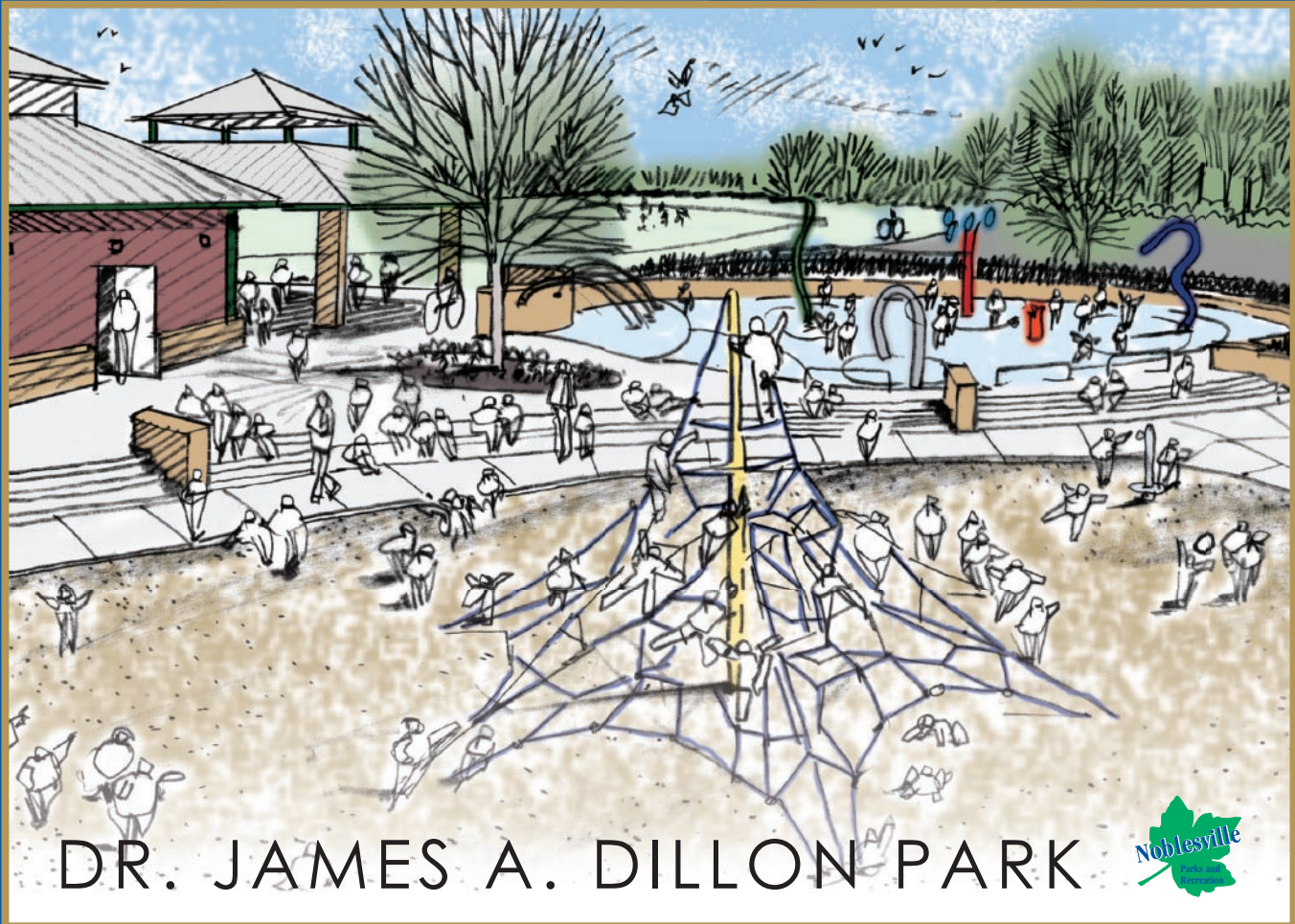


City of Noblesville Indiana



DR. JAMES A. DILLON PARK



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

Comprehensive Annual Financial Report

Year Ended December 31, 2006

INTRODUCTORY SECTION

COMPREHENSIVE ANNUAL FINANCIAL REPORT

CITY OF NOBLESVILLE, INDIANA

Year Ended December 31, 2006

Prepared by:

Janet Jaros, Clerk Treasurer

CITY OF NOBLESVILLE
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2006

TABLE OF CONTENTS

<u>Description</u>	<u>Page</u>
I. Introductory Section	
Table of Contents	I-II
Letter of Transmittal to Citizens From Mayor	IV
Letter of Transmittal to Members of the Common Council	VI-XIII
GFOA Certificate of Excellence.....	XIV
List of City Officials	XVI
Organizational Chart.....	XVII
II. Financial Section	
Independent Auditor's Report	1-2
Management's Discussion and Analysis	3-15
Basic Financial Statements:	
Government-Wide Financial Statements:	
Statement of Net Assets.....	17
Statement of Activities.....	18
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	19
Statement of Revenues, Expenditures and Changes in Fund Balances – Governmental Funds.....	20
Reconciliation of the Statement of Revenues, Expenditures and Changes in Fund Balances of Governmental Funds to the Statement of Activities.....	21
Statement of Net Assets – Proprietary Funds	22
Statement of Revenues, Expenses and Changes in Fund Net Assets – Proprietary Funds	23
Statement of Cash Flows – Proprietary Funds.....	24
Statement of Fiduciary Net Assets – Fiduciary Funds.....	25
Statement of Changes in Fiduciary Net Assets – Fiduciary Funds	26
Notes to Financial Statements.....	27-54
Required Supplementary Information:	
Schedules of Funding Progress.....	56
Schedules of Contributions From the Employer and Other Contributing Entities	57
Budgetary Comparison Schedule - General Fund	58-60
Budget/GAAP Reconciliation - General Fund	61
Note to Required Supplementary Information.....	62

CITY OF NOBLESVILLE
 COMPREHENSIVE ANNUAL FINANCIAL REPORT
 FOR THE YEAR ENDED DECEMBER 31, 2006

TABLE OF CONTENTS
 (Continued)

<u>Description</u>	<u>Page</u>
II. Financial Section (Continued)	
Supplemental Schedules:	
Nonmajor Governmental Funds:	
Combining Balance Sheet – Nonmajor Governmental Funds (by Fund Type)	70
Combining Statement of Revenues, Expenditures and Changes in Fund Balances – Nonmajor Governmental Funds (by Fund Type).....	71
Combining Balance Sheets -	
Nonmajor Special Revenue Funds	72-76
Nonmajor Debt Service Funds	77-78
Nonmajor Capital Projects Funds	79-82
Combining Statement of Revenues, Expenditures and Changes in Fund Balance –	
Nonmajor Special Revenue Funds	83-87
Nonmajor Debt Service Funds	88-89
Nonmajor Capital Projects Funds	90-93
Budgetary Comparison Schedules – Nonmajor Budgeted Governmental Funds	94-101
Fiduciary Funds:	
Combining Statement of Fiduciary Net Assets – Fiduciary Funds	102
Combining Statement of Changes in Fiduciary Net Assets – Nonmajor Fiduciary Funds	103
Statement of Changes in Assets and Liabilities – Agency Fund	104
III. STATISTICAL SECTION	
Financial Trends	
Net Assets by Component	107
Changes in Net Assets.....	108-109
Fund Balances of Governmental Funds	110
Changes in Fund Balances of Governmental Funds	111
Revenue Capacity	
Assessed Value and True Tax Value of Taxable Property	113
Direct and Overlapping Property Tax Rates	114-115
Principal Taxpayers.....	116
Property Tax Levied and Collected	117
Debt Capacity	
Ratios of Outstanding Debt by Type	118
Ratios of Net General Bonded Debt Outstanding	119
Direct and Overlapping Debt.....	120
Legal Debt Margin.....	121
Governmental Activities Pledged Revenue Coverage	122
Business – Type Activities Pledged Revenue Coverage	123
Demographic and Economic Information	
Demographic and Economic Statistics	124
Principal Employers	125
Full-Time Equivalent County Government Employees	127
Operating Information	
Operating Indicators by Function/Program	128-129
Capital Asset Statistics by Function/Program	130

**Members of the Board
of Public Works**



Jack Martin, John Ditslear, Lawrence Stork



CITY OF NOBLESVILLE
JOHN DITSLEAR, MAYOR

June 8, 2007

Dear Citizens of Noblesville and Interested Persons,

I am proud and please to present to you the 2006 Comprehensive Annual Financial Report, as well as a summary of all the services, projects and activities that make Noblesville a community of families, growth and great potential. This report has been prepared by our outstanding fiscal steward, Clerk-Treasurer Janet Jaros, and follows the guidelines set by the Government Finance Officer's Association (GFOA) of the United States and Canada. This report will be submitted to the GFOA for review.

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

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

John Ditslear, Mayor
City of Noblesville

OFFICE OF
THE MAYOR



16 SOUTH 10TH STREET
NOBLESVILLE, INDIANA 46060
PHONE 317.776.6324 • FAX 317.776.6363

[This Page Intentionally Left Blank]



June 1, 2007

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

CITY OF NOBLESVILLE
JANET S. JAROS
CLERK - TREASURER

The Comprehensive Annual Financial Report (CAFR) of the City of Noblesville, Indiana, for the year ended December 31, 2006, is submitted herewith. The CAFR is presented as part of a continuing effort to provide the citizens of Noblesville with the highest standards of financial accountability and disclosure.

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

REPORT FORMAT

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

PROFILE OF THE GOVERNMENT

The City of Noblesville was incorporated in 1851 and is the County seat of Hamilton County. It is located in central Indiana 17 miles northeast of downtown Indianapolis. Noblesville is one of the most rapidly growing municipalities in the State, serving a current population of 44,928, covering an area of approximately 31.53 square miles with 205 miles of public roadways.

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



16 SOUTH 10TH STREET, SUITE 270
NOBLESVILLE, INDIANA 46060
PHONE 317.776.6328 • FAX 317.776.6369

The administrative body for the City is the Board of Public Works. The Board of Works is composed of three members, two appointed by the Mayor and the Mayor, who presides. The Board of Works is also administrator to the Wastewater Utility. The utility served 14,810 customers as of December 31, 2006, an increase of 1,052 since the prior year.

The City of Noblesville provides the full range of municipal services to its residents. These include police and fire protection, emergency medical services, highways and streets, parks and recreation activities, culture, public improvements, wastewater utility services, planning and zoning, engineering and general administrative services. Certain financing and economic development functions are provided by the Noblesville Economic Development Infrastructure Building Corporation and the Noblesville Redevelopment Authority. Although both are legally separate entities, they provide service almost exclusively to the City, and therefore are included as an integral part of the City's financial statements. Additional information on these entities is in Note 1.A. in the notes to the financial statements.

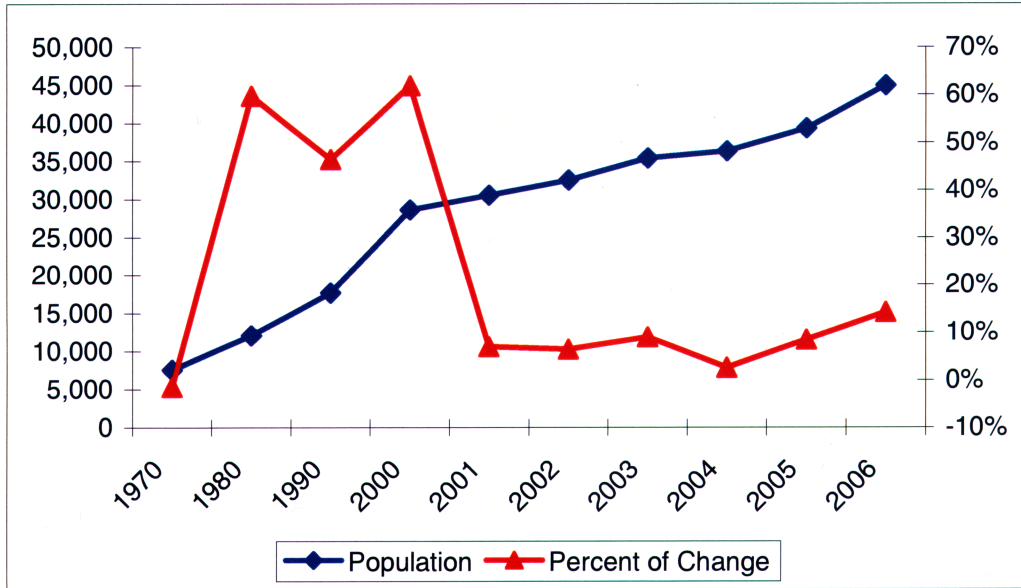
FACTORS AFFECTING FINANCIAL CONDITION

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

Economic Outlook and Condition

Growth in and around the City of Noblesville continues to be a significant factor affecting the state of the local economy. Population increases in the last three U. S. census surveys were as follows: 1980 increased 59.7%; 1990 increased 46.4% and 2000 increased 61.8%. Population based upon a special census conducted in 2005 was 39,350, which represents an increase of almost 38% in the last five years.

POPULATION



Rapid population growth and a strong local economy stimulated activity in both the residential and commercial building sectors. The City issued 846 new single family residential building permits in 2006 for locations within the corporate limits. Residential building activity was spread over 30 active subdivisions and 26 builders ranging from modest to high end custom homes. The average new home size in 2006 was 3,287 square feet. In addition, permits were issued for 167 new multifamily units in 2006. Non-residential building permits issued in 2006 totaled \$86.88 million in construction value and are expected to add over 1.3 million square feet in new or remodeled space. Over 57% of the approved projects are for commercial usage. Commercial development is concentrated along the S.R. 37 corridor in developments which the City has made significant infrastructure investments including Stoney Creek Commons, Stoney Creek Market Place and the Noblesville Commerce Park. Industry Construction showed record numbers adding 47% in construction value, tripling the amount from the previous 2005 record. Public building permits in 2006 included Noblesville Crossing Elementary School (\$10 million). Overall, building permits issued in 2006 had an estimated construction value of \$284.3 million.

In response to the growth experienced by Noblesville, the City is constantly seeking ways to improve its services to residents. In 2006, the City secured financing of \$20.87 million to finance the construction of roads and infrastructure improvements; \$44.37 million to finance the construction of road and bridge improvements for the extension of 146th Street between SR37 and I-69 project, and \$7.37 million sewage works revenue bonds to fund improvements and expansion to wastewater treatment plant from 15 million gallons per day (MGD) to 30 MGD.

The industries of Noblesville manufacture a variety of products including air springs; glass reinforced polyester sheet and molding, disposable medical equipment, plastic components and aquariums. Retail, governmental, health care and educational services are also among the largest employers in the City. Many local residents are employed in the nearby cities of Carmel, Indianapolis, Muncie and Kokomo. Based upon State employment data, Hamilton County's 2006 labor force totals 135,000. The County unemployment rate in 2005 was 3.2%, the lowest

county unemployment rate in the State. The Indiana state wide unemployment rate for 2006 was 5.0%.

Long-Term Financial Planning

Key areas of emphasis related to the future economic development of Noblesville include the Corporate Campus project and road projects linking this area to S.R. 37, an existing major 4 lane north/south highway running through the City. The infrastructure improvements currently in progress will open up more than 700 acres for future commercial, office and industrial development at I-69's Exit 10 interchange which is expected to benefit the City for years to come. The City has also been aggressively marketing the Corporate Campus to potential users. The City used tax abatements as a significant tool in securing several major projects during the year and plans to continue their use as a part of the development process. Helmer Incorporated, a life-science manufacturer which headquarters are currently located in Noblesville, announced that they will construct their new headquarters and manufacturing facility in the Saxony development at the Exit 10 interchange, construction is to begin in 2007. The Saxony development, along with Hamilton Town Center, began construction in 2006 and will provide a significant eastern gateway into the Corporate Campus as well. By the end of 2006, approximately 6 building permits were approved for Hamilton Town Center and steel was being erected on the first of those buildings. The Panattoni development at 146th Street and Cumberland road announced its first user in 2005. Stanley Works plans to construct a 60,000 square foot building at a cost of well over \$5 million. Cumberland Pointe Commercial Park continued to be successful by adding ProClad, Realize Incorporated and Indy Condo Storage either completer or beginning on construction on new facilities. Additionally, construction was completed on the Braun and Sullivan building with office space available for lease.

The improvements to 146th Street, a major east/west Hamilton County thoroughfare through running along the southern border of Noblesville, were completed in 2005 creating a four lane divided roadway. Those improvements currently end just east of S.R. 37 in Noblesville. The City and County have agreed to jointly make similar upgrades to 146th Street from Cumberland road (just east of SR 37) along a 3.5 mile route east to I-69. This project includes a 4 to 6 lane road which will serve as the backbone to the Corporate Campus. In addition, improvements to the Exit 10 interchange of I-69 will be made to serve Corporate Campus and handle traffic from significant retail growth planned at this interchange. The total cost of the 146th Street Corridor project including Exit 10 improvements is estimated at approximately \$61 million. The City issued approximately \$44 million in bonds in 2006 secured by tax increment revenue and property taxes. The bulk of the remaining funding is from federal highway funds and grants which have already been secured. Construction began in 2006 and is anticipated to be complete in late 2007.

In 2006, the expansion and renovation of City Hall was complete. This project included improvements to City Hall including interior renovation and exterior restoration and construction of 46,000 sq. ft. two story addition plus 21,000 sq. ft. basement under the addition. The expanded facility has provided for consolidation of City Administrative functions in the downtown building and eliminates the need for leased space.

In 2005, the City announced a joint venture between Gershman Brown and Simon Property to develop property located on the eastern gateway of the Corporate Campus. Hamilton Town Center, a Simon Companies life style commercial center at I-69 near the Exit 10 interchange, was approved through the cooperative efforts of Planning and Economic Development. This investment of over \$100 million and over 1 million square feet of retail users will present the City as a future regional shopping destination with significant commercial presence on I-69 drawing from a much wider regional shopping base than ever experienced before. This project further meets another City long term goal of stabilizing our community tax base. The City has issued approximately \$21 million in lease rental bonds in 2006 payable with tax increment revenue and developer guarantees to fund related infrastructure improvements for roadways, storm sewers and drainage.

