4	4	4
Training academies	1	1	1	1	1	1	1	1	1	1
Fire										
Fire stations	18	18	18	18	18	18	18	18	18	18
Training academies	2	2	2	2	2	2	2	2	2	2
Safety Village	1	1	1	1	1	1	1	1	1	1
<u>Highways and streets</u>										
Number of street lights	35,404	35,210	35,008	34,719	34,270	34,080	33,882	33,950	33,904	33,877
Miles of streets	1,172	1,149	1,149	1,311	1,311	1,301	1,301	1,163	1,162	1,160
<u>Health and welfare</u>										
Animal Control										
Animal care centers	1	1	1	1	1	1	1	1	1	1
Patrol districts	3	3	3	3	3	3	3	3	3	3
<u>Culture and recreation</u>										
Acreage for parks and recreational areas	2,840	2,840	2,840	2,840	2,809	2,805	2,805	2,805	2,805	2,805
Parks and recreational areas	87	87	87	87	86	86	86	86	86	86
Golf courses	4	4	4	3	3	4	4	4	4	4
Swimming pools	3	3	3	3	3	3	3	3	3	3
<u>Water</u>										
Miles of water lines	1,442	1,436	1,428	1,416	1,408	1,396	1,391	1,374	1,370	1,176
Treatment capacity (million gallons/day)	72	72	72	72	72	72	72	72	72	72
<u>Wastewater</u>										
Miles of sewer/stormwater mains	2,314	2,160	2,147	2,136	2,119	2,057	2,052	2,014	1,899	1,893
Treatment capacity (million gallons/day)	100	100	100	100	100	100	100	70	70	70

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

Source: Various city departments.