The City's Wastewater Utility began expansion plans to the existing treatment plant to comply with Phase I of its Long Term Control Plan and double pumping capacity at the plant. In 2006, the City secured funding of \$7.37 million for Phase I, Division I and Phase I, Division II. Phase I project, Division I involves the expansion of treatment plant from 15 million gallons per day (MGD) to 30 MGD and the addition of approximately 1 million gallon of flow equalization capacity. Phase I project, Division II involves the upsizing of three combined sewer interceptor sewers that bring flow to the treatment plant to increase capacity of these interceptors to convey wet weather flows. The City anticipates issuing approximately \$16.6 million in 2008 for Phase II, expansion of the wastewater treatment plant.

The City Council retained financial advisors in 2004 to assist with the development of a five year capital plan. The purpose of this effort is to define needed projects over the next five years, develop priorities, identify possible funding sources and estimate the financial impact of such major projects. Due to the number of new projects identified since that time, the plan was completely updated in early 2006.

Internal Controls

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

Budgetary Controls

In accordance with Indiana Statute, the City maintains budgetary controls integrated within the accounting system. The objective of these budgetary controls is to ensure compliance with the annual appropriated budget adopted by the City Council and as approved by the Department of

Local Government Finance. The annual budget includes the General Fund, Motor Vehicle Highway Fund, Local Road and Street Fund, Local Law Enforcement Continuing Education Fund, Park and Recreation Fund, Park Nonreverting Operating Fund, Parking Meter Fund, Adult Probation Fund, County Option Income Tax Fund, City Hall Debt Fund, Fire Station 2 Debt Fund, Public Safety Building Debt Bond Fund, Fire Station Five and Six Debt, Little Chicago Road Debt, Cumulative Capital Improvement Fund, Cumulative Capital Development Fund and Cumulative Building and Fire Fighting Equipment Fund. The Redevelopment Commission approves the budgets for the TIF Funds.

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

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

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

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

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

Budget to actual comparisons are provided in this report for each individual governmental fund for which an appropriated annual budget has been adopted. For the general fund, this comparison is presented on pages 58-60. For other governmental funds with appropriated annual budgets, this comparison is presented in the governmental fund subsection of this report on pages 94-101.

Pension Trust and Agency Funds

The City of Noblesville employees are covered by four pension plans:

- 1) 1977 Police Officer's and Fire fighters' Pension Fund - a cost sharing multi-employer defined benefit plan administered by the Indiana Public Employees Retirement Fund (PERF). The City makes required annual contributions at the level determined by PERF.
- 2) 1925 Police Pension Fund and 1937 Fire Fighters' Pension Fund – a single employer defined benefit plan administered by the City of Noblesville.
- 3) 1937 Firefighter's Pension Fund - a single employer defined benefit plan administered by the City of Noblesville.
- 4) All other City Employees are members of the Indiana Public Employees' Retirement Fund (PERF) which administers the plan and establishes the annual contributions which are funded by the City.

Additional information on funding policies and pension costs is in Note IV D in the notes to the financial statements.

Cash Management

Excess cash is invested in short-term investments with maturities of two years or less in conformance with Indiana statute 5-13-4 et seq., governing investment of public funds. Investments authorized by statute are certificates of deposit at local financial institutions that are qualified as depositories for public funds, U.S. Treasury securities and U.S. agency securities backed by the full faith and credit of the U. S. Government.

The City's investment portfolio in 2006 included overnight repurchase agreements collateralized by U. S. Treasury securities and deposit accounts tied to federal fund rates.

Risk Management

The City carries traditional insurance for workers' compensation, automobile liability and physical damage, general liability, public official's liability, property and casualty, inland marine and boiler coverage, crime insurance coverage and also builders risk and flood insurance for the Wastewater treatment Utility. The City is self-insured for health care, dental and vision care.

INDEPENDENT AUDIT


Indiana State Law requires an annual audit of the financial records and transactions of all City functions. The Indiana State Board of Accounts performed our audit for 2006. Their audit met the requirements of the state statutes and was conducted in accordance with generally accepted auditing standards and Government Auditing Standards. The State Board of Accounts concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City of Noblesville's financial statements for the year ended December 31, 2006, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

ACKNOWLEDGEMENTS

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

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

Sincerely,


Janet S. Jaros, Clerk-Treasurer

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Noblesville
Indiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2005

A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards in government accounting and financial reporting.



President

Executive Director

Common Council Members

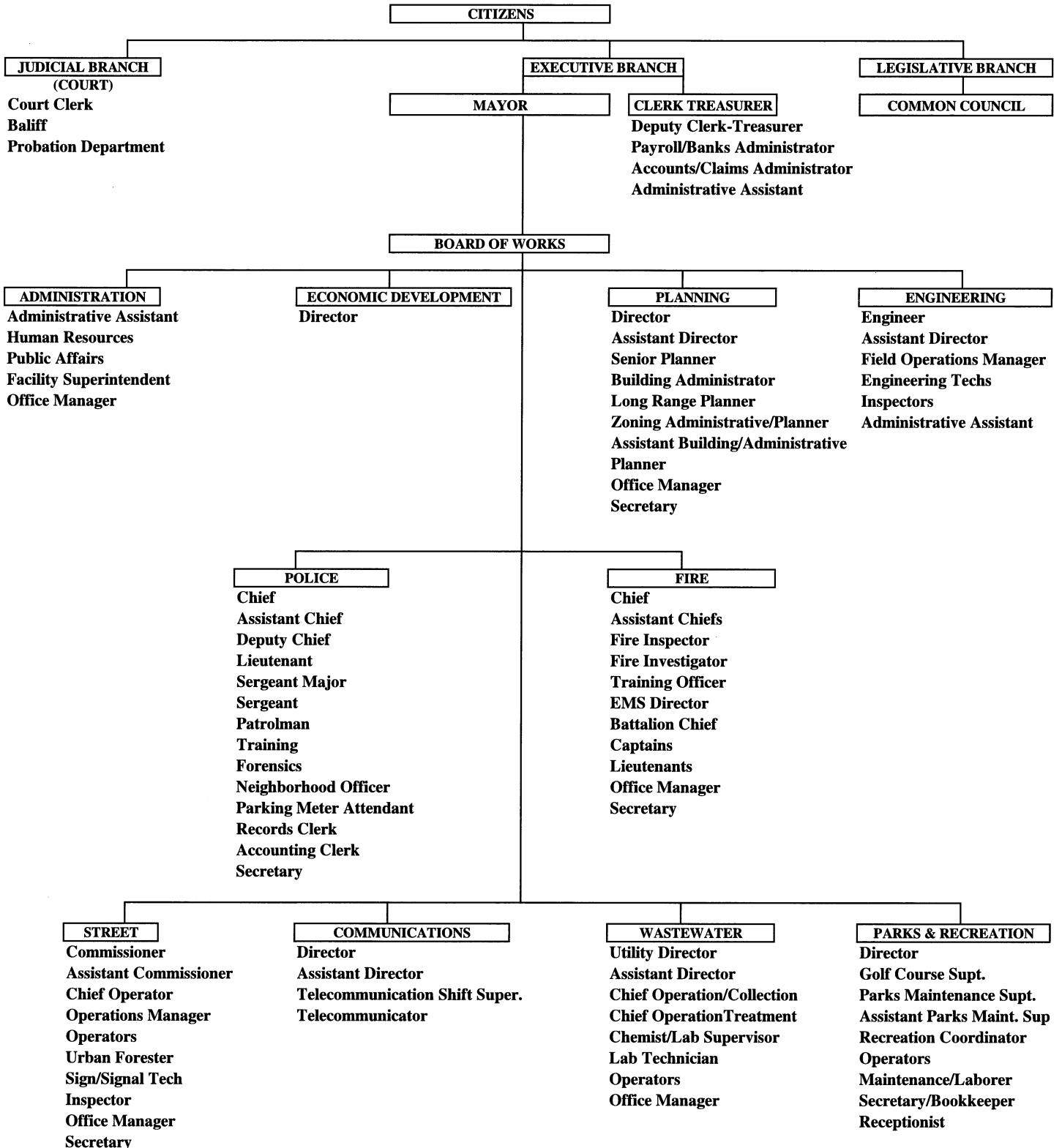


Front (left to right): Mary Sue Rowland, Laurie Jackson, Kathie Stretch
Back (left to right): Alan Hinds, Terry Busby, Dale Snelling, Bryan Ayer

NOBLESVILLE CITY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Mayor	John Ditslear	1/01/04 to 12/31/07
Clerk-Treasurer	Janet Jaros	1/01/04 to 12/31/07
Judge	Greg Caldwell	1/01/04 to 12/31/07
Common Council Members	Brian Ayer	1/01/04 to 12/31/07
	Terry Busby	1/01/04 to 12/31/07
	Alan Hinds	1/01/04 to 12/31/07
	Laurie Jackson	1/01/04 to 12/31/07
	Mary Sue Rowland	1/01/04 to 12/31/07
	Dale Snelling	1/01/04 to 12/31/07
	Kathie Stretch	1/01/04 to 12/31/07
President of the Board of Public Works	John Ditslear	1/01/04 to 12/31/07
Members of the Board of Public Works	Jack Martin	Appointed
	Larry Stork	Appointed

**CITY OF NOBLESVILLE
ORGANIZATION CHART**



[This Page Intentionally Left Blank]

FINANCIAL SECTION



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

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

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

INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City of Noblesville (City), as of and for the year ended December 31, 2006, which collectively comprise the City's primary government basic financial statements. These financial statements are the responsibility of the City's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, each major fund and the aggregate remaining fund information of the City as of December 31, 2006, and the respective changes in financial position and cash flows, where applicable, thereof and for the year then ended, in conformity with accounting principles generally accepted in the United States.

The Management's Discussion and Analysis, Schedules of Funding Progress, Schedules of Contributions From the Employer and Other Contributing Entities, Budgetary Comparison Schedule, and Budget/GAAP Reconciliation, as listed in the Table of Contents, are not required parts of the basic financial statements but are supplementary information required by the Governmental Accounting Standards Board. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

INDEPENDENT AUDITOR'S REPORT
(Continued)

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City's basic financial statements. The introductory section, combining and individual nonmajor fund financial statements, other budgetary comparison schedules, and statistical tables are presented for purposes of additional analysis and are not required parts of the basic financial statements. The combining and individual nonmajor fund statements and other budgetary comparison schedules have been subjected to the auditing procedures applied in the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory section and statistical tables have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

STATE BOARD OF ACCOUNTS

June 1, 2007

MANAGEMENT'S DISCUSSION AND ANALYSIS

As management of the City of Noblesville, Indiana, we offer readers of the City of Noblesville's financial statements this narrative overview and analysis of the financial activities of the City of Noblesville for the fiscal year ended December 31, 2006. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages VI – XIII of this report.

FINANCIAL HIGHLIGHTS

- The assets of the City of Noblesville exceeded its liabilities at the close of the most recent fiscal year by \$221,164,977 (*net assets*). Of this amount, \$38,297,413 (*unrestricted net assets*) may be used to meet the City's ongoing obligations to citizens and creditors in accordance with the City's fund designations and fiscal policies.
- The City's total net assets increased by \$29,879,971 as compared to 2005 total net assets. Approximately 23 percent or \$6.9 million of this increase is due to one time payments of wastewater tap fees and developer contributions of wastewater collection system assets. Approximately \$13 million of this increase is from the addition of infrastructure acquired through annexation or constructed and contributed by developers.
- As of the close of the current fiscal year, the City of Noblesville's governmental funds reported combined ending fund balances of \$86,093,816. Approximately 99 percent of this total amount or \$85,562,641 is available for use at the City's discretion (unreserved fund balance).
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$8,429,043 or 35 percent of total general fund expenditures.
- The City of Noblesville increased total outstanding debt obligations by \$67,190,000 during the current fiscal year. This change was primarily due to the issuance of \$65,240,000 in two tax increment bonds to fund road and infrastructure improvements benefiting Corporate Campus Economic Development Area and the issuance of \$7,370,000 of Sewage Revenue Bonds. That increase was offset by \$2,520,000 in scheduled principal payments during the year and the retirement of the 1998 Sewage Bonds of \$2,900,000.

OVERVIEW OF THE FINANCIAL STATEMENTS

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

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

This report also contains other supplementary information in addition to the basic financial statements themselves.

Additional explanation of these sections of the financial statements follows.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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

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

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

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

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

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

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

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

The City of Noblesville maintains 55 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, Noblesville building corporation capital projects fund, redevelopment authority capital projects fund and the redevelopment authority debt service fund, all of which are considered to be major funds. Data from the other 51 governmental funds are combined into a

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of *combining statements* elsewhere in this report.

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

The basic governmental fund financial statements can be found on pages 19-21 of this report.

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

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

The basic proprietary fund financial statements can be found on pages 22-24 of this report.

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

The basic fiduciary fund financial statements can be found on pages 25-26 of this report.

Notes to the financial statements. The notes provide additional information that is essential to a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 27-54 of this report.

Other Information. The combining statements referred to earlier in connection with non major governmental funds and fiduciary funds can be found on pages 70-104 of this report.

GOVERNMENT-WIDE FINANCIAL ANALYSIS

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. In the case of the City of Noblesville, assets exceeded liabilities by \$221,164,977 at the close of the most recent fiscal year.

By far the largest portion of the City of Noblesville's net assets (81 percent) reflects its investment in capital assets (e.g. land, buildings, vehicles, and equipment); less any related debt used to acquire those assets that is still outstanding. The City of Noblesville uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of

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

Noblesville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The comparison is presented for purposes of additional analysis.

City of Noblesville's Net Assets as of December 31,

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>
Current and other assets	\$ 58,006,077	\$ 92,218,333	\$ 24,356,731	\$ 30,849,142	\$ 82,362,808	\$ 123,067,475
Capital assets	<u>159,359,174</u>	<u>209,121,261</u>	<u>65,845,645</u>	<u>75,326,693</u>	<u>225,204,819</u>	<u>284,447,954</u>
Total assets	<u>\$ 217,365,251</u>	<u>\$ 301,339,594</u>	<u>\$ 90,202,376</u>	<u>\$ 106,175,835</u>	<u>\$ 307,567,627</u>	<u>\$ 407,515,429</u>
Long-term liabilities outstanding	92,850,608	156,831,179	13,350,441	17,729,316	106,201,049	174,560,495
Other liabilities	<u>8,891,487</u>	<u>8,891,423</u>	<u>1,190,085</u>	<u>2,898,534</u>	<u>10,081,572</u>	<u>11,789,957</u>
Total liabilities	<u>\$ 101,742,095</u>	<u>\$ 165,722,602</u>	<u>\$ 14,540,526</u>	<u>\$ 20,627,850</u>	<u>\$ 116,282,621</u>	<u>\$ 186,350,452</u>
Net assets:						
Invested in capital assets, net of related debt	99,520,872	122,567,745	51,602,046	56,974,554	151,122,918	179,542,299
Restricted	1,356,836	1,607,990	1,654,786	1,717,275	3,011,622	3,325,265
Unrestricted	<u>14,745,448</u>	<u>11,441,257</u>	<u>22,405,018</u>	<u>26,856,156</u>	<u>37,150,466</u>	<u>38,297,413</u>
Total net assets	<u>\$ 115,623,156</u>	<u>\$ 135,616,992</u>	<u>\$ 75,661,850</u>	<u>\$ 85,547,985</u>	<u>\$ 191,285,006</u>	<u>\$ 221,164,977</u>

A portion of the City of Noblesville's net assets (1.5 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$38,297,413 may be used to meet the government's ongoing obligations to citizens and creditors. At the end of the current fiscal year, the City of Noblesville is able to report positive balances in all three categories of net assets, both for the government as a whole, as well as for its business-type activities.

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

The following is a summary of the information presented in the Statement of Activities for 2006 with comparison to 2005 found on page 18 of this report:

	<u>City of Noblesville Change in Net Assets</u>					
	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>
Revenue:						
Program revenues:						
Charges for services	\$ 9,431,090	\$ 9,390,414	\$ 9,999,960	\$ 10,081,629	\$ 19,431,050	\$ 19,472,043
Operating grants and contributions	6,495,885	4,778,871	-		6,495,885	4,778,871
Capital grants and contributions	17,419,897	15,767,032	4,669,631	3,347,996	22,089,528	19,115,028
General revenues:						
Taxes:						
Property and other taxes	17,690,397	18,938,695	-	-	17,690,397	18,938,695
Income	11,960,197	9,684,323			11,960,197	9,684,323
Other	1,481,939	2,208,592			1,481,939	2,208,592
Other	1,528,327	3,047,286	578,013	1,353,669	2,106,340	4,400,955
Total revenues	<u>\$ 66,007,732</u>	<u>\$ 63,815,213</u>	<u>\$ 15,247,604</u>	<u>\$ 14,783,294</u>	<u>\$ 81,255,336</u>	<u>\$ 78,598,507</u>
Expenses:						
General government	6,657,239	8,359,829			6,657,239	8,359,829
Public safety	18,071,974	18,782,406			18,071,974	18,782,406
Highways and streets	11,100,802	10,076,224			11,100,802	10,076,224
Culture and recreation	3,118,197	2,130,404			3,118,197	2,130,404
Interest on long-term debt	4,925,787	4,472,514			4,925,787	4,472,514
Wastewater			6,036,462	4,897,159	6,036,462	4,897,159
Total expenses	<u>\$ 43,873,999</u>	<u>\$ 43,821,377</u>	<u>\$ 6,036,462</u>	<u>\$ 4,897,159</u>	<u>\$ 49,910,461</u>	<u>\$ 48,718,536</u>
Increase in net assets	<u>22,133,733</u>	<u>19,993,836</u>	<u>9,211,142</u>	<u>9,886,135</u>	<u>31,344,875</u>	<u>29,879,971</u>
Net assets, beginning of year	<u>93,489,423</u>	<u>115,623,156</u>	<u>66,450,708</u>	<u>75,661,850</u>	<u>159,940,131</u>	<u>191,285,006</u>
Net assets, end of year	<u>\$ 115,623,156</u>	<u>\$ 135,616,992</u>	<u>\$ 75,661,850</u>	<u>\$ 85,547,985</u>	<u>\$ 191,285,006</u>	<u>\$ 221,164,977</u>

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

Governmental Activities

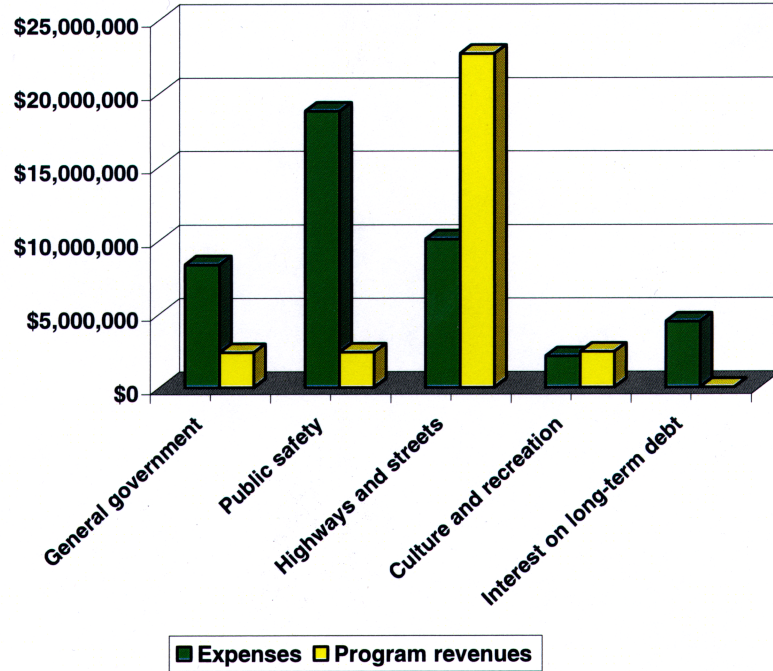
Governmental activities increased the City's net assets by \$19,993,836. This was primarily due to the acquisition of infrastructure (roadways, storm sewer, right of way) through annexation or developer contributions. Notable changes in governmental activities revenues and expenditures in 2006 compared to 2005 included the following:

- Property taxes increased \$1,248,298 from the following: increases in the general levy to support the cost of services to growing areas; new debt service levies to repay bonds issued for the new City Hall project; and additional tax increment revenues from growth in the City's economic development districts.
- County option income taxes (COIT) decreased \$2,275,874 due to changes in estimates related to COIT distributions. While the actual cash distributions of COIT increased \$2.4 million from 2005 to 2006, updated information from the State on tax collections supported the reversal of \$4.8 million in unearned revenue from COIT reported as a liability in 2004. This adjustment was made in 2005 and resulted in higher reported COIT revenues for that year.
- Total expenses for governmental activities remained relatively flat from 2005 to 2006.

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

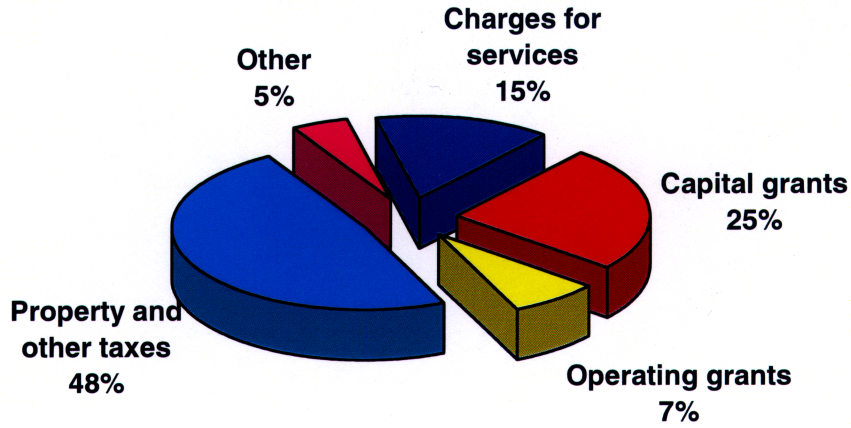
The following chart compares expenses with program revenues for the City's governmental activities.

Expenses and Program Revenues – Governmental Activities



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

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



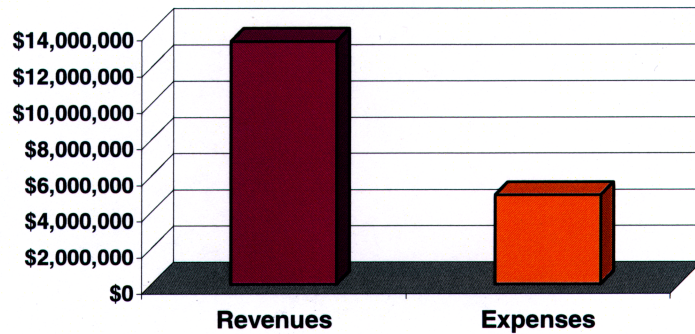
MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Business-type Activities

Business-type activities increased the City's net assets by \$9,886,135. The increase in net assets is attributable to growth. The utility received \$3.5 million in tap fees for new connections (1,052 new customers) and over \$3.3 million in developer contributed assets.

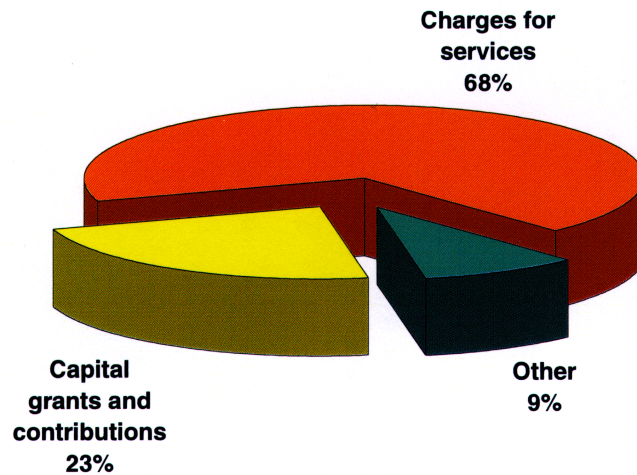
The following chart compares expenses with program revenues for the City's business-type activities:

Expenses and Program Revenues – Business-type Activities



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

Revenues by Source – Business-type Activities



MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Financial analysis of the Government's Funds

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

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

As of the end of the current fiscal year, the City of Noblesville's governmental funds reported combined ending fund balances of \$86,093,816, an increase of \$35,506,183. Approximately 99 percent of this total amount constitutes *unreserved fund balance*, which is available for spending at the government's discretion. The remainder of this fund balance, \$531,175, is *reserved* to indicate that it is not available for new spending because it has already been committed to liquidate contracts and purchase orders of the prior period.

The general fund is the chief operating fund of the City of Noblesville. At the end of the current fiscal year, unreserved fund balance of the general fund was \$8,429,043 while total fund balance reached \$8,867,109. As a measure of the general fund's liquidity, it may be useful to compare unreserved fund balance and total fund balance to total fund expenditures. Unreserved fund balance represents 35 percent of total general fund expenditures, while total fund balance represents 37 percent of that same amount. The general fund's total fund balance increased by \$1,336,692 during the current fiscal year. Revenue gains out paced expenditure increases by \$1,193,000 mainly due to general property tax revenues increase, COIT increased approximately \$1 million and the Food and Beverage Tax increased approximately \$700,000 in 2006. Also, other financing sources added \$144,000 to the general fund balance through transfers. Budget basis revenues were 4.7% over the final budgeted amounts. Total expenditures on a budgetary basis were 16.8% under the final budget. All departments were under budget with the most significant favorable variance related to other services for the City Council. Approximately \$3.1 million in capital outlay were budgeted for the Council; however, nothing was expended. The City uses this general fund budget category each year to ensure that the budget meets the State requirements for successfully receiving an appeal to the maximum levy limitations.

The Noblesville Building Corporation Capital Projects Fund decreased by \$12,054,401 during the current fiscal year. The decrease was due to capital outlay expenditures of approximately \$11,900,000 related to the renovation and expansion of City Hall.

The Redevelopment Authority Capital Projects fund increased by \$36,189,162 during the current fiscal year. This increase was primarily due to the issuance of \$65,240,000 in two bonds to finance road and infrastructure improvements relating to the Hamilton Town Center project and the 146th Street extension between SR 37 and I-69. This increase was offset by project costs that were expended relating to the 146th Street Extension project, Hamilton Town Center project and the improvements to Exit 10.

The Redevelopment Authority Debt Services fund increased \$6,981,534 during the current fiscal year. This increase was primarily due to the bond proceeds from the 2006 tax increment bonds noted above that were set aside for future interest and principal payments.

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

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

Unrestricted net assets of the Wastewater Utility at the end of the year amounted to \$26,856,156. Net assets for the Wastewater Utility increased \$9,886,135 during 2006. Other factors concerning the finances of this fund have already been addressed in the discussion of the City of Noblesville's business-type activities.

General Fund Budgetary Highlights

Differences between the original budget and final amended budget for total expenditures provided for a \$991,633 increase in appropriations and are briefly summarized below:

- The primary increases were in general government with approximately \$128,683 allocated to the Economic Development and \$241,035 allocated to Engineering.
- Other changes were in public safety with \$294,956 allocated to fire and \$195,367 to emergency medical services.

Capital Asset and Debt Management.

Capital assets. The City of Noblesville's investment in capital assets for its governmental and business-type activities as of December 31, 2006, amounts to \$284,447,954 (net of accumulated depreciation). This investment in capital assets includes land, buildings, improvements, machinery and equipment, park facilities, roads, and storm sewers. The total increase in the City of Noblesville's reported investment in capital assets for the current fiscal year was \$59,243,135, or 26 percent. Within governmental activities the increase in capital assets relates to the following: completion of the new City Hall, road projects including Exit 10 and 146th Street Expansion; infrastructure improvements for Hamilton Town Center projects and Dillon Park; infrastructure acquired through annexation and infrastructure contributed by developers in new subdivisions. Within the business-type activities the increase occurred due to the addition of constructed or contributed wastewater collection system improvements to serve growth in the utility's customer base and from construction expenditures on the wastewater treatment plant project.

	Governmental Activities		Business-Type Activities		Total	
	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>	<u>2005</u>	<u>2006</u>
Land	\$28,962,120	\$32,887,823	\$687,736	\$687,736	\$29,649,856	\$33,575,559
Buildings	13,516,932	31,487,864	11,582,847	11,249,691	25,099,779	42,737,555
Improvements other than buildings	3,695,165	6,848,985	47,287,512	51,506,393	50,982,677	58,355,378
Machinery and equipment	7,847,387	8,711,103	1,999,122	2,158,464	9,846,509	10,869,567
Infrastructure	77,966,491	81,669,743	-	-	77,966,491	81,669,743
Construction in progress	<u>27,371,079</u>	<u>47,515,743</u>	<u>4,288,428</u>	<u>9,724,409</u>	<u>31,659,507</u>	<u>57,240,152</u>
Total	<u>\$159,359,174</u>	<u>\$209,121,261</u>	<u>\$65,845,645</u>	<u>\$75,326,693</u>	<u>\$225,204,819</u>	<u>\$284,447,954</u>

Additional information on the City of Noblesville's capital assets can be found in Note III C, on pages 39-42 of this report.

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

Long-term debt. At the end of the current fiscal year, the City of Noblesville had \$167,005,000 in long-term bonds outstanding. Of this amount, \$149,055,000 comprises debt backed by the full faith and credit of the government and \$17,950,000 represents revenue bonds issued by the Wastewater Utility secured solely by the net revenues of the utility.

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

	Governmental Activities		Business-Type Activities		Total	
	2005	2006	2005	2006	2005	2006
General Obligations bonds:						
Primary Security: Property Tax	\$ 38,000,000	\$ 36,655,000	\$ -	\$ -	\$ 38,000,000	\$ 36,655,000
County Option Income Tax	4,240,000	3,960,000	-	-	4,240,000	3,960,000
Tax Increment	43,670,000	108,440,000	-	-	43,670,000	108,440,000
Total	\$ 85,910,000	\$ 149,055,000	\$ -	\$ -	\$ 85,910,000	\$ 149,055,000
Revenue Bonds	-	-	13,905,000	17,950,000	13,905,000	17,950,000
Total Outstanding Debt	\$ 85,910,000	\$ 149,055,000	\$ 13,905,000	\$ 17,950,000	\$ 99,815,000	\$ 167,005,000

The City's total bonds payable increased \$65,240,000 during the current fiscal year. This increase was due to the following bond new bond issue offset by scheduled principal payments:

- \$20.870 million lease rental bonds to finance the construction of roads and infrastructure improvements benefiting the Corporate Campus East Economic Development Area. The Lease Rental is payable from incremental tax revenues collected in the Area.
- \$44.370 million lease rental bonds to finance the construction of road and bridge improvements for the extension of 146th Street between SR 37 and I-69. The Lease Rental is payable from incremental tax revenues collected in the Area.
- \$7.37 million sewage works revenue bonds to fund improvements and expansion to the wastewater treatment plant from 15 million gallons per day (MGD) to 30 MGD and the addition of approximately 1 million gallon of flow equalization capacity. The increase in revenue bond debt was offset by the early redemption of all outstanding 1998 Sewage Works Revenue Bonds in 2006.

The City of Noblesville's most recent debt rating was "A+" from Standard & Poor's. The Wastewater Utility carries an "A1" rating from Moody's.

The State of Indiana limits the amount of general obligation debt a City may issue to 2% of its current assessed value. For the City of Noblesville, this amount is \$14,071,992. The City of Noblesville Redevelopment Commission also may issue general obligation debt subject to the same limit. As of December 31, 2006, the City has \$1,545,000 of outstanding debt subject to this limit and the Redevelopment Commission has \$795,000 outstanding. The remaining outstanding City and Redevelopment Commission debt was issued as lease rental obligations or tax increment district bonds which are not subject to the 2% limit. Additional information on the City's long-term liabilities can be found in Note III H, on pages 44-47 of this report.

MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

Economic Factors and Next Year's Budgets and Rates

- The unemployment rate for the City of Noblesville ended the first quarter of 2007 at 4.0 percent. This compares favorably to the State's average unemployment rate of 5.0 percent and the National average rate of 4.5 percent.
- The City of Noblesville continues to see new construction growth, not only in residential, but also in commercial construction with record or near record levels. The City's total market valuation for taxes payable in 2007 increased by 15 percent. The City's population since 2000 has increased 57% while estimated property value of new construction more than doubled for the same time period.
- Growth continues to be the most significant budget challenge for the City. Elected officials seek to maintain the high level of service taxpayers are accustomed to while not exceeding projected available revenues. Public safety operating and capital costs are the most impacted by the type of growth the City is experiencing. With the continued development of Corporate Campus, a new fire station will need to be constructed and staffed. In addition, the City continues to evaluate the need for a new police station.

All of these factors were considered in preparing the City of Noblesville's budget for the 2007 fiscal year. To deal with both cycles in the economy and to plan for future capital expansion, the City routinely puts aside resources.

Requests for Information

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

[This Page Intentionally Left Blank]

CITY OF NOBLESVILLE
STATEMENT OF NET ASSETS
December 31, 2006

	Primary Government		
	Governmental Activities	Business-Type Activities	Total
Assets			
Cash and cash equivalents	\$ 87,230,181	\$ 27,331,160	\$ 114,561,341
Receivables (net of allowances for uncollectibles):			
Interest	-	253	253
Taxes	1,648,604	-	1,648,604
Accounts	666,412	1,404,800	2,071,212
Intergovernmental	375,111	-	375,111
Inventories	-	28,095	28,095
Prepays	1,993	-	1,993
Restricted assets:			
Cash and cash equivalents	-	1,717,275	1,717,275
Deferred debits	1,869,658	367,559	2,237,217
Net pension asset	426,374	-	426,374
Capital assets:			
Land, improvements and construction in progress	80,403,566	10,412,145	90,815,711
Other capital assets, net of depreciation	128,717,695	64,914,548	193,632,243
Total assets	301,339,594	106,175,835	407,515,429
Liabilities			
Accounts payable	725,233	370,226	1,095,459
Accrued payroll and withholdings payable	623,153	60,514	683,667
Unpaid claims payable	324,086	-	324,086
Contracts payable	1,436,767	1,768,543	3,205,310
Due to State	16,169	-	16,169
Accrued interest payable	1,760,520	-	1,760,520
Trust payable	4,654	-	4,654
Matured unpaid bonds and coupons	-	2,765	2,765
Payable from restricted assets:			
Revenue bonds - due within one year	-	630,000	630,000
Noncurrent liabilities:			
Due within one year:			
Compensated absences payable	892,424	66,486	958,910
General obligation bonds payable	2,405,000	-	2,405,000
Capital lease obligations	703,417	-	703,417
Due in more than one year:			
Compensated absences payable	54,854	7,177	62,031
General obligation bonds payable	149,940,288	-	149,940,288
Revenue bonds payable	-	17,722,139	17,722,139
Capital lease obligations	1,765,812	-	1,765,812
Net pension obligation	5,070,225	-	5,070,225
Total liabilities	165,722,602	20,627,850	186,350,452
Net Assets			
Invested in capital assets, net of related debt	122,567,745	56,974,554	179,542,299
Restricted for:			
Highways and streets	1,083,234	-	1,083,234
Public safety	141,644	-	141,644
Culture and recreation	383,112	-	383,112
Debt service	-	1,001,823	1,001,823
Capital outlay	-	715,452	715,452
Unrestricted	11,441,257	26,856,156	38,297,413
Total net assets	\$ 135,616,992	\$ 85,547,985	\$ 221,164,977

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

CITY OF NOBLESVILLE
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2006

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Total
Primary government:							
Governmental activities:							
General government	\$ 8,359,829	\$ 1,920,314	\$ 40,990	\$ 424,803	\$ (5,973,722)	\$ -	\$ (5,973,722)
Public safety	18,782,406	2,044,568	321,454	52,067	(16,364,317)	-	(16,364,317)
Highways and streets	10,076,224	3,111,325	4,297,129	15,290,162	12,622,392	-	12,622,392
Culture and recreation	2,130,404	2,314,207	119,298	-	303,101	-	303,101
Interest on long-term debt	4,472,514	-	-	-	(4,472,514)	-	(4,472,514)
Total governmental activities	43,821,377	9,390,414	4,778,871	15,767,032	(13,885,060)	-	(13,885,060)
Business-type activities:							
Wastewater	4,897,159	10,081,629	-	3,347,996	-	8,532,466	8,532,466
Total primary government	\$ 48,718,536	\$ 19,472,043	\$ 4,778,871	\$ 19,115,028	(13,885,060)	8,532,466	(5,352,594)
General revenues:							
Property taxes					18,938,695	-	18,938,695
Food and beverage tax					786,550	-	786,550
County option income tax					9,684,323	-	9,684,323
Financial institutions tax					69,533	-	69,533
Auto and aircraft excise tax					961,210	-	961,210
Commercial vehicle excise tax					20,057	-	20,057
State cigarette tax					42,882	-	42,882
Gaming tax					247,622	-	247,622
Other taxes					80,738	-	80,738
Other miscellaneous					521,137	6,507	527,644
Unrestricted investment earnings					2,526,149	1,347,162	3,873,311
Total general revenues					33,878,896	1,353,669	35,232,565
Change in net assets					19,993,836	9,886,135	29,879,971
Net assets - beginning					115,623,156	75,661,850	191,285,006
Net assets - ending					\$ 135,616,992	\$ 85,547,985	\$ 221,164,977