The City of Fort Wayne

200 E. Berry Street

Fort Wayne, Indiana 46802

(260) 427-1106



City of Fort Wayne

Single Audit Report

For the Year Ended December 31, 2022



City of Fort Wayne

December 31, 2022

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City of Fort Wayne

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2022

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
U.S. DEPARTMENT OF AGRICULTURE					
Soil and Water Conservation	Great Lakes Commission	10.902	GLSNRP-10-1	\$ -	\$ 92,992
Total U.S. Department Of Agriculture				-	92,992
U.S. DEPARTMENT OF COMMERCE					
COVID-19 Economic Adjustment Assistance (<i>Economic Development Cluster</i>)	Direct	11.307	06-79-06233	-	471,890
Total U.S. Department Of Commerce				-	471,890
U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT					
Community Development Block Grants/Entitlement Grants (CDBG Entitlement Grants Cluster):					
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-16-MC-180003	-	23,616
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-17-MC-180003	-	14,949
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-18-MC-180003	-	2,609
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-19-MC-180003	-	96,483
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-20-MC-180003	36,922	483,400
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-21-MC-180003	188,825	973,458
Community Development Block Grants/Entitlement Grants	Direct	14.218	B-22-MC-180003	43,400	43,400
COVID-19 Community Development Block Grants/Entitlement Grants	Direct	14.218	B-20-MW-180003	439,226	662,100
Total CDBG Entitlement Grants Cluster				708,373	2,300,015
Emergency Solutions Grant Program	Direct	14.231	E-20-MC-180003	16,913	29,719
Emergency Solutions Grant Program	Direct	14.231	E-21-MC-180003	124,864	128,721
Emergency Solutions Grant Program	Direct	14.231	E-22-MC-180003	29,847	29,847
COVID-19 Emergency Solutions Grant Program	Direct	14.231	E-20-MW-180003	438,273	508,273
Total Emergency Solutions Grant Program				609,697	696,560
Home Investment Partnerships Program	Direct	14.239	M-18-MC-180202	32,885	216,471
Home Investment Partnerships Program	Direct	14.239	M-19-MC-180202	-	405,684
Home Investment Partnerships Program	Direct	14.239	M-20-MC-180202	-	323,528
COVID-19 Home Investment Partnerships Program	Direct	14.239	M-21-MP-180202	-	43,820
Total Home Investment Partnerships Program				32,885	989,503
Lead-Based Paint Hazard Control in Privately-Owned Housing	Direct	14.900	INLHB0672-18LRHLR	-	349,381
Lead-Based Paint Hazard Control in Privately-Owned Housing	Direct	14.900	INLHB0672-18LRHHI	-	29,161
Total Lead-Based Paint Hazard Control in Privately-Owned Housing				-	378,542
Lead Hazard Reduction Demonstration Grant Program	Indiana Housing and Community Development Authority	14.905	LD-018-002	-	42,469
Total U.S. Department of Housing and Urban Development				1,350,955	4,407,089
U.S. DEPARTMENT OF INTERIOR					
Outdoor Recreation Acquisition, Development and Planning	Indiana Department of Natural Resources	15.916	41741	-	68,449
Total U.S. Department of Interior				-	68,449
U.S. DEPARTMENT OF JUSTICE					
COVID-19 Coronavirus Emergency Supplemental Funding Program	Direct	16.034	2020-VD-BX-0232	-	162,257
Missing Children's Assistance	Indiana State Police	16.543	61954	-	7,993
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	2018-V2-GX-0031	-	107,399
Crime Victim Assistance	Indiana Criminal Justice Institute	16.575	2019-V2-GX-0014	-	23,837
Total Violence Against Women Formula Grants				-	131,236
Crime Victim Assistance/Discretionary Grants	National Association Of VOCA Assistance	16.582	CAP22-891	-	4,465
Violence Against Women Formula Grants	Indiana Criminal Justice Institute	16.588	STOP-2021-00016	-	86,810
Violence Against Women Formula Grants	Indiana Criminal Justice Institute	16.588	STOP-2022-00004	-	11,856
Total Violence Against Women Formula Grants				-	98,666
Public Safety Partnership and Community Policing Grants	Direct	16.710	2020ULWX0057	-	310,174
Public Safety Partnership and Community Policing Grants	Direct	16.710	15JCOPS-21GG-02165-SLEM	-	49,768
Total Public Safety Partnership and Community Policing Grants				-	359,942
Edward Byrne Memorial Justice Assistance Grant Program	Direct	16.738	2019-DJ-BX-0281	78	78
Edward Byrne Memorial Justice Assistance Grant Program	Direct	16.738	2020- DJ-BX-0964	11,911	11,911
Edward Byrne Memorial Justice Assistance Grant Program	Direct	16.738	2021 BJA FY 21	15,619	47,314
Total Edward Byrne Memorial Justice Assistance Grant Program				27,608	59,303
Equitable Sharing Program	Direct	16.922	FY2023	-	205,333
Total U.S. Department of Justice				27,608	1,029,195

(Continued)

City of Fort Wayne

Schedule of Expenditures of Federal Awards

Year Ended December 31, 2022

Federal Grantor Agency Cluster Title/Program Title/Project Title	Pass-Through Entity or Direct Grant	Federal Assistance Listing Number	Pass-Through Entity (or Other) Identifying Number	Pass-Through To Subrecipient	Total Federal Awards Expended
U.S. DEPARTMENT OF TRANSPORTATION					
<i>Highway Planning and Construction Cluster:</i>					
Highway Planning and Construction	Indiana Department of Transportation	20.205	1801666	\$ -	\$ 87,989
Highway Planning and Construction	Indiana Department of Transportation	20.205	1901705	-	754,117
Highway Planning and Construction	Indiana Department of Transportation	20.205	1902834	-	114,825
Highway Planning and Construction	Indiana Department of Transportation	20.205	1902836	-	10,528
Recreational Trails Program	Indiana Department of Natural Resources	20.219	51700	-	250,000
Total Highway Planning and Construction Cluster				<u>-</u>	<u>1,217,459</u>
<i>Highway Safety Cluster:</i>					
State and Community Highway Safety	Indiana Criminal Justice Institute	20.600	FY2022 CHIRP	23,195	83,507
State and Community Highway Safety	Indiana Criminal Justice Institute	20.600	FY2023 CHIRP	4,901	18,958
Total Highway Safety Cluster				<u>28,096</u>	<u>102,465</u>
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Indiana Criminal Justice Institute	20.608	FY2022 CHIRP	710	31,131
Minimum Penalties for Repeat Offenders for Driving While Intoxicated	Indiana Criminal Justice Institute	20.608	FY2023 CHIRP	1,160	2,607
Total Minimum Penalties for Repeat Offenders for Driving While Intoxicated				<u>1,870</u>	<u>33,738</u>
Total U.S. Department of Transportation				<u>29,966</u>	<u>1,353,662</u>
U.S. DEPARTMENT OF THE TREASURY					
COVID-19 Emergency Rental Assistance Program	Direct	21.023	ERA0298	158,784	9,163,574
COVID-19 Emergency Rental Assistance Program	Direct	21.023	ERAE0071	289,187	1,776,219
Total Emergency Rental Assistance Program				<u>447,971</u>	<u>10,939,793</u>
COVID-19 Coronavirus State and Local Fiscal Recovery Funds	Direct	21.027	ARPA-FY2021	-	4,162,759
Total U.S. Department Of The Treasury				<u>447,971</u>	<u>15,102,552</u>
ENVIRONMENTAL PROTECTION AGENCY					
<i>Clean Water State Revolving Fund Cluster:</i>					
Capitalization Grants for Clean Water State Revolving Funds	Indiana Finance Authority	66.458	WW18200214-C	-	10,651,284
Total Clean Water State Revolving Fund Cluster				<u>-</u>	<u>10,651,284</u>
Brownfields Assessment and Cleanup Cooperative Agreements	Direct	66.818	00E02708	-	130,188
Total Environmental Protection Agency				<u>-</u>	<u>10,781,472</u>
DEPARTMENT OF ENERGY					
State Energy Program	Indiana Office of Energy Development	81.041	48704	-	39,972
Total Department of Energy				<u>-</u>	<u>39,972</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES					
Maternal and Child Health Services Block Grant to the States	Indiana Department of Health	93.994	NH750T00073	-	7,741
Total Department of Health and Human Services				<u>-</u>	<u>7,741</u>
U.S. DEPARTMENT OF HOMELAND SECURITY					
COVID-19 Assistance To Firefighters Grant	Direct	97.044	EMW-2020-FG-00943	-	268,339
BRIC: Building Resilient Infrastructure and Communities	Indiana Department of Homeland Security	97.047	35970	-	102,371
BRIC: Building Resilient Infrastructure and Communities	Indiana Department of Homeland Security	97.047	EMC-2019-PC-003	-	42,815
BRIC: Building Resilient Infrastructure and Communities	Indiana Department of Homeland Security	97.047	EMC-2020-PC-002	-	155,563
Total BRIC: Building Resilient Infrastructure and Communities				<u>-</u>	<u>300,749</u>
Staffing for Adequate Fire and Emergency Response (SAFER)	Direct	97.083	EMW-2017-FH-00346	-	941
Total U.S. Department of Homeland Security				<u>-</u>	<u>570,029</u>
Total Expenditures of Federal Awards				<u>\$ 1,856,500</u>	<u>\$ 33,925,043</u>

City of Fort Wayne
Notes to Schedule of Expenditures of Federal Awards
Year Ended December 31, 2022

Notes to Schedule

1. The accompanying schedule of expenditures of federal awards (Schedule) includes the federal award activity of the City of Fort Wayne, Indiana (City) under programs of the federal government for the year ended December 31, 2022. The information in this Schedule is presented in accordance with the requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Because the Schedule presents only a selected portion of the operations of the City, it is not intended to and does not present the financial position, changes in net position or cash flows of the City.

Expenditures reported on the Schedule are reported on the accrual basis of accounting. Such expenditures are recognized following the cost principles contained in the Uniform Guidance or other applicable regulatory guidance, wherein certain types of expenditures are not allowable or are limited as to reimbursement. For reimbursement grants passed through the State of Indiana, in accordance with Uniform Guidance, the award is deemed to be expended when evidence of approval is received from the State.

2. The City has elected not to use the 10% de minimis indirect cost rate allowed under the Uniform Guidance.
3. The accompanying Schedule does not include expenditures related to federal awards administered by discretely presented component units of the City because their federal awards programs are reported upon separately.