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

CITY OF NOBLESVILLE
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2006

<u>Assets</u>	General	Noblesville Building Corporation - Capital Projects	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental Funds	Totals
Cash and cash equivalents	\$ 9,077,358	\$ 2,402,196	\$ 12,564,296	\$ 38,193,112	\$ 24,655,976	\$ 86,892,938
Receivables (net of allowances for uncollectibles)						
Taxes	375,909	-	-	-	1,272,695	1,648,604
Accounts	664,053	-	-	-	2,359	666,412
Intergovernmental	82,712	-	-	-	292,399	375,111
Interfund receivable:						
Interfund loans	-	-	-	-	175,000	175,000
Interfund services provided and used	8,032	-	-	-	5,005	13,037
Total assets	\$ 10,208,064	\$ 2,402,196	\$ 12,564,296	\$ 38,193,112	\$ 26,403,434	\$ 89,771,102
 <u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	\$ 334,046	\$ -	\$ -	\$ -	391,187	\$ 725,233
Accrued payroll and withholdings payable	538,859	-	-	-	84,294	623,153
Contracts payable	-	1,436,767	-	-	-	1,436,767
Compensated absences	75,149	-	-	-	13,274	88,423
Interfund payable:						
Interfund loans	-	-	-	-	175,000	175,000
Interfund services provided and used	-	-	-	-	13,037	13,037
Due to state	-	-	-	-	16,169	16,169
Trust payable	-	-	-	-	4,654	4,654
Unavailable revenue	392,901	-	-	-	201,949	594,850
Total liabilities	1,340,955	1,436,767	-	-	899,564	3,677,286
 Fund balances:						
Reserved for:						
Encumbrances	438,066	-	-	-	93,109	531,175
Unreserved, reported in:						
General fund	8,429,043	-	-	-	-	8,429,043
Special revenue funds	-	-	-	-	9,248,520	9,248,520
Debt service funds	-	-	12,564,296	-	2,975,356	15,539,652
Capital projects funds	-	965,429	-	38,193,112	13,186,885	52,345,426
Total fund balances	8,867,109	965,429	12,564,296	38,193,112	25,503,870	86,093,816
Total liabilities and fund balances	\$ 10,208,064	\$ 2,402,196	\$ 12,564,296	\$ 38,193,112	\$ 26,403,434	

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

Capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds.	209,121,261
Changes in bonds payable and bond issue costs associated with new debt issued by the City in 2004 were reported as expenditures in the governmental funds when the debt is issued, whereas bond issue costs are deferred in the Statement of Net Assets. Deferred bond issue costs are amortized over the life of the debt issued and recognized as an adjustment to interest expense in the Statement of Activities.	(152,944,859)
Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the Statement of Net Assets.	13,157
Some assets are commonly paid in advance and are not due and payable in the current period, and, therefore, are not in the funds.	1,993
Other liabilities, compensated absences and interest payable, are not due and payable in the current period and, therefore, are not in the funds.	(2,619,375)
Some assets are not available to pay for current-period expenditures and, therefore, are unavailable revenue in the funds.	594,850
Net pension obligations, including the Public Employees' Retirement Plan, the 1925 Police Officers' Pension Plan, and the 1937 Firefighters' Pension Plan, are not due and payable in the current period and, therefore, are not in the funds.	(4,643,851)

Net assets of governmental activities

\$ 135,616,992

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

CITY OF NOBLESVILLE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2006

	General	Noblesville Building Corporation - Capital Projects	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
Revenues:						
Taxes:						
Property	\$ 18,686,273	\$ -	\$ -	\$ -	\$ 14,687,585	\$ 33,373,858
Licenses and permits	1,342,320	-	-	-	585,083	1,927,403
Intergovernmental	1,503,793	-	-	-	2,995,771	4,499,564
Charges for services	2,169,644	-	-	-	1,318,625	3,488,269
Fines and forfeits	101,043	-	-	-	371,522	472,565
Other	1,385,772	494,760	2,328,903	455,092	4,581,744	9,246,271
Total revenues	25,188,845	494,760	2,328,903	455,092	24,540,330	53,007,930
Expenditures:						
Current:						
General government	6,559,352	-	-	-	1,082,764	7,642,116
Public safety	16,077,738	-	-	-	1,674,441	17,752,179
Highways and streets	-	1,436,767	-	-	4,423,000	5,859,767
Culture and recreation	-	-	-	-	1,881,389	1,881,389
Debt service:						
Principal	35,000	-	680,000	-	9,360,000	10,075,000
Interest	19,870	-	2,874,867	-	1,444,996	4,339,733
Bond issuance costs	-	-	281,300	-	-	281,300
Capital outlay	1,303,978	11,897,188	-	22,681,987	9,598,147	45,481,300
Total expenditures	23,995,938	13,333,955	3,836,167	22,681,987	29,464,737	93,312,784
Excess (deficiency) of revenues over (under) expenditures	1,192,907	(12,839,195)	(1,507,264)	(22,226,895)	(4,924,407)	(40,304,854)
Other financing sources (uses):						
Financing by capital lease	-	-	-	-	926,182	926,182
Transfers in	143,785	784,794	45,058	4,010,003	1,451,165	6,434,805
Transfers out	-	-	(62,573)	(3,992,488)	(2,379,744)	(6,434,805)
Premium on bond issuance	-	-	-	1,664,855	-	1,664,855
Issuance of debt	-	-	8,506,313	56,733,687	7,980,000	73,220,000
Total other financing sources and uses	143,785	784,794	8,488,798	58,416,057	7,977,603	75,811,037
Net change in fund balances	1,336,692	(12,054,401)	6,981,534	36,189,162	3,053,196	35,506,183
Fund balances - beginning	7,530,417	13,019,830	5,582,762	2,003,950	22,450,674	50,587,633
Fund balances - ending	\$ 8,867,109	\$ 965,429	\$ 12,564,296	\$ 38,193,112	\$ 25,503,870	\$ 86,093,816

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

CITY OF NOBLESVILLE
RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2006

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

Net change in fund balances - total governmental funds (Statement of Revenues, Expenditures and Changes in Fund Balances)	\$ 35,506,183
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.	39,546,536
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets.	(503,418)
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the funds.	10,718,969
Some revenues in the funds statement are not available to finance expenditures of the current fiscal period and, therefore, are not reported as revenue in the Statement of Activities.	79,429
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 funds.	(851)
Some expenses are commonly paid in advance and are not due and payable in the current period and, therefore, are not in the funds.	1,993
Negative net pension obligations, including the Public Employees' Retirement Plan, are considered prepaid expenses of the general government and, therefore, are not reported as current expenditures in the funds.	(136,244)
The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the Statement of Activities. This amount is the net effect of these differences in the treatment of long-term debt and related items.	(65,082,909)
Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities.	<u>(135,852)</u>
Change in net assets of governmental activities (Statement of Activities)	<u>\$ 19,993,836</u>

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

CITY OF NOBLESVILLE
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2006

	Business-Type Activities - Enterprise Fund	
<u>Assets</u>	<u>Wastewater Utility</u>	<u>Internal Service Fund</u>
Current assets:		
Cash and cash equivalents	\$ 27,331,160	\$ 337,243
Accounts receivable (net of allowance)	722,495	-
Accounts receivable - other	682,305	-
Interest receivable	253	-
Inventories	28,095	-
Restricted cash, cash equivalents and investments:		
Revenue bond covenant accounts	<u>1,717,275</u>	<u>-</u>
Total current assets	<u>30,481,583</u>	<u>337,243</u>
Noncurrent assets:		
Deferred charges	<u>367,559</u>	<u>-</u>
Capital assets:		
Land, improvements to land and construction in progress	10,412,145	-
Other capital assets (net of accumulated depreciation)	<u>64,914,548</u>	<u>-</u>
Total capital assets	<u>75,326,693</u>	<u>-</u>
Total noncurrent assets	<u>75,694,252</u>	<u>-</u>
Total assets	<u>106,175,835</u>	<u>337,243</u>
 Liabilities		
Current liabilities:		
Accounts payable	370,226	-
Contracts payable	1,768,543	-
Accrued payroll and withholdings payable	60,514	-
Compensated absences payable	66,486	-
Unpaid claims payable	-	324,086
Matured unpaid bonds and coupons	2,765	-
Current liabilities payable from restricted assets:		
Revenue bonds payable	<u>630,000</u>	<u>-</u>
Total current liabilities	<u>2,898,534</u>	<u>324,086</u>
Noncurrent liabilities:		
Compensated absences	7,177	-
Revenue bonds payable (net of unamortized discount, premium, and deferral of loss)	<u>17,722,139</u>	<u>-</u>
Total noncurrent liabilities	<u>17,729,316</u>	<u>-</u>
Total liabilities	<u>20,627,850</u>	<u>324,086</u>
 Net Assets		
Invested in capital assets, net of related debt	56,974,554	-
Restricted for debt service	1,001,823	-
Restricted for capital outlay	715,452	-
Unrestricted	<u>26,856,156</u>	<u>13,157</u>
Total net assets	<u>\$ 85,547,985</u>	<u>\$ 13,157</u>

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

CITY OF NOBLESVILLE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For The Year Ended December 31, 2006

	<u>Enterprise Fund</u>	
	<u>Wastewater Utility</u>	<u>Internal Service Fund</u>
Operating revenues:		
Metered revenue	\$ 6,227,821	\$ -
Penalties	125,169	-
Sewer taps	3,516,217	-
Charges for services	-	4,133,179
Other	<u>218,929</u>	<u>-</u>
Total operating revenues	<u>10,088,136</u>	<u>4,133,179</u>
Operating expenses:		
Collection system - operations and maintenance	816,859	-
Treatment and disposal expense - operations and maintenance	1,104,490	-
Customer accounts	249,577	-
Administration and general	319,982	-
Employee pensions and benefits	518,334	4,231,076
Rents	17,608	-
Transportation expense	39,198	-
Insurance expense	78,349	-
Depreciation and amortization	1,215,749	-
Miscellaneous expenses	<u>86,408</u>	<u>-</u>
Total operating expenses	<u>4,446,554</u>	<u>4,231,076</u>
Operating income (loss)	<u>5,641,582</u>	<u>(97,897)</u>
Nonoperating revenues (expenses):		
Interest and investment revenue	1,347,162	8,885
Loss on disposal of assets	(1,283)	-
Interest expense	<u>(496,162)</u>	<u>-</u>
Total nonoperating revenue (expenses)	<u>849,717</u>	<u>8,885</u>
Income (loss) before contributions	6,491,299	(89,012)
Capital contributions	<u>3,347,996</u>	<u>-</u>
Change in net assets	9,839,295	(89,012)
Total net assets - beginning	<u>75,708,690</u>	<u>102,169</u>
Total net assets - ending	<u>\$ 85,547,985</u>	<u>\$ 13,157</u>

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

CITY OF NOBLESVILLE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Year Ended December 31, 2006

	<u>Enterprise Fund</u>	
	Wastewater Utility	Internal Service Fund
Cash flows from operating activities:		
Receipts from customers and users	\$ 9,389,328	\$ 4,133,179
Payments to suppliers	(980,616)	-
Payments to employees	(2,041,641)	(4,178,519)
Other receipts	6,507	-
	<u>6,373,578</u>	<u>(45,340)</u>
Net cash provided (used) by operating activities		
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(5,581,541)	-
Proceeds from sale of revenue bonds	7,370,000	-
Principal paid on capital debt	(3,325,000)	-
Interest paid on capital debt	(504,290)	-
	<u>(2,040,831)</u>	<u>-</u>
Net cash used by capital and related financing activities		
Cash flows from investing activities:		
Interest received	1,347,162	8,885
	<u>1,347,162</u>	<u>8,885</u>
Net increase (decrease) in cash and cash equivalents	5,679,909	(36,455)
Cash and cash equivalents, January 1 (Including \$1,654,786 for the Wastewater Utility reported in restricted accounts)	<u>23,368,526</u>	<u>373,698</u>
Cash and cash equivalents, December 31 (Including \$1,717,279 for the Wastewater Utility reported in restricted accounts)	<u>\$ 29,048,435</u>	<u>\$ 337,243</u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:		
Operating income (loss)	\$ 5,641,582	\$ (97,897)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	1,215,749	-
Increase in assets:		
Accounts receivable	(692,048)	-
Inventories	(1,693)	-
Interest receivable	(253)	-
Increase in liabilities:		
Accounts payable	199,726	-
Unpaid claim payable	-	52,557
Accrued payroll and payroll withholdings payable	3,694	-
Compensated absence payable	6,821	-
	<u>731,996</u>	<u>52,557</u>
Total adjustments		
Net cash provided (used) by operating activities	<u>\$ 6,373,578</u>	<u>\$ (45,340)</u>
Noncash transaction:		
Capital assets contributed by private developer in the amount of \$3,347,996		
Interfund receivable/payable \$17,314		

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

CITY OF NOBLESVILLE
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
December 31, 2006

<u>Assets</u>	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Fund</u>
Cash and cash equivalents	\$ 1,514,557	\$ 36,822	\$ 197,451
Receivables:			
Taxes	<u>11,587</u>	<u>-</u>	<u>-</u>
Total assets	<u>1,526,144</u>	<u>36,822</u>	<u>197,451</u>
 <u>Liabilities</u>			
Payroll Withholdings Payable	-	-	197,451
Unavailable revenue	11,587	-	-
Performance deposits payable	<u>-</u>	<u>36,822</u>	<u>-</u>
Total liabilities	<u>11,587</u>	<u>36,822</u>	<u>\$ 197,451</u>
 <u>Net Assets</u>			
Held in trust for:			
Employees' pension benefits	<u>\$ 1,514,557</u>	<u>\$ -</u>	

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

CITY OF NOBLESVILLE
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For The Year Ended December 31, 2006

<u>Additions</u>	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>
Contributions:		
Employer	\$ 294,965	\$ -
Intergovernmental	<u>369,596</u>	<u>-</u>
Total contributions	664,561	-
Investment income:		
Interest	<u>27,610</u>	<u>64,572</u>
Total additions	<u>692,171</u>	<u>64,572</u>
<u>Deductions</u>		
Payments in accordance with trust agreements	<u>621,795</u>	<u>64,572</u>
Changes in net assets	70,376	-
Net assets - beginning	<u>1,444,181</u>	<u>-</u>
Net assets - ending	<u>\$ 1,514,557</u>	<u>\$ -</u>

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS

I. Summary of Significant Accounting Policies

A. Reporting Entity

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

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

Blended Component Units

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

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

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

Jointly Governed Organization

The primary government and the Town of Fishers jointly own, on an equal basis, a certain railroad right-of-way obtained from a railroad company extending approximately 37 miles from the City of Tipton, Indiana, to near downtown City of Indianapolis, Indiana. The primary government and the Town of Fishers created the Historic Railroad Multi-Jurisdictional Port Authority (Port Authority) for the purpose of protecting and preserving the existence of real property, contained within the railroad's

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

right-of-way, as a single parcel of real estate in perpetuity for such uses as may benefit the citizens of Noblesville and Fishers, including, but not necessarily limited to, recreational, transportation, and tourism purposes. Subsequently, Hamilton County joined with the primary government and the Town of Fishers to become part of the Port Authority. The Port Authority's board consists of six members with two appointed by the Mayor of the primary government, two appointed by the Town Council of Fishers, and two appointed by the County Commissioners of Hamilton County. The primary government, Town of Fishers, and Hamilton County do not have any obligations for or any interests in Port Authority matters.

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

The primary government reports the following major governmental funds:

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

The Noblesville Building Corporation - capital projects fund (capital projects) accounts for expenditures for capital improvements by the Noblesville Building Corporation (a component unit of the City of Noblesville). Financing is provided by semiannual lease payments from the County Option Income Tax (COIT), Public Safety Building Debt Bonds, and Redevelopment Tax Increment Financing funds.

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

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

The primary government reports the following major proprietary fund:

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

Additionally, the primary government reports the following fund types:

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

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

The private-purpose trust fund accounts for the funds being held for venter security bonds, maintenance bonds, and performance bonds. These bonds are normally held for a specific length of time and then returned to the payee.

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and proprietary fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. Governments also have the option of following subsequent private-sector guidance for their business-type activities and enterprise funds, subject to this same limitation. The primary government has elected not to follow subsequent private-sector guidance.

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

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

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

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

D. Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

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

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

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Interfund Transactions and Balances

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

3. Property Taxes

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

4. Cash and Cash Equivalents

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

5. Inventories and Prepaid Items

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

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

6. Restricted Assets

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

7. Capital Assets

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

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

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

N/A = Not applicable

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental-type and business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by the primary government in its business-type activities was \$632,146. Of the amount, \$298,345 was included as part of the cost of capital assets under construction.

8. Compensated Absences

- a. Sick Leave – primary government employees earn sick leave at the rate of 6.75 hours per month. Unused sick leave may be accumulated to a maximum of 120 days. Accumulated sick leave is not paid to employees upon termination.
- b. Vacation Leave – primary government employees earn vacation leave at rates from 10 days to 25 days per year based upon the number of years of service. Vacation leave may not be accumulated. Unused accrued vacation leave is paid to employees through cash payments upon termination.
- c. Personal Leave – primary government employees earn personal leave at the rate of 4 days per year. Unused personal leave may not be accumulated. Unused personal leave is paid to employees through cash payments upon termination.

Vacation leave is accrued when incurred in government-wide statements and proprietary fund statements and is reported as a liability in the statement of net assets. Only amounts due and payable at year end are included in the fund statements.

No liability is reported for sick and personal leave.