Report on Internal Control Over Financial Reporting and on Compliance and Other Matters Based on an Audit of Financial Statements Performed in Accordance With *Government Auditing Standards*

Independent Auditor's Report

The Officials of the City of Fort Wayne, Indiana
Garry Morr, Controller
Fort Wayne, Indiana

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States (*Government Auditing Standards*), the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Fort Wayne, Indiana (City), as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City's basic financial statements, and have issued our report thereon dated June 29, 2023, which contained an *Emphasis of Matter* paragraph regarding the adoption of a new accounting standard. Our report includes a reference to other auditors who audited the financial statements of Community Development Corporation of Fort Wayne and the Allen County Fort Wayne Capital Improvements Board of Managers as described in our report on the City's financial statements. This report does not include the results of the other auditor's testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Report on Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City's internal control over financial reporting (internal control) as a basis for designing audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control. Accordingly, we do not express an opinion on the effectiveness of the City's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected, on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of internal control was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control that might be material weaknesses or significant deficiencies. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses or significant deficiencies may exist that were not identified.

Report on Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City's financial statements are free from material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements, noncompliance with which could have a direct and material effect on the financial statements. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance or other matters that are required to be reported under *Government Auditing Standards*.

Purpose of This Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.

FORVIS,LLP

Fort Wayne, Indiana
June 29, 2023

Report on Compliance for Each Major Federal Program; Report on Internal Control Over Compliance; and Report on Schedule of Expenditures of Federal Awards Required by Uniform Guidance

Independent Auditor's Report

The Officials of the City of Fort Wayne, Indiana
Garry Morr, Controller
Allen County, Indiana

Report on Compliance for Each Major Federal Program

Opinion on Each Major Federal Program

We have audited the City of Fort Wayne, Indiana's (City) compliance with the types of compliance requirements described in the *OMB Compliance Supplement* that could have a direct and material effect on each of the City's major federal programs for the year ended December 31, 2022. The City's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

In our opinion, the City complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended December 31, 2022.

Basis for Opinion on Each Major Federal Program

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America (GAAS); the standards applicable to financial audits contained in *Government Auditing Standards* issued by the Comptroller General of the United States (*Government Auditing Standards*); and the audit requirements of Title 2 U.S. *Code of Federal Regulations* Part 200, *Uniform Administrative Requirements, Cost Principles, and Audit Requirements for Federal Awards* (Uniform Guidance). Our responsibilities under those standards and the Uniform Guidance are further described in the "Auditor's Responsibilities for the Audit of Compliance" section of our report.

We are required to be independent of the City and to meet our other ethical responsibilities, in accordance with relevant ethical requirements relating to our audit. We believe that the audit evidence we have obtained is sufficient and appropriate to provide a basis for our opinion on compliance for each major federal program. Our audit does not provide a legal determination of the City's compliance with the compliance requirements referred to above.

Other Matter – Federal Expenditures not Included in the Compliance Audit

The City's basic financial statements include the operations of Fort Wayne Public Transportation Corporation (PTC) and Community Development Corporation of Fort Wayne (CDC), as discretely presented component units, which expended \$14,259,315 (\$8,133,348 for PTC and \$6,125,967 for CDC) in federal awards which are not included in the City's schedule of expenditures of federal awards during the year ended December 31, 2022. Our audit, described below, did not include the operations of PTC and CDC because CDC engaged other auditors to perform an audit in accordance with the Uniform Guidance and PTC engaged FORVIS, LLP to perform a separate audit in accordance with the Uniform Guidance.

Responsibilities of Management for Compliance

Management is responsible for compliance with the requirements referred to above and for the design, implementation, and maintenance of effective internal control over compliance with the requirements of laws, statutes, regulations, rules, and provisions of contracts or grant agreements applicable to the City's federal programs.

Auditor's Responsibilities for the Audit of Compliance

Our objectives are to obtain reasonable assurance about whether material noncompliance with the compliance requirements referred to above occurred, whether due to fraud or error, and express an opinion on the City's compliance based on our audit. Reasonable assurance is a high level of assurance but is not absolute assurance and therefore is not a guarantee that an audit conducted in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance will always detect material noncompliance when it exists. The risk of not detecting material noncompliance resulting from fraud is higher than for that resulting from error, as fraud may involve collusion, forgery, intentional omissions, misrepresentations, or the override of internal control. Noncompliance with the compliance requirements referred to above is considered material, if there is a substantial likelihood that, individually or in the aggregate, it would influence the judgment made by a reasonable user of the report on compliance about the City's compliance with the requirements of each major federal program as a whole.