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

9. Unavailable and Unearned Revenue

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

10. Long-Term Obligations

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

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

11. Fund Equity

In the fund financial statements, governmental funds report reservations of fund balance for amounts that are not available for appropriation or are legally restricted by outside parties for use for a specific purpose. Designations of fund balance represent tentative management plans that are subject to change.

II. Stewardship, Compliance and Accountability

A. Explanation of Certain Differences Between the Governmental Fund Balance Sheet and the Government-Wide State of Net Assets follows:

1. The governmental fund balance sheet includes a reconciliation between the fund balance - total governmental funds and net assets-governmental activities as reported in the government-wide Statement of Net Assets. One element of that reconciliation explains that "capital assets used in governmental activities are not financial resources and, therefore, not reported in the funds." The details of this difference are as follows:

Capital assets, not being depreciated	\$ 80,403,566
Other capital assets, net of depreciation	<u>128,717,695</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 209,121,261</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Another element of that reconciliation explains that "Internal service funds are used by management to charge the costs of certain services to individual funds. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets." The details of this difference are as follows:

Fund balance	<u>\$ 13,157</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ 13,157</u>

3. Another element of that reconciliation explains that "Other liabilities, compensated absences and interest payable, are not due and payable in the current period and, therefore, are not in the funds." The details of this difference are as follows:

Accrued interest payable	\$ (1,760,520)
Compensated absences payable	<u>(858,855)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ (2,619,375)</u>

4. Another element of that reconciliation explains that "net pension obligations are not due and payable in the current period and, therefore, are not reported in the funds." The detail of this difference are as follows:

Net pension assets - Public Employees' Retirement Plan	\$ 426,374
Net pension obligation - 1925 Police Officers' Pension Plan	(1,988,565)
Net pension obligation - 1937 Firefighters' Pension Plan	<u>(3,081,660)</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ (4,643,851)</u>

5. Another element of that reconciliation explains that "long-term liabilities, including bonds payable, are not due and payable in the current period and, therefore, are not reported in the funds." The details of this difference are as follows:

Bonds payable	\$ (152,345,288)
Capital leases payable	(2,469,229)
Bond issue costs	<u>1,869,658</u>
Net adjustment to increase fund balance - total governmental funds to arrive at net assets - governmental activities	<u>\$ (152,944,859)</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

B. Explanation of Certain Differences Between the Governmental Fund Statement of Revenues, Expenditures and Changes in Fund Balances and the Government-Wide Statement of Activities

1. The governmental fund Statement of Revenues, Expenditures and Changes in Fund Balances includes a reconciliation between net changes in fund balances - total governmental funds and changes in net assets of governmental activities as reported in the government-wide Statement of Activities. One element of that reconciliation explains that "Governmental funds report capital outlays as expenditures. However, in the Statement of Activities the cost of those assets is allocated over their useful lives and reported as depreciation expense." The details of this difference are as follows:

Capital outlay per funds statement	\$ 45,481,300
Capital outlay items costing less than the capitalization threshold	(2,010,965)
Depreciation expense	<u>(3,923,799)</u>
 Net adjustment to increase net changes in fund balances	
- total governmental funds to arrive at changes in net assets of governmental funds	 <u>\$ 39,546,536</u>

2. Another element of the reconciliation states that "The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to increase net assets." The details of this difference are as follows:

In the statement of activities, only the loss on the disposal of capital assets is reported. However, in the governmental funds, the proceeds from the disposal increase financial resources. Thus, the change in net assets differs from the change in fund balance by the cost of the capital assets disposed of:

Cost of assets disposed of	\$ (1,615,666)
Accumulated depreciation on assets disposed of	<u>1,112,248</u>
 Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	 <u>\$ (503,418)</u>

3. Another element of the reconciliation states that "Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds." The details of this difference are as follows:

Infrastructure contributed by developers	<u>\$ 10,718,969</u>
 Net adjustment to increase net changes in fund balances	
- total governmental funds to arrive at changes in net assets of governmental funds	 <u>\$ 10,718,969</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

4. Another element of the reconciliation states that "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 funds." The details of this difference are as follows:

Compensated absences - beginning	\$ 858,004
Compensated absences - ending	<u>(858,855)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental funds	<u>\$ (851)</u>

5. Another element of the reconciliation states that "Negative net pension obligations, including Public Employees' Retirement Plan, are considered prepaid expenses of the general government and, therefore, are not reported as current expenditures in the funds." The details of this difference are as follows:

Net pension obligation:	
Pension prepaid	\$ 15,159
Pension obligation	<u>(151,403)</u>
Net adjustment to increase net changes in fund balances – total governmental funds to arrive at changes in net assets of governmental funds	<u>\$ (136,244)</u>

6. Another element of that reconciliation states that "The issuance of long-term debt (e.g., bonds, leases) provide current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net assets. Also, governmental funds report the effect of issuance costs, premiums, discounts and similar items when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities." The details of this difference are as follows:

Debt issued or incurred:	
Issuance of general obligations bonds	\$ (65,240,000)
Issuance of bond anticipation notes	(7,980,000)
Net premiums	(1,664,855)
Capital lease financing	(926,182)
Principal repayments:	
General obligation bonds	2,095,000
Bond anticipation notes	7,980,000
Capital lease financing	563,769
Other debt related costs:	
Bond issue costs	281,300
Amortization of bond issue costs	(167,638)
Amortization of bond premium	108,478
Change in long-term payables	<u>(132,781)</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental activities	<u>\$ (65,082,909)</u>

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

7. Another element of that reconciliation states that "Internal service funds are used by management to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities." The details of this difference are as follows:

Change in net assets per funds statement	\$ (89,012)
Remove beginning internal service balance	<u>(46,840)</u>
Net adjustment to increase net changes in fund balances - total governmental funds to arrive at changes in net assets of governmental funds	<u>\$ (135,852)</u>

8. Another element of that reconciliation states that "Some revenues in the funds statement are not available to finance expenditures of the current fiscal period and, therefore, are not reported as revenue in the Statement of Activities.

Unavailable revenue - beginning	\$ (515,421)
Unavailable revenue - ending	<u>594,850</u>
Net adjustment to decrease net changes in fund balances - total governmental funds to arrive at changes in net assets of the government wide	<u>\$ 79,429</u>

C. Deficit Fund Balance

At December 31, 2006, the following funds reported deficits in fund balance, which are violations of state statute:

	Deficit
Governmental funds:	
Park Nonreverting Capital	<u>\$ 150,253</u>

Fund balance deficits arose primarily from expenditures or expenses exceeding revenues due to the underestimate of current requirements; these deficits will be repaid from future funds.

III. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2006, the City's had the following investments:

Investment Type	Primary Government Fair Value	<u>Investment Maturities (in Years)</u>	
		Less Than 1	1-2
Federal Home Loan Mortgage Corporation Discount Notes	\$ 2,998,530	\$ 2,998,530	\$ -
Mutual Funds	<u>59,545,614</u>	<u>59,545,614</u>	<u>-</u>
Totals	<u>\$ 62,544,144</u>	<u>\$ 62,544,144</u>	<u>\$ -</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 no more than 2 years.

Indiana code also provides for investment in money market mutual funds that are in the form of securities of, or interest in, an open-end, no-load, management-type investment company or investment trust registered under the provision of the federal investment Company Act of 1940, as amended. Investments in money market mutual funds may not exceed 50% 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.

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

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Investment Custodial Credit Risk

The custodial risk for investments is the risk that, in the event of the failure of the counterparty to a transaction, a government will not be able to recover the value of investment or collateral securities that are in the possession of an outside party. The City does not have a formal investment policy for custodial credit risk for investments. At December 31, 2006, the City held investments in mutual funds in the amount of \$59,545,614. Of these investments \$59,545,614 were held by the counterparty's trust department or agent in the City's name.

Interest Rate Risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. The City must follow state statute and limit the state final maturities of the investments to no more than two years.

Credit Risk

Credit Risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations. The distribution of securities with credit ratings is summarized below.

	City's Investments	
Standard and Poor's Rating	Mutual Funds	Federal Home Loan Mortgage Corporation Discount Notes
AAA	\$ 59,545,614	\$ 2,998,530

Concentration of Credit Risk

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

B. Receivables

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

C. Capital Assets

Capital asset activity for the year ended December 31, 2006, was as follows:

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 5,752,118	\$ 1,601,471	\$ -	\$ 7,353,589
Right-of-ways	23,210,002	2,351,710	27,478	25,534,234
Construction in progress	27,371,079	38,944,329	18,799,665	47,515,743
	<u>56,333,199</u>	<u>42,897,510</u>	<u>18,827,143</u>	<u>80,403,566</u>
Total capital assets, not being depreciated				
	<u>56,333,199</u>	<u>42,897,510</u>	<u>18,827,143</u>	<u>80,403,566</u>
Capital assets, being depreciated:				
Buildings	16,435,666	18,271,075	-	34,706,741
Improvements other than buildings	3,888,358	3,698,566	-	7,586,924
Machinery and equipment	13,831,523	2,333,481	1,588,188	14,576,816
Roads being depreciated	76,450,965	5,788,337	-	82,239,302
Storm sewers being depreciated	10,513,827	-	-	10,513,827
	<u>121,120,339</u>	<u>30,091,459</u>	<u>1,588,188</u>	<u>149,623,610</u>
Totals				
	<u>121,120,339</u>	<u>30,091,459</u>	<u>1,588,188</u>	<u>149,623,610</u>
Less accumulated depreciation for:				
Buildings	2,918,734	300,143	-	3,218,877
Improvements other than buildings	193,193	544,746	-	737,939
Machinery and equipment	5,984,136	993,825	1,112,248	5,865,713
Roads being depreciated	8,659,382	1,860,662	-	10,520,044
Storm sewers being depreciated	338,919	224,423	-	563,342
	<u>18,094,364</u>	<u>3,923,799</u>	<u>1,112,248</u>	<u>20,905,915</u>
Totals				
	<u>18,094,364</u>	<u>3,923,799</u>	<u>1,112,248</u>	<u>20,905,915</u>
Total capital assets, being depreciated, net	<u>103,025,975</u>	<u>26,167,660</u>	<u>475,940</u>	<u>128,717,695</u>
Total governmental activities capital assets, net	<u>\$ 159,359,174</u>	<u>\$ 69,065,170</u>	<u>\$ 19,303,083</u>	<u>\$ 209,121,261</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Business-type activities:				
Capital assets, not being depreciated:				
Land	\$ 687,736	\$ -	\$ -	\$ 687,736
Construction in progress	<u>4,288,428</u>	<u>5,435,981</u>	<u>-</u>	<u>9,724,409</u>
Total capital assets, not being depreciated	<u>4,976,164</u>	<u>5,435,981</u>	<u>-</u>	<u>10,412,145</u>
Capital assets, being depreciated:				
Buildings	15,559,504	10,222	-	15,569,726
Improvements other than buildings	51,715,018	4,927,725	-	56,642,743
Machinery and equipment	<u>7,883,980</u>	<u>326,152</u>	<u>227,429</u>	<u>7,982,703</u>
Totals	<u>75,158,502</u>	<u>5,264,099</u>	<u>227,429</u>	<u>80,195,172</u>
Less accumulated depreciation for:				
Buildings	3,976,657	343,378	-	4,320,035
Improvements other than buildings	4,427,506	708,844	-	5,136,350
Machinery and equipment	<u>5,884,858</u>	<u>163,527</u>	<u>224,146</u>	<u>5,824,239</u>
Totals	<u>14,289,021</u>	<u>1,215,749</u>	<u>224,146</u>	<u>15,280,624</u>
Total capital assets, being depreciated, net	<u>60,869,481</u>	<u>4,048,350</u>	<u>3,283</u>	<u>64,914,548</u>
Total business-type activities capital assets, net	<u>\$ 65,845,645</u>	<u>\$ 9,484,331</u>	<u>\$ 3,283</u>	<u>\$ 75,326,693</u>

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

Governmental activities:	
General government	\$ 328,116
Public safety	859,611
Highways and streets	2,495,081
Culture and recreation	<u>240,991</u>
Total depreciation expense - governmental activities	<u>\$ 3,923,799</u>
Business-type activities:	
Wastewater	<u>\$ 1,215,749</u>
Total depreciation expense - business-type activities	<u>\$ 1,215,749</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

D. Construction Commitments

Construction work in progress is composed of the following:

Project	Total Project Authorized	Expended to December 31, 2006	Committed	Required Future Funding
<u>Primary Government</u>				
Governmental activities:				
146th Street	\$ 6,391,011	\$ -	\$ -	\$ -
Hazell Dell	865,190	746,883	118,307	-
Field Drive Extension	1,800,000	248,915	1,551,085	-
Forest Park Aquatic Area Parking	592,000	590,315	1,685	-
Hague Road Park Project	207,990	134,168	73,822	-
Golf Course Drainage Project	28,265	27,240	1,025	-
Pleasant Street Clover Road	1,594,233	1,294,568	-	-
Carrigan Road Causeway Pedestrian	57,750	54,738	3,012	-
Eighth Street Parking	677,325	677,325	-	-
Maintenance Building	794,857	294,857	-	-
Dillon Park	2,824,405	2,402,084	422,322	-
City Hall Project	18,968,845	488,017	480,828	-
Exit 10	23,880,000	19,520,158	4,359,842	-
146th Street Extension	44,370,000	17,518,026	26,851,974	-
Hamilton Town Center	20,870,000	3,518,449	17,351,551	-
Totals - governmental activities	<u>123,921,871</u>	<u>47,515,743</u>	<u>51,215,453</u>	<u>-</u>
Business-type activities:				
Geographical Information System	1,000,000	990,119	9,881	-
Fairfield Addition	193,462	193,462	-	-
ARLES Acres	266,922	266,922	-	-
Treatment Plant	11,419,436	6,922,246	4,497,190	-
Exit 10	1,883,939	1,351,660	532,279	-
Totals - business-type activities	<u>14,763,759</u>	<u>9,724,409</u>	<u>5,039,350</u>	<u>-</u>
Totals	<u>\$ 138,685,630</u>	<u>\$ 57,240,152</u>	<u>\$ 56,254,803</u>	<u>\$ -</u>

E. Interfund Balances and Activity

1. Interfund Receivables and Payables

The composition of interfund balances as of December 31, 2006, is as follows:

Payable	General Fund	Nonmajor Governmental	Total
Nonmajor governmental	<u>\$ 8,032</u>	<u>\$ 180,005</u>	<u>\$ 188,037</u>

Interfund balances resulted from the time lag between the dates that (1) Interfund loans are repaid and (2) payments between funds are made.

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Interfund Transfers

Interfund transfers at December 31, 2006, were as follows:

Transfer From	General Fund	Major Governmental Funds	Nonmajor Governmental Funds	Total
Governmental:				
Major funds:				
Noblesville Building Corporation - Capital Projects	\$ -	\$ 784,794	\$ -	\$ 784,794
Redevelopment Authority - Debt Service	-	45,058	-	45,058
Redevelopment Authority - Capital Projects	-	4,010,003	-	4,010,003
Nonmajor governmental	<u>143,785</u>	<u>-</u>	<u>1,451,165</u>	<u>1,594,950</u>
Totals	<u>\$ 143,785</u>	<u>\$ 4,839,855</u>	<u>\$ 1,451,165</u>	<u>\$ 6,434,805</u>

The primary government typically uses transfers to fund ongoing operating subsidies and to transfer the portion of state-shared revenues from the general fund to the debt service fund for current-year debt service requirements.

F. Other Income

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

Description	General Fund	Noblesville Building Corporation - Capital Projects	Redevelopment Authority - Debt Service	Redevelopment Authority - Debt Service	Nonmajor Governmental Funds	Totals
Interest Earned	\$ 913,228	\$ 403,140	\$ 174,978	\$ 455,092	\$ 826,401	\$ 2,772,839
Rent of Property	41,000	-	-	-	61,981	102,981
Lease Rental Income	-	91,620	2,153,925	-	3,239,515	5,485,060
Refunds and Reimbursements	429,847	-	-	-	361,871	791,718
Miscellaneous	<u>1,697</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>91,976</u>	<u>93,673</u>
Totals	<u>\$ 1,385,772</u>	<u>\$ 494,760</u>	<u>\$ 2,328,903</u>	<u>\$ 455,092</u>	<u>\$ 4,581,744</u>	<u>\$ 9,246,271</u>

G. Leases

1. Operating Leases

The primary government has entered into various operating leases having initial or remaining noncancelable terms exceeding one year for copiers and a postage meter. Rental expenditures for these leases were \$29,735. The following is a schedule by years of future minimum rental payments as of December 31, 2006:

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2007	\$ 16,516
2008	14,776
2009	14,776
2010	14,011
2011	<u>11,500</u>
 Total	 <u>\$ 71,579</u>

2. Capital Leases

The primary government has entered into various capital leases for equipment for various departments including Police, Fire, Street, Emergency Medical Services, Park and Network. Future minimum lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2006, are as follows:

2007	\$ 813,404
2008	704,178
2009	607,475
2010	286,655
2011	<u>292,994</u>
 Total minimum lease payments	 2,704,706
 Less amount representing interest	 <u>235,477</u>
 Present value of net minimum lease payments	 <u>\$ 2,469,229</u>

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

	<u>Governmental Activities</u>
Machinery and equipment	\$ 2,837,765
Accumulated depreciation	<u>243,686</u>
 Total	 <u>\$ 2,594,079</u>

H. Long-Term Liabilities

1. General Obligation Bonds

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

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

Purpose	Interest Rates	Amount
2003 Redevelopment District Bonds (Field Dr Project)	1.50% to 5.00%	\$ 760,000
1998 Building Corporation Bonds (Commerce Park Infrastructure)	4.50% to 4.85%	1,545,000
2001 Building Corporation Bonds (Fire Station 2)	3.25% to 5.00%	1,110,000
2004 Building Corporation Bonds (Fire Stations 5 and 6)	2.00% to 5.00%	7,430,000
2004 Building Corporation Refunding Bonds (Public Safety Building)	2.00% to 4.00%	3,875,000
1999 Redevelopment Authority Bonds (Fox Prairie Golf Course Expansion)	4.50% to 5.75%	2,415,000
2001 Redevelopment Authority Bonds (Stoney Creek East)	3.75% to 5.35%	4,840,000
2003 Redevelopment Authority Bonds (Hague Rd/Field Dr)	4.00% to 5.00%	13,720,000
2003 Redevelopment Authority Bonds (Exit 10)	2.75% to 4.65%	23,880,000
2004 Redevelopment Authority Bonds (Little Chicago Road)	2.35% to 5.00%	7,200,000
2006 Redevelopment Authority Bonds (146th Street Expansion)	4.00% to 5.25%	44,370,000
2006 Redevelopment Authority Bonds (Hamilton Town Center)	4.50% to 5.00%	20,870,000
2005 Building Corporation Bonds (City Hall)	3.00% to 5.00%	17,040,000
Total		<u>\$ 149,055,000</u>

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

Year Ended December 31	Governmental Activities		Total
	Principal	Interest	
2007	\$ 2,405,000	\$ 6,956,899	\$ 9,361,899
2008	2,850,000	7,037,513	9,887,513
2009	3,480,000	6,921,187	10,401,187
2010	4,195,000	6,779,283	10,974,283
2011	10,445,000	10,547,546	20,992,546
2012-2016	30,690,000	28,095,396	58,785,396
2017-2021	39,945,000	19,513,435	59,458,435
2022-2026	32,795,000	10,180,097	42,975,097
2027-2031	21,490,000	2,531,182	24,021,182
2032-2036	760,000	18,375	778,375
Totals	<u>\$ 149,055,000</u>	<u>\$ 98,580,913</u>	<u>\$ 247,635,913</u>

2. Revenue Bonds

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

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Purpose	Interest Rates	Amount
2003 Refunding revenue bonds	2.00% to 5.00%	\$ 10,580,000
2006 Revenue bonds	4.125% to 4.250%	<u>7,370,000</u>
Total		<u>\$ 17,950,000</u>

Revenue bonds debt service requirements to maturity are as follows:

Year Ended December 31	Business-Type Activities		Total
	Principal	Interest	
2007	\$ 630,000	\$ 793,606	\$ 1,423,606
2008	650,000	777,588	1,427,588
2009	670,000	756,044	1,426,044
2010	695,000	731,416	1,426,416
2011	730,000	701,506	1,431,506
2012-2016	4,130,000	3,022,253	7,152,253
2017-2021	5,240,000	1,954,216	7,194,216
2022-2026	<u>5,205,000</u>	<u>644,017</u>	<u>5,849,017</u>
Totals	<u>\$ 17,950,000</u>	<u>\$ 9,380,646</u>	<u>\$ 27,330,646</u>

3. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2006, was as follows:

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Governmental activities:					
Bonds payable:					
General obligation	\$ 85,910,000	\$ 65,240,000	\$ 2,095,000	\$ 149,055,000	\$ 2,405,000
Plus premium amount	1,924,786	1,664,855	140,410	3,449,231	-
Less discount amount	(126,395)	-	(12,126)	(114,269)	-
Less deferral of loss	<u>(64,480)</u>	<u>-</u>	<u>(19,806)</u>	<u>(44,674)</u>	<u>-</u>
Total bonds payable	87,643,911	66,904,855	2,203,478	152,345,288	2,405,000
Bond anticipation note (net)	-	7,980,000	7,980,000	-	-
Compensated absences	858,004	1,094,250	1,004,976	947,278	892,424
Capital leases	2,106,816	926,182	563,769	2,469,229	703,417
Net pension obligation	<u>4,918,822</u>	<u>844,000</u>	<u>692,597</u>	<u>5,070,225</u>	<u>-</u>
Total governmental activities long-term liabilities	<u>\$ 95,527,553</u>	<u>\$ 77,749,287</u>	<u>\$ 12,444,820</u>	<u>\$ 160,832,020</u>	<u>\$ 4,000,841</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

<u>Primary Government</u>	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
Business-type activities:					
Revenue bonds payable:					
Wastewater Utility	\$ 13,905,000	\$ 7,370,000	\$ 3,325,000	\$ 17,950,000	\$ 440,000
Plus premium amount	449,361	-	47,222	402,139	-
Less discount amount	(1,253)	-	(1,253)	-	-
Less deferral of loss	(109,509)	-	(109,509)	-	-
Total bonds payable	14,243,599	7,370,000	3,261,460	18,352,139	440,000
Compensated absences	66,842	78,627	71,806	73,663	66,486
Total business-type activities long-term liabilities	\$ 14,310,441	\$ 7,448,627	\$ 3,333,266	\$ 18,425,802	\$ 506,486

The compensated absences are generally liquidated by the General Fund, Motor Vehicle Highway Fund, Park Fund, Park Nonreverting Operating Fund, and Wastewater Operating Fund.

I. Restricted Assets

The balances of restricted asset accounts in the enterprise funds are as follows:

Revenue bond and interest account	\$ 715,452
Revenue bond depreciation account	<u>1,001,823</u>
Total	\$ <u>1,717,275</u>

J. Unavailable Revenue

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

	<u>Taxes</u>	<u>Intergovernmental</u>	<u>Total</u>
Unavailable revenue:			
General	\$ 375,909	\$ 16,992	\$ 392,901
Motor vehicle highway	51,770	-	51,770
Park and recreation	22,208	-	22,208
Fire Station 2 debt	3,862	-	3,862
Public safety building debt bonds	27,928	-	27,928
Fire Stations 5 and 6 debt	17,529	-	17,529
Little Chicago Road debt	16,266	-	16,266
Cumulative capital improvement	-	12,325	12,325
Cumulative capital development	22,951	-	22,951
Cumulative building and fire fighting equipment	15,226	-	15,226
Redevelopment tax increment financing	11,884	-	11,884
Totals	\$ <u>565,533</u>	\$ <u>29,317</u>	\$ <u>594,850</u>

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

IV. Other Information

A. Risk Management

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

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

Medical Benefits to Employees, Retirees, and Dependents

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

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

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

	2006	2005
Unpaid claims, beginning of fiscal year	\$ 271,529	\$ 235,139
Incurred claims and changes in estimates	4,231,076	3,722,510
Claim payments	4,178,519	3,686,120
Unpaid claims, end of fiscal year	\$ 324,086	\$ 271,529

Job Related Illnesses or Injuries to Employees

During 1997, the primary government joined together with other governmental entities to form the Indiana Public Employers' Plan, Inc., a public entity risk pool currently operating as a common risk management and insurance program for approximately 515 member governmental entities. This risk

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

pool was formed in 1990. The purpose of the risk pool is to provide a medium for the funding and administration of benefits for job related illnesses or injuries to employees. The primary government pays an annual premium to the risk pool for its coverage. The risk pool is considered a self-sustaining risk pool that will provide coverage for its members for up to \$1,000,000 per insured event. The risk pool obtains independent coverage for insured events in excess of the \$1,000,000 limit.

B. Postemployment Benefits

In addition to the pension benefits described below, the primary government provides postemployment medical insurance benefits, as authorized by IC 5-10-8, to all employees who retire from the primary government with at least twenty years of service. Currently, seven retirees meet these eligibility requirements. The primary government and retirees each provide 50% of these postemployment benefits. Expenditures for those postemployment benefits are recognized on a pay-as-you-go basis. During the year ended December 31, 2006, expenditures of \$23,040 were recognized for postemployment benefits.

C. Subsequent Events – Change in Sick-Leave Policy

Full-time employees terminating their employment on or after January 1, 2007, are entitled to payment of their unused sick time based on their years of full-time service. Payments will be calculated at the employee's current base rate plus longevity rate. Unused sick time pay-out will be based on an established schedule ranging from 5 years (pay-out rate of 30%) to 20 years (pay-out rate of 100%).

D. Pension Plans

1. Agent Multiple-Employer and Single-Employer Defined Benefit Pension Plans

a. Public Employees' Retirement Fund

Plan Description

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

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

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for PERF are established by the Board of Trustees of PERF. The primary government's annual pension cost and related information, as provided by the actuary, is presented in this note.

Information to segregate the assets/liabilities and the actuarial study figures between the primary government and the Wastewater Utility is not available. Therefore, the prepaid for Net Pension Obligation (NPO) is considered an asset of the primary government and is presented in the governmental activities of the financial statements and is not presented as an asset of the proprietary funds.

b. 1925 Police Officers' Pension Plan

Plan Description

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

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the 1925 Police Officers' Pension Plan are established by state statute. The primary government's annual pension cost and related information as provided by the actuary, is presented in this note. Contributions and benefits of this plan are recognized when due and payable in accordance with the terms of this plan. Administrative costs of the plan are included in the annual operating budget of the fund. Contributions and benefits of this pension plan are recognized when due and payable in accordance with the terms of the plan.

The Net Pension Obligation (NPO) considered an obligation of the City as a whole and is reflected in the Statement of Net Assets.

c. 1937 Firefighters' Pension Plan

Plan Description

The primary government contributes to the 1937 Firefighters' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan was established by the plan administrator, as provided by state statute. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

Funding Policy and Annual Pension Cost

The contribution requirements of plan members for the 1937 Firefighters' Pension Plan are established by state statute. The primary government's annual pension cost and related information, as provided by the actuary, is presented in this note. Administrative costs of the plan are included in the annual operating budget of the fund. Contributions and benefits of this pension plan are recognized when due and payable in accordance with the terms of the plan.

The Net Pension Obligation (NPO) is considered an obligation of the City as a whole and is reflected in the Statement of Net Assets.

Actuarial Information for the Above Plans

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Annual required contribution	\$ 398,981	\$ 303,800	\$ 602,500
Interest on net pension obligation	(29,813)	116,100	179,100
Adjustment to annual required contribution	33,974	(140,600)	(216,900)
Annual pension cost	403,142	279,300	564,700
Contributions made	418,301	225,346	467,251
Increase (decrease) in net pension obligation	(15,159)	53,954	97,449
Net pension obligation, beginning of year	(411,215)	1,934,611	2,984,211
Net pension obligation, end of year	<u>\$ (426,374)</u>	<u>\$ 1,988,565</u>	<u>\$ 3,081,660</u>

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Contribution rates:			
City	5.75%	224%	654%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-06	01-01-06	01-01-06
Actuarial cost method	Entry age	Entry age	Entry age
Amortization method	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	40 years	20 years	20 years
Amortization period (from date)	07-01-97	12-31-97	12-31-97
Asset valuation method	75% of expected actuarial value plus 25% of market value	4 year phase in of unrealized and realized capital	4 year phase in of unrealized and realized capital

CITY OF NOBLESVILLE
 NOTES TO FINANCIAL STATEMENTS
 (Continued)

Actuarial Assumptions	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Investment rate of return	7.25%	6%	6%
Projected future salary increases:			
Total	5%	4%	4%
Attributed to inflation	4%	4%	4%
Attributed to merit/seniority	1%	0%	0%
Cost-of-living adjustments	2%	2.75/4%*	2.75/4%*

*2.75% converted members; 4% nonconverted members

Three Year Trend Information

	Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
PERF	06-30-04	\$ 289,645	116%	\$ (369,498)
	06-30-05	327,073	127%	(411,215)
	06-30-06	403,142	128%	(426,374)
1925 Police Officers' Pension Plan	12-31-03	412,100	51%	1,755,824
	12-31-04	444,800	60%	1,934,611
	12-31-05	279,300	81%	1,988,565
1937 Firefighters' Pension Plan	12-31-03	837,400	65%	2,669,348
	12-31-04	889,100	65%	2,984,211
	12-31-05	564,700	83%	3,081,660

Membership in the 1925 Police Officers' Pension Plan and the 1937 Firefighters' Pension Plan at January 1, 2004, was comprised of the following:

	1925 Police Officers' Pension	1937 Firefighters' Pension
Retirees and beneficiaries currently receiving benefits	10	20
Terminated employees entitled to but Not yet receiving benefits	-	-
Current active employees	2	1

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

d. Financial Statements for Defined Benefits Plans

Statements of Fiduciary Net Assets:

<u>Assets</u>	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>	<u>Total</u>
Cash and cash equivalents	\$ 660,820	\$ 853,737	\$ 1,514,557
Receivables:			
Taxes	<u>3,862</u>	<u>7,725</u>	<u>11,587</u>
Total assets	<u>664,682</u>	<u>861,462</u>	<u>1,526,144</u>
 <u>Liabilities</u>			
Unavailable revenue	<u>3,862</u>	<u>7,725</u>	<u>11,587</u>
 <u>Net Assets</u>			
Held in trust for pension benefit obligations	<u>\$ 660,820</u>	<u>\$ 853,737</u>	<u>\$ 1,514,557</u>

Statements of Changes in Fiduciary Net Assets:

<u>Additions</u>	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>	<u>Total</u>
Contributions:			
Employer	\$ 98,323	\$ 196,643	\$ 294,966
Intergovernmental	<u>117,405</u>	<u>252,190</u>	<u>369,595</u>
Total contributions	<u>215,728</u>	<u>448,833</u>	<u>664,561</u>
Investment income:			
Interest	<u>12,715</u>	<u>14,895</u>	<u>27,610</u>
Total additions	<u>228,443</u>	<u>463,728</u>	<u>692,171</u>
 <u>Deductions</u>			
Benefits and refunds paid to plan members and beneficiaries	<u>174,407</u>	<u>447,388</u>	<u>621,795</u>
Changes in net assets	54,036	16,340	70,376
Net assets - beginning	<u>606,784</u>	<u>837,397</u>	<u>1,444,181</u>
Net assets -ending	<u>\$ 660,820</u>	<u>\$ 853,737</u>	<u>\$ 1,514,557</u>

CITY OF NOBLESVILLE
NOTES TO FINANCIAL STATEMENTS
(Continued)

2. Cost-Sharing, Multiple-Employer Defined Benefit Pension Plans

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

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

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

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

Public Employees' Retirement Fund
Harrison Building, Room 800
143 West Market Street
Indianapolis, IN 46204
Ph. (317) 233-4162

Funding Policy and Annual Pension Costs

Plan members are required to contribute 6% of the first-class police officers' and firefighters' salary and the primary government is to contribute at an actuarially determined rate. The current rate, which has not changed since the inception of the plan, is 21% of the first-class police officers' and firefighters' salary. The contribution requirements of plan members and the primary government are established by the Board of Trustees of PERF. The primary government's contributions to the plan for the years ending December 31, 2006, 2005, and 2004, were \$1,634,086, \$1,392,667, and \$1,312,433, respectively, equal to the required contributions for each year.

Required Supplementary Information

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Public Employees' Retirement Fund

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
07-01-04	\$ 3,216,565	\$ 3,957,949	\$ (741,384)	81%	\$ 5,682,331	(13%)
07-01-05	3,509,819	4,732,680	(1,222,861)	74%	6,154,037	(20%)
07-01-06	4,156,005	5,185,034	(1,029,029)	80%	6,991,451	(15%)

1925 Police Officers' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-01	\$ 336,256	\$ 3,882,100	\$ (3,545,844)	9%	\$ 77,000	(4,605%)
01-01-02	327,305	3,416,200	(3,088,895)	10%	80,600	(3,832%)
01-01-03	485,969	3,506,700	(3,020,731)	14%	94,400	(3,200%)
01-01-04	506,188	4,471,700	(3,965,512)	11%	90,000	(4,406%)
01-01-05	546,004	3,911,400	(3,365,396)	14%	88,400	(3,807%)
01-01-06	606,784	4,110,700	(3,503,916)	15%	91,000	(3,850%)

1937 Firefighters' Pension Plan

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-01	\$ 144,520	\$ 7,544,400	\$ (7,399,880)	2%	\$ 114,900	(6,440%)
01-01-02	176,949	7,410,500	(7,233,551)	2%	120,300	(6,013%)
01-01-03	543,163	7,808,600	(7,265,437)	7%	126,000	(5,766%)
01-01-04	694,212	8,691,200	(7,996,988)	8%	134,300	(5,955%)
01-01-05	801,665	8,048,800	(7,247,135)	10%	132,000	(5,490%)
01-01-06	837,397	7,003,500	(6,166,103)	12%	45,400	(13,582%)

The Note to Required Supplementary Information is an integral part of the required supplementary information.

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

1925 Police Officers' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12-31-00	\$ 413,900	31%	18%
12-31-01	411,700	20%	20%
12-31-02	378,100	22%	33%
12-31-03	482,300	21%	23%
12-31-04	533,400	19%	24%
12-31-05	303,800	34%	40%

1937 Firefighters' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12-31-00	\$ 738,500	20%	19%
12-31-01	787,100	30%	19%
12-31-02	802,800	33%	30%
12-31-03	944,400	35%	23%
12-31-04	1,023,700	33%	23%
12-31-05	602,500	34%	44%

The Note to Required Supplementary Information is an integral part of the required supplementary information.

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended December 31, 2006

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Revenues:				
Taxes:				
Property	\$ 10,616,776	\$ 10,616,776	\$ 11,258,398	\$ 641,622
Licenses and permits	1,240,200	1,240,200	1,342,320	102,120
Intergovernmental	9,260,395	9,260,395	8,885,095	(375,300)
Charges for services	2,079,200	2,079,200	2,183,663	104,463
Fines and forfeits	73,500	73,500	101,043	27,543
Other	839,565	839,565	1,477,514	637,949
Total revenues	24,109,636	24,109,636	25,248,033	1,138,397
Expenditures:				
Current:				
General government:				
Board of Works:				
Personal services	221,806	215,806	184,347	31,459
Supplies	30,264	49,463	39,781	9,682
Other services and charges	2,169,167	2,202,313	2,133,884	68,429
Capital outlay	6,600	12,600	11,878	722
Total Board of Works	2,427,837	2,480,182	2,369,890	110,292
Mayor:				
Personal services	279,603	280,933	274,014	6,919
Supplies	12,600	12,831	11,416	1,415
Other services and charges	113,294	113,795	46,545	67,250
Capital outlay	500	500	500	-
Total Mayor	405,997	408,059	332,475	75,584
Clerk-Treasurer:				
Personal services	215,556	217,556	206,665	10,891
Supplies	8,125	8,125	8,096	29
Other services and charges	52,694	50,768	-	50,768
Capital outlay	2,000	2,000	1,750	250
Total Clerk-Treasurer	278,375	278,449	216,511	61,938
Planning:				
Personal services	1,054,741	1,048,372	1,020,066	28,306
Supplies	30,666	36,015	33,434	2,581
Other services and charges	85,463	94,033	72,429	21,604
Capital outlay	33,460	34,772	32,895	1,877
Total Planning	1,204,330	1,213,192	1,158,824	54,368
Court:				
Personal services	164,669	183,669	180,799	2,870
Supplies	2,550	2,550	2,373	177
Other services and charges	13,185	13,185	9,225	3,960
Capital outlay	500	500	500	-
Total Court	180,904	199,904	192,897	7,007

The Note to the Required Supplementary Information is an integral part of the required supplementary information.