In performing an audit in accordance with GAAS, *Government Auditing Standards*, and the Uniform Guidance, we:

- Exercise professional judgment and maintain professional skepticism throughout the audit.
- Identify and assess the risks of material noncompliance, whether due to fraud or error, and design and perform audit procedures responsive to those risks. Such procedures include examining, on a test basis, evidence regarding the City's compliance with the compliance requirements referred to above and performing such other procedures as we considered necessary in the circumstances.
- Obtain an understanding of the City's internal control over compliance relevant to the audit in order to design audit procedures that are appropriate in the circumstances and to test and report on internal control over compliance in accordance with the Uniform Guidance, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over compliance. Accordingly, no such opinion is expressed.

We are required to communicate with those charged with governance regarding, among other matters, the planned scope and timing of the audit and any significant deficiencies and material weaknesses in internal control over compliance that we identified during the audit.

Report on Internal Control Over Compliance

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the “Auditor’s Responsibilities for the Audit of Compliance” section above and was not designed to identify all deficiencies in internal control over compliance that might be material weaknesses or significant deficiencies in internal control over compliance. Given these limitations, during our audit we did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above. However, material weaknesses or significant deficiencies in internal control over compliance may exist that were not identified.

Our audit was not designed for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, no such opinion is expressed.

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of the Uniform Guidance. Accordingly, this report is not suitable for any other purpose.

Report on Schedule of Expenditures of Federal Awards Required by the Uniform Guidance

We have audited the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City, as of and for the year ended December 31, 2022, and the related notes to the financial statements, which collectively comprise the City’s basic financial statements. We have issued our report thereon dated June 29, 2023, which contained unmodified opinions on those financial statements. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by the Uniform Guidance and is not a required part of the basic financial statements. Such information is the responsibility of management and was derived from and relates directly to the underlying accounting and other records used to prepare the basic financial statements. The information has been subjected to the auditing procedures applied in the audit of the 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 schedule of expenditures of federal awards is fairly stated in all material respects in relation to the basic financial statements as a whole.

FORVIS,LLP

Fort Wayne, Indiana
June 29, 2023

City of Fort Wayne
Schedule of Findings and Questioned Costs
Year Ended December 31, 2022

Section I – Summary of Auditor’s Results

Financial Statements

1. The type of report the auditor issued on whether the financial statements audited were prepared in accordance with (GAAP):
 Unmodified Qualified Adverse Disclaimer

2. Internal control over financial reporting:
 Significant deficiency(ies) identified? Yes None reported
 Material weakness(es) identified? Yes No

3. Noncompliance material to the financial statements noted? Yes No

Federal Awards

4. Internal control over major federal awards programs:
 Significant deficiency(ies) identified? Yes None reported
 Material weakness(es) identified? Yes No

5. Type of auditor’s report issued on compliance for major federal program(s):
 Unmodified Qualified Adverse Disclaimer

6. Any audit findings disclosed that are required to be reported by 2 CFR 200.516(a)? Yes No

7. Identification of major federal programs:

Assistance Listing Numbers	Name of Federal Program or Cluster
21.023	COVID-19 Emergency Rental Assistance
21.027	COVID-19 Coronavirus State and Local Recovery Funds
20.205	Highway Planning and Construction
14.218	Community Development Block Grants (\$662,100 of COVID-19 funding)
66.458	Clean Water State Revolving Funds

8. Dollar threshold used to distinguish between Type A and Type B programs was: \$1,017,751.

9. The City qualified as a low-risk auditee? Yes No

City of Fort Wayne
Schedule of Findings and Questioned Costs (Continued)
Year Ended December 31, 2022

Section II – Financial Statement Findings

Reference Number	Finding
None noted	

Section III – Federal Award Findings and Questioned Costs

Reference Number	Finding
None noted	

City of Fort Wayne
Summary Schedule of Prior Audit Findings
Year Ended December 31, 2022

Reference Number	Finding
None noted	