Continued on next page

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended December 31, 2006
(Continued)

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (continued):				
Current (continued):				
General government (continued):				
Network Administrator:				
Personal services	169,151	169,151	166,906	2,245
Supplies	9,140	9,140	8,503	637
Other services and charges	99,757	99,757	99,178	579
Total Network Administrator	278,048	278,048	274,587	3,461
Council:				
Personal services	90,563	90,563	87,864	2,699
Supplies	300	300	241	59
Other services and charges	83,487	83,487	59,031	24,456
Capital outlay	3,115,535	3,115,535	-	3,115,535
Total Council	3,289,885	3,289,885	147,136	3,142,749
Human Resources:				
Personal services	131,316	131,316	123,775	7,541
Supplies	1,500	1,500	1,422	78
Other services and charges	14,698	15,891	13,053	2,838
Total Human Resources	147,514	148,707	138,250	10,457
Economic Development:				
Personal services	196,320	185,220	177,286	7,934
Supplies	5,930	5,530	4,109	1,421
Other services and charges	621,017	744,800	261,573	483,227
Capital outlay	5,600	22,000	21,677	323
Total Economic Development	828,867	957,550	464,645	492,905
Engineering:				
Personal services	542,543	542,543	556,838	(14,295)
Supplies	26,972	26,972	25,559	1,413
Other services and charges	317,102	362,339	296,524	65,815
Capital outlay	350,500	546,298	545,753	545
Total Engineering	1,237,117	1,478,152	1,424,674	53,478
Total general government	10,278,874	10,732,128	6,719,889	4,012,239
Public safety:				
Police:				
Personal services	5,294,703	5,299,352	5,240,387	58,965
Supplies	369,640	281,337	278,467	2,870
Other services and charges	628,599	651,998	640,289	11,709
Capital outlay	345,484	452,624	452,388	236
Total Police	6,638,426	6,685,311	6,611,531	73,780

The Note to Required Supplementary Information is an integral part of the required supplementary information.

Continued on next page

CITY OF NOBLESVILLE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULE
GENERAL FUND
For The Year Ended December 31, 2006
(Continued)

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (continued):				
Public safety (continued):				
Fire:				
Personal services	8,223,979	8,295,721	8,023,056	272,665
Supplies	130,270	157,234	145,870	11,364
Other services and charges	532,639	558,129	536,435	21,694
Capital outlay	98,650	269,410	103,078	166,332
Total Fire	8,985,538	9,280,494	8,808,439	472,055
Emergency Medical Service:				
Personal services	21,000	42,653	16,328	26,325
Supplies	104,318	279,032	129,895	149,137
Other services and charges	42,700	42,700	42,579	121
Capital outlay	81,256	80,256	79,662	594
Total Emergency Medical Service	249,274	444,641	268,464	176,177
Volunteer Police:				
Personal services	4,369	4,369	3,701	668
Supplies	3,031	3,031	2,894	137
Other services and charges	13,806	13,806	11,704	2,102
Capital outlay	11,630	11,630	-	11,630
Total Volunteer Police	32,836	32,836	18,299	14,537
Communications:				
Personal services	1,085,773	1,035,022	1,013,247	21,775
Supplies	5,600	6,047	4,750	1,297
Other services and charges	203,874	204,349	201,705	2,644
Capital outlay	6,000	57,000	54,768	2,232
Total Communications	1,301,247	1,302,418	1,274,470	27,948
Total public safety	17,207,321	17,745,700	16,981,203	764,497
Total expenditures	27,486,195	28,477,828	23,701,092	4,776,736
Net change in fund balances	(3,376,559)	(4,368,192)	1,546,941	5,915,133
Fund balance - beginning	7,530,417	7,530,417	7,530,417	-
Fund balance - December 31	\$ 4,153,858	\$ 3,162,225	\$ 9,077,358	\$ 5,915,133

The Note to Required Supplementary Information is an integral part of the required supplementary information.

CITY OF NOBLESVILLE
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGET/GAAP RECONCILIATION
 GENERAL FUND
 For The Year Ended December 31, 2006

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

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

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

	General
Excess of revenues and other financing sources over expenditures and other financing uses (budgetary basis)	\$ 1,546,941
Adjustments:	
To adjust revenues for accruals	1,130,706
To adjust expenditures for accruals	(1,340,955)
Excess of revenues and other financing sources over expenditures and other financing uses (GAAP basis)	\$ 1,336,692

The Note to Required Supplementary Information is an integral part of the required supplementary information.

CITY OF NOBLESVILLE
NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

Note I. Budgets and Budgetary Accounting

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

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

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

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

Major funds:

General

Nonmajor funds:

Special revenue:

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

Debt service:

City Hall Debt
Fire Station 2 Debt
Public Safety Building Debt Bonds
Fire Station Five and Six Debt
Little Chicago Road Debt

Capital projects:

Cumulative Capital Improvement
Cumulative Capital Development
Cumulative Building and Fire Fighting Equipment

Supplemental Schedules

NONMAJOR GOVERNMENTAL FUNDS

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

Motor Vehicle Highway -	To account for street construction and the operations of the street and maintenance department. Financing is provided by a specific annual property tax levy and by state motor vehicle highway distributions.
Local Road and Street -	To account for operation and maintenance of local and arterial road and street systems. Financing is provided by state gasoline tax distributions.
Local Law Enforcement Continuing Education -	To account for expenditures related to continuing education of law enforcement officers employed by the City. Financing is provided by fees collected for gun permit applications, accident report copies, motor checks, and the violation of City ordinances.
Park and Recreation -	To account for the operations of the City parks and activities sponsored by the parks department. Financing is provided by a specific annual property tax levy, charges for use of park facilities, and donations.
Park Nonreverting Operating -	To account for the operations of the City golf courses and special events. Financing is provided by golf revenue and fees charged for events.
Tree Board Nonreverting -	To account for Federal grant monies used for planting trees in urban areas.
Parking Meter -	To account for the acquisition and maintenance of parking lots. Financing is provided by fees collected for violation of City ordinance governing public parking.
Police Donation -	To account for donations received for police department expenditures.
Fire Donation -	To account for donations received for fire department expenditures.
Adult Probation -	To account for the costs incurred in the operation of a probation department. Financing is provided by fees collected from individuals receiving services from the probation department.
Communications -	To account for costs of projects or equipment for communication needs. Financing is provided by enhanced 911 collections.
Parking Lot Maintenance -	To account for the maintenance of the parking lot.
Curb and Sidewalk -	To account for joint venture between property owners and the City for the maintenance of curbs and sidewalks. Residents paid for the materials and the City provided the Labor.
Cultural Arts -	To account for a summer concert series. Financing is provided by donations from the community.

NONMAJOR GOVERNMENTAL FUNDS
(Continued)

Court Record -	To account for equipment or supplies used by the City Court. Financing is provided by fax fees.
Hazardous Materials -	To account for the Fire Department clean up of hazardous spills. Financing is provided by payment to the City by the responsible party.
Play-It Clean Campaign -	To account for a project to clean up the City. Financing was provided by donations.
Unemployment -	To account for the City's share of unemployment claims. Financing is provided by other funds of the City.
Deferral Program -	To account for fees collected from individuals involved in the deferral program and used to pay costs of prosecuting City ordinances.
Block Grant -	To account for State and Federal grant monies received by the City for various grant projects.
County Option Income Tax (COIT)	To account for expenditures related to the capital improvement projects financed by county option income tax revenues.
Levy Excess -	To account for tax distributions received in excess of tax levy that must be retained until January of the following year.
Build Indiana -	To account for Build Indiana grant monies (State Grant) for various city projects.
City Court -	To account for fines and fees collected by the city court.
Debt Service Funds - used to account for the accumulation of resources for, and retirement of, general long-term debt principal and interest. The primary government maintains the following nonmajor debt service funds:	
Fire Station 2 Debt -	To account for the accumulation of resources and payment of semiannual lease payments for Fire Station 2 through July 15, 2019. Financing is provided by an annual property tax levy.
Public Safety Building Debt Bonds -	To account for the accumulation of resources and payments of general obligation bonds issued for the renovation of the Public Safety Building. Financing is provided by an annual property tax levy.
Fire Stations 5 & 6 Debt -	To account for the accumulation of resources and payment of semiannual lease payments for Fire Stations 5 and 6 through January 15, 2025. Financing is provided by an annual property tax levy.
Little Chicago Road Debt -	To account for the accumulation of resources and payment of semiannual lease payments for Little Chicago Road through January 15, 2026. Financing is provided by an annual property tax levy.

NONMAJOR GOVERNMENTAL FUNDS
(Continued)

City Hall Debt -	To account for the accumulation of resources and payment of semiannual lease payments for City Hall through 2035. Financing is provided by an annual property tax levy.
146 th Street Extension -	To account for expenditures received from the Bond Anticipation Note to pay for up front costs associated with the 146 th Street Extension.
Economic Development Infrastructure Building Corporation -	To account for the accumulation of resources and payments of general obligation bonds issued by the Noblesville Economic Development Infrastructure Building Corporation (a component unit of the City of Noblesville). Financing is provided by semiannual lease payments from the County Option Income Tax (COIT), Public Safety Building Debt Bonds, and Redevelopment Tax Increment Financing funds.
Noblesville Building Corporation -	To account for the accumulation of resources and payments of general obligation bonds issued by the Noblesville Building Corporation (a component unit of the City of Noblesville). Financing is provided by semiannual lease payments from the County Option Income Tax (COIT), Fire Station Five and Six Debt Bonds and Redevelopment Tax Increment Financing funds.
Capital Projects Funds - used to account for acquisition and construction of major capital facilities other than those financed by proprietary funds. The primary government maintains the following nonmajor capital projects funds:	
Cumulative Capital Improvement -	To account for financial resources related to the improvement projects financed by state cigarette tax distributions.
Cumulative Capital Development -	To account for expenditures related to the capital improvements for the City. Financing is provided by a specific property tax levy.
Cumulative Building and Fire Fighting Equipment -	To account for expenditures related to the Fire Department capital improvements and acquisitions. Financing is provided by a specific annual property tax levy.
Park Nonreverting Capital -	To account for park expenditures related to long-term maintenance or capital improvements. Financing is provided by golf course revenue.
River Overlook -	To account for expenditures related to the capital improvements for a walking path along the river. Financing was provided through donations.
Streetscape -	To account for capital expenditures for the Downtown Streetscape project. Financing was provided by general obligation bonds.

NONMAJOR GOVERNMENTAL FUNDS

(Continued)

Park Impact Fee -	To account for expenditures relating to the maintenance, landscaping and development of parks. Financing is provided by permit charges assessed for new residential and commercial construction.
Road Impact Fee -	To account for expenditures relating to the maintenance of City streets. Financing is provided by permit charges assessed for new residential and commercial construction.
Field Drive Capital -	To account for the expenditures for capital improvements related to Field Drive infrastructure. Financing is provided by note and bond proceeds.
Redevelopment Tax Increment Financing -	To account for the expenditures for capital improvements. Financing is provided by an annual property tax levy.
Redevelopment Tax Increment Financing 2 -	To account for the expenditures for capital improvements related to extending wastewater services from Cumberland Road to the 146th Street. Financing was provided by general obligation bonds.
Stoney Creek East Tax Increment Financing -	To account for the expenditures for capital improvements related to Stoney Creek East infrastructure. Financing is provided by an annual property tax levy.
Business Park Tax Increment Financing -	To account for the expenditures for capital improvements related to Business Park infrastructure. Financing is provided by an annual property tax levy.
Corporate Campus Tax Increment Financing – West -	To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.
Corporate Campus Tax Increment Financing – East -	To account for the expenditures for capital improvements related to Corporate Campus infrastructure. Financing is provided by an annual property tax levy.
South Side Flood -	To account for funds received from a Federal Grant the City received to purchase property in the South Side Flood area.
Hollywood and Vine Tax Increment Financing -	To account for the expenditures for capital improvements related to the parking lot at the corner of S.R. 37 and Pleasant Street.
Hazel Dell Tax Increment Financing -	To account for the expenditures for capital improvements related to Hazel Dell Road expansion. Financing will be provided by bond proceeds in 2007.

NONMAJOR GOVERNMENTAL FUNDS
(Continued)

East Side Park -

To account for the expenditure of donated funds to purchase property located east of S.R. 37 for Park purposes.

FIDUCIARY FUNDS

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

Pension Trust Funds

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

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

Private-Purpose Trust Fund

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

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

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

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR GOVERNMENTAL FUNDS
 December 31, 2006

<u>Assets</u>	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
Cash and cash equivalents	\$ 8,050,678	\$ 2,975,356	\$ 13,629,942	\$ 24,655,976
Receivables (net of allowances for uncollectibles):				
Taxes	1,157,049	65,585	50,061	1,272,695
Accounts	2,359	-	-	2,359
Intergovernmental	280,074	-	12,325	292,399
Interfund receivable:				
Interfund loans	175,000	-	-	175,000
Interfund services provided and used	5,005	-	-	5,005
	<u>9,670,165</u>	<u>3,040,941</u>	<u>13,692,328</u>	<u>26,403,434</u>
Total assets	\$ 9,670,165	\$ 3,040,941	\$ 13,692,328	\$ 26,403,434
 <u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 123,130	\$ -	\$ 268,057	\$ 391,187
Accrued payroll and withholdings payable	84,294	-	-	84,294
Compensated absences	13,274	-	-	13,274
Interfund payable:				
Interfund loans	-	-	175,000	175,000
Interfund services provided and used	13,037	-	-	13,037
Due to state	16,169	-	-	16,169
Trust payable	4,654	-	-	4,654
Unavailable revenue	73,978	65,585	62,386	201,949
	<u>328,536</u>	<u>65,585</u>	<u>505,443</u>	<u>899,564</u>
Total liabilities	328,536	65,585	505,443	899,564
Fund balances:				
Reserved for:				
Encumbrances	93,109	-	-	93,109
Unreserved, reported in:				
Special revenue funds	9,248,520	-	-	9,248,520
Debt service funds	-	2,975,356	-	2,975,356
Capital projects funds	-	-	13,186,885	13,186,885
	<u>9,341,629</u>	<u>2,975,356</u>	<u>13,186,885</u>	<u>25,503,870</u>
Total fund balances	9,341,629	2,975,356	13,186,885	25,503,870
Total liabilities and fund balances	\$ 9,670,165	\$ 3,040,941	\$ 13,692,328	\$ 26,403,434

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
Revenues:				
Taxes:				
Property	\$ 6,536,262	\$ 2,921,514	\$ 5,229,809	\$ 14,687,585
Licenses and permits	11,385	-	573,698	585,083
Intergovernmental	2,203,454	295,525	496,792	2,995,771
Charges for services	1,029,422	-	289,203	1,318,625
Fines and forfeits	371,522	-	-	371,522
Other	252,654	3,485,665	843,425	4,581,744
	<u>10,404,699</u>	<u>6,702,704</u>	<u>7,432,927</u>	<u>24,540,330</u>
Total revenues				
Expenditures:				
Current:				
General government	407,764	675,000	-	1,082,764
Public safety	184,801	1,489,640	-	1,674,441
Highways and streets	3,850,000	573,000	-	4,423,000
Culture and recreation	1,881,389	-	-	1,881,389
Debt service:				
Principal	-	9,360,000	-	9,360,000
Interest	-	1,444,996	-	1,444,996
Capital outlay	3,365,875	-	6,232,272	9,598,147
	<u>9,689,829</u>	<u>13,542,636</u>	<u>6,232,272</u>	<u>29,464,737</u>
Total expenditures				
Excess (deficiency) of revenues over (under) expenditures	<u>714,870</u>	<u>(6,839,932)</u>	<u>1,200,655</u>	<u>(4,924,407)</u>
Other financing sources (uses):				
Financing by capital lease	926,182	-	-	926,182
Transfers in	241,300	9,865	1,200,000	1,451,165
Transfers out	(285,085)	(794,659)	(1,300,000)	(2,379,744)
Issuance of debt	-	7,980,000	-	7,980,000
	<u>882,397</u>	<u>7,195,206</u>	<u>(100,000)</u>	<u>7,977,603</u>
Total other financing sources and uses				
Net change in fund balances	1,597,267	355,274	1,100,655	3,053,196
Fund balances - beginning	<u>7,744,362</u>	<u>2,620,082</u>	<u>12,086,230</u>	<u>22,450,674</u>
Fund balances - ending	<u>\$ 9,341,629</u>	<u>\$ 2,975,356</u>	<u>\$ 13,186,885</u>	<u>\$ 25,503,870</u>

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2006

<u>Assets</u>	<u>Motor Vehicle Highway</u>	<u>Local Road and Street</u>	<u>Local Law Enforcement Continuing Education</u>	<u>Park and Recreation</u>	<u>Park Nonreverting Operating</u>
Cash and cash equivalents	\$ 926,119	\$ 19,849	\$ 12,603	\$ 217,256	\$ 38,961
Receivables (net of allowances for uncollectibles):					
Taxes	51,770	-	-	22,208	-
Accounts	877	-	-	20	-
Intergovernmental	148,548	88,799	-	-	-
Interfund receivable:					
Interfund loans	-	-	-	175,000	-
Interfund services provided and used	-	-	487	-	-
Total assets	<u>\$ 1,127,314</u>	<u>\$ 108,648</u>	<u>\$ 13,090</u>	<u>\$ 414,484</u>	<u>\$ 38,961</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 34,311	\$ 6,820	\$ -	\$ 13,811	\$ 7,642
Accrued payroll and withholdings payable	53,080	-	-	18,992	10,202
Compensated absences	6,747	-	-	6,194	333
Interfund payable:					
Interfund services provided and used	-	-	-	-	-
Due to state	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	51,770	-	-	22,208	-
Total liabilities	<u>145,908</u>	<u>6,820</u>	<u>-</u>	<u>61,205</u>	<u>18,177</u>
Fund balances:					
Reserved for:					
Encumbrances	38,228	-	-	16,473	-
Unreserved, reported in:					
Special revenue funds	943,178	101,828	13,090	336,806	20,784
Total fund balances	<u>981,406</u>	<u>101,828</u>	<u>13,090</u>	<u>353,279</u>	<u>20,784</u>
Total liabilities and fund balances	<u>\$ 1,127,314</u>	<u>\$ 108,648</u>	<u>\$ 13,090</u>	<u>\$ 414,484</u>	<u>\$ 38,961</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	<u>Tree Board</u>					
	<u>Nonreverting</u>	<u>Parking Meter</u>	<u>Police Donation</u>	<u>Fire Donation</u>	<u>Adult Probation</u>	
Cash and cash equivalents	\$ 554	\$ 327,894	\$ 6,682	\$ 11,012	\$ 3,959	
Receivables (net of allowances for uncollectibles):						
Taxes	-	-	-	-	-	
Accounts	-	1,462	-	-	-	
Intergovernmental	-	-	-	-	-	
Interfund receivable:						
Interfund loans	-	-	-	-	-	
Interfund services provided and used	-	-	-	-	-	
	<u>554</u>	<u>329,356</u>	<u>6,682</u>	<u>11,012</u>	<u>3,959</u>	
Total assets	\$ 554	\$ 329,356	\$ 6,682	\$ 11,012	\$ 3,959	
<u>Liabilities and Fund Balances</u>						
Liabilities:						
Accounts payable	\$ -	\$ 31	\$ 759	\$ 830	\$ -	
Accrued payroll and withholdings payable	-	1,548	-	-	472	
Compensated absences	-	-	-	-	-	
Interfund payable:						
Interfund services provided and used	-	-	-	-	-	
Due to state	-	-	-	-	-	
Trust payable	-	-	-	-	-	
Unavailable revenue	-	-	-	-	-	
	<u>-</u>	<u>1,579</u>	<u>759</u>	<u>830</u>	<u>472</u>	
Total liabilities	-	1,579	759	830	472	
Fund balances:						
Reserved for:						
Encumbrances	-	-	-	-	-	
Unreserved, reported in:						
Special revenue funds	554	327,777	5,923	10,182	3,487	
	<u>554</u>	<u>327,777</u>	<u>5,923</u>	<u>10,182</u>	<u>3,487</u>	
Total fund balances	554	327,777	5,923	10,182	3,487	
Total liabilities and fund balances	\$ 554	\$ 329,356	\$ 6,682	\$ 11,012	\$ 3,959	

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	<u>Communications</u>	<u>Parking Lot Maintenance</u>	<u>Curb and Sidewalk</u>	<u>Cultural Arts</u>	<u>Court Record</u>
Cash and cash equivalents	\$ 61,617	\$ 3,750	\$ 83	\$ 9,951	\$ 7,125
Receivables (net of allowances for uncollectibles):					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Intergovernmental	42,727	-	-	-	-
Interfund receivable:					
Interfund loans	-	-	-	-	-
Interfund services provided and used	-	-	-	-	83
Total assets	<u>\$ 104,344</u>	<u>\$ 3,750</u>	<u>\$ 83</u>	<u>\$ 9,951</u>	<u>\$ 7,208</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ 899	\$ -
Accrued payroll and withholdings payable	-	-	-	-	-
Compensated absences	-	-	-	-	-
Interfund payable:	-	-	-	-	-
Interfund services provided and used	-	-	-	-	-
Due to state	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>899</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	104,344	3,750	83	9,052	7,208
Total fund balances	<u>104,344</u>	<u>3,750</u>	<u>83</u>	<u>9,052</u>	<u>7,208</u>
Total liabilities and fund balances	<u>\$ 104,344</u>	<u>\$ 3,750</u>	<u>\$ 83</u>	<u>\$ 9,951</u>	<u>\$ 7,208</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	<u>Hazardous Materials</u>	<u>Play-It Clean Campaign</u>	<u>Unemployment</u>	<u>Deferral Program</u>	<u>Block Grant</u>
Cash and cash equivalents	\$ 3,976	\$ 4	\$ 45	\$ 308	\$ 152
Receivables (net of allowances for uncollectibles):					
Taxes	-	-	-	-	-
Accounts	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Interfund receivable:					
Interfund loans	-	-	-	-	-
Interfund services provided and used	-	-	-	4,435	-
Total assets	<u>\$ 3,976</u>	<u>\$ 4</u>	<u>\$ 45</u>	<u>\$ 4,743</u>	<u>\$ 152</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 85	\$ -	\$ -	\$ 125	\$ -
Accrued payroll and withholdings payable	-	-	-	-	-
Compensated absences	-	-	-	-	-
Interfund payable:					
Interfund services provided and used	-	-	-	-	-
Due to state	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>85</u>	<u>-</u>	<u>-</u>	<u>125</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	3,891	4	45	4,618	152
Total fund balances	<u>3,891</u>	<u>4</u>	<u>45</u>	<u>4,618</u>	<u>152</u>
Total liabilities and fund balances	<u>\$ 3,976</u>	<u>\$ 4</u>	<u>\$ 45</u>	<u>\$ 4,743</u>	<u>\$ 152</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR SPECIAL REVENUE FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	County Option Income Tax (COIT)	Levy Excess	Build Indiana	City Court	Totals
Cash and cash equivalents	\$ 6,364,918	\$ -	\$ -	\$ 33,860	\$ 8,050,678
Receivables (net of allowances for uncollectibles):					
Taxes	1,083,071	-	-	-	1,157,049
Accounts	-	-	-	-	2,359
Intergovernmental	-	-	-	-	280,074
Interfund receivable:					
Interfund loans	-	-	-	-	175,000
Interfund services provided and used	-	-	-	-	5,005
Total assets	\$ 7,447,989	\$ -	\$ -	\$ 33,860	\$ 9,670,165
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 57,817	\$ -	\$ -	\$ -	\$ 123,130
Accrued payroll and withholdings payable	-	-	-	-	84,294
Compensated absences	-	-	-	-	13,274
Interfund payable:					
Interfund services provided and used	-	-	-	13,037	13,037
Due to state	-	-	-	16,169	16,169
Trust payable	-	-	-	4,654	4,654
Unavailable revenue	-	-	-	-	73,978
Total liabilities	57,817	-	-	33,860	328,536
Fund balances:					
Reserved for:					
Encumbrances	38,408	-	-	-	93,109
Unreserved, reported in:					
Special revenue funds	7,351,764	-	-	-	9,248,520
Total fund balances	7,390,172	-	-	-	9,341,629
Total liabilities and fund balances	\$ 7,447,989	\$ -	\$ -	\$ 33,860	\$ 9,670,165

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR DEBT SERVICE FUNDS
 December 31, 2006

<u>Assets</u>	<u>Fire Station 2 Debt</u>	<u>Public Safety Building Debt Bonds</u>	<u>Fire Stations 5 & 6 Debt</u>	<u>Little Chicago Road Debt</u>	<u>City Hall Debt</u>
Cash and cash equivalents	\$ 90,913	\$ 407,176	\$ 307,072	\$ 280,916	\$ 475,081
Receivables (net of allowances for uncollectibles):					
Taxes	<u>3,862</u>	<u>27,928</u>	<u>17,529</u>	<u>16,266</u>	<u>-</u>
Total assets	<u>\$ 94,775</u>	<u>\$ 435,104</u>	<u>\$ 324,601</u>	<u>\$ 297,182</u>	<u>\$ 475,081</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Unavailable revenue	<u>\$ 3,862</u>	<u>\$ 27,928</u>	<u>\$ 17,529</u>	<u>\$ 16,266</u>	<u>\$ -</u>
Total liabilities	<u>3,862</u>	<u>27,928</u>	<u>17,529</u>	<u>16,266</u>	<u>-</u>
Fund balances:					
Unreserved, reported in:					
Debt service funds	<u>90,913</u>	<u>407,176</u>	<u>307,072</u>	<u>280,916</u>	<u>475,081</u>
Total fund balances	<u>90,913</u>	<u>407,176</u>	<u>307,072</u>	<u>280,916</u>	<u>475,081</u>
Total liabilities and fund balances	<u>\$ 94,775</u>	<u>\$ 435,104</u>	<u>\$ 324,601</u>	<u>\$ 297,182</u>	<u>\$ 475,081</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR DEBT SERVICE FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	146th Street Extension	Economic Development Infrastructure Building Corporation	Noblesville Building Corporation	Totals
Cash and cash equivalents	\$ -	\$ 572,313	\$ 841,885	\$ 2,975,356
Receivables (net of allowances for uncollectibles):				
Taxes	-	-	-	65,585
Total assets	<u>\$ -</u>	<u>\$ 572,313</u>	<u>\$ 841,885</u>	<u>\$ 3,040,941</u>
 <u>Liabilities and Fund Balances</u>				
Liabilities:				
Unavailable revenue	\$ -	\$ -	\$ -	\$ 65,585
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>65,585</u>
Fund balances:				
Unreserved, reported in:				
Debt service funds	-	572,313	841,885	2,975,356
Total fund balances	<u>-</u>	<u>572,313</u>	<u>841,885</u>	<u>2,975,356</u>
Total liabilities and fund balances	<u>\$ -</u>	<u>\$ 572,313</u>	<u>\$ 841,885</u>	<u>\$ 3,040,941</u>

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 December 31, 2006

<u>Assets</u>	Cumulative Capital Improvement	Cumulative Capital Development	Cumulative Building and Fire Fighting Equipment	Park Nonreverting Capital	River Overlook
Cash and cash equivalents	\$ 149,711	\$ 865,469	\$ 1,119,823	\$ 24,747	\$ 10
Receivables (net of allowances for uncollectibles):					
Taxes	-	22,951	15,226	-	-
Intergovernmental	<u>12,325</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total assets	<u>\$ 162,036</u>	<u>\$ 888,420</u>	<u>\$ 1,135,049</u>	<u>\$ 24,747</u>	<u>\$ 10</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 16,763	\$ 8,172	\$ -	\$ -
Interfund payable:					
Interfund loan	-	-	-	175,000	-
Unavailable revenue	<u>12,325</u>	<u>22,951</u>	<u>15,226</u>	<u>-</u>	<u>-</u>
Total liabilities	<u>12,325</u>	<u>39,714</u>	<u>23,398</u>	<u>175,000</u>	<u>-</u>
Fund balances:					
Reserved for:					
Unreserved, reported in:					
Capital projects funds	<u>149,711</u>	<u>848,706</u>	<u>1,111,851</u>	<u>(150,253)</u>	<u>10</u>
Total fund balances	<u>149,711</u>	<u>848,706</u>	<u>1,111,851</u>	<u>(150,253)</u>	<u>10</u>
Total liabilities and fund balances	<u>\$ 162,036</u>	<u>\$ 888,420</u>	<u>\$ 1,135,049</u>	<u>\$ 24,747</u>	<u>\$ 10</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	<u>Streetscape</u>	<u>Park Impact Fee</u>	<u>Road Impact Fee</u>	<u>Field Drive Capital</u>	<u>Redevelopment Tax Increment Financing</u>
Cash and cash equivalents	\$ 1,133	\$ 1,837,266	\$ 4,852,761	\$ 881,655	\$ 447,148
Receivables (net of allowances for uncollectibles):					
Taxes	-	-	-	-	11,884
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 1,133</u>	<u>\$ 1,837,266</u>	<u>\$ 4,852,761</u>	<u>\$ 881,655</u>	<u>\$ 459,032</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 125,102	\$ -	\$ -	\$ 118,020
Interfund payable:					
Interfund loan	-	-	-	-	-
Unavailable revenue	-	-	-	-	11,884
Total liabilities	<u>-</u>	<u>125,102</u>	<u>-</u>	<u>-</u>	<u>129,904</u>
Fund balances:					
Reserved for:					
Unreserved, reported in:					
Capital projects funds	<u>1,133</u>	<u>1,712,164</u>	<u>4,852,761</u>	<u>881,655</u>	<u>329,128</u>
Total fund balances	<u>1,133</u>	<u>1,712,164</u>	<u>4,852,761</u>	<u>881,655</u>	<u>329,128</u>
Total liabilities and fund balances	<u>\$ 1,133</u>	<u>\$ 1,837,266</u>	<u>\$ 4,852,761</u>	<u>\$ 881,655</u>	<u>\$ 459,032</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	Redevelopment Tax Increment Financing 2	Stoney Creek East Tax Increment Financing	Business Park Tax Increment Financing	Corporate Campus Tax Increment Financing - West	Corporate Campus Tax Increment Financing - East
Cash and cash equivalents	\$ 9,862	\$ 732,134	\$ 192,280	\$ 875,655	\$ 222,201
Receivables (net of allowances for uncollectibles):					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 9,862</u>	<u>\$ 732,134</u>	<u>\$ 192,280</u>	<u>\$ 875,655</u>	<u>\$ 222,201</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ -
Interfund payable:					
Interfund loan	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	-	-	-	-	-
Fund balances:					
Reserved for:					
Unreserved, reported in:					
Capital projects funds	<u>9,862</u>	<u>732,134</u>	<u>192,280</u>	<u>875,655</u>	<u>222,201</u>
Total fund balances	<u>9,862</u>	<u>732,134</u>	<u>192,280</u>	<u>875,655</u>	<u>222,201</u>
Total liabilities and fund balances	<u>\$ 9,862</u>	<u>\$ 732,134</u>	<u>\$ 192,280</u>	<u>\$ 875,655</u>	<u>\$ 222,201</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING BALANCE SHEET
 NONMAJOR CAPITAL PROJECTS FUNDS
 December 31, 2006
 (Continued)

<u>Assets</u>	<u>South Side Flood</u>	<u>Hollywood and Vine Tax Increment Financing</u>	<u>Hazell Dell Tax Increment Financing</u>	<u>East Side Park</u>	<u>Totals</u>
Cash and cash equivalents	\$ 73,080	\$ 130,229	\$ 14,778	\$ 1,200,000	\$ 13,629,942
Receivables (net of allowances for uncollectibles):					
Taxes	-	-	-	-	50,061
Intergovernmental	-	-	-	-	12,325
Total assets	\$ 73,080	\$ 130,229	\$ 14,778	\$ 1,200,000	\$ 13,692,328
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 268,057
Interfund payable:					
Interfund loan	-	-	-	-	175,000
Unavailable revenue	-	-	-	-	62,386
Total liabilities	-	-	-	-	505,443
 Fund balances:					
Reserved for:					
Unreserved, reported in:					
Capital projects funds	73,080	130,229	14,778	1,200,000	13,186,885
Total fund balances	73,080	130,229	14,778	1,200,000	13,186,885
 Total liabilities and fund balances	\$ 73,080	\$ 130,229	\$ 14,778	\$ 1,200,000	\$ 13,692,328

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2006

	Motor Vehicle Highway	Local Road and Street	Local Law Enforcement Continuing Education	Park and Recreation	Park Nonreverting Operating
Revenues:					
Taxes:					
Property	\$ 1,194,597	\$ -	\$ -	\$ 748,780	\$ -
Licenses and permits	-	-	9,090	-	-
Intergovernmental	1,571,224	509,518	-	74,762	-
Charges for services	2,160	-	8,770	12,117	867,700
Fines and forfeits	-	-	7,890	-	-
Other	6,844	-	97	77,172	27,619
Total revenues	2,774,825	509,518	25,847	912,831	895,319
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	20,945	-	-
Highways and streets	2,424,918	1,378,596	-	-	-
Culture and recreation	-	-	-	883,826	967,955
Capital outlay	42,335	-	-	110,102	185,284
Total expenditures	2,467,253	1,378,596	20,945	993,928	1,153,239
Excess (deficiency) of revenues over (under) expenditures	307,572	(869,078)	4,902	(81,097)	(257,920)
Other financing sources:					
Financing by capital lease	-	867,805	-	-	58,377
Transfers in	-	-	-	-	232,000
Transfers out	-	-	-	-	-
Total other financing sources and uses	-	867,805	-	-	290,377
Net change in fund balances	307,572	(1,273)	4,902	(81,097)	32,457
Fund balances - beginning	673,834	103,101	8,188	434,376	(11,673)
Fund balances - ending	\$ 981,406	\$ 101,828	\$ 13,090	\$ 353,279	\$ 20,784

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Tree Board Nonreverting	Parking Meter	Police Donation	Fire Donation	Adult Probation
Revenues:					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	96,523	-	-	-
Fines and forfeits	-	-	-	-	1,825
Other	-	5,571	13,629	4,988	22
Total revenues	-	102,094	13,629	4,988	1,847
Expenditures:					
Current:					
General government	464	72,725	-	-	-
Public safety	-	-	14,670	6,290	12,904
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
Total expenditures	464	72,725	14,670	6,290	12,904
Excess (deficiency) of revenues over (under) expenditures	(464)	29,369	(1,041)	(1,302)	(11,057)
Other financing sources:					
Financing by capital lease	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources and uses	-	-	-	-	-
Net change in fund balances	(464)	29,369	(1,041)	(1,302)	(11,057)
Fund balances - beginning	1,018	298,408	6,964	11,484	14,544
Fund balances - ending	\$ 554	\$ 327,777	\$ 5,923	\$ 10,182	\$ 3,487

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	<u>Communications</u>	<u>Parking Lot Maintenance</u>	<u>Curb and Sidewalk</u>	<u>Cultural Arts</u>	<u>Court Record</u>
Revenues:					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	2,295	-	-	-	-
Intergovernmental	42,727	-	-	-	-
Charges for services	42,152	-	-	-	-
Fines and forfeits	-	-	-	-	1,115
Other	-	-	-	29,778	-
	<u>87,174</u>	<u>-</u>	<u>-</u>	<u>29,778</u>	<u>1,115</u>
Total revenues					
Expenditures:					
Current:					
General government	-	-	-	-	508
Public safety	9,650	-	-	-	-
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	29,608	-
Capital outlay	-	-	-	-	-
	<u>9,650</u>	<u>-</u>	<u>-</u>	<u>29,608</u>	<u>508</u>
Total expenditures					
Excess (deficiency) of revenues over (under) expenditures	<u>77,524</u>	<u>-</u>	<u>-</u>	<u>170</u>	<u>607</u>
Other financing sources:					
Financing by capital lease	-	-	-	-	-
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses					
Net change in fund balances	<u>77,524</u>	<u>-</u>	<u>-</u>	<u>170</u>	<u>607</u>
Fund balances - beginning	<u>26,820</u>	<u>3,750</u>	<u>83</u>	<u>8,882</u>	<u>6,601</u>
Fund balances - ending	<u>\$ 104,344</u>	<u>\$ 3,750</u>	<u>\$ 83</u>	<u>\$ 9,052</u>	<u>\$ 7,208</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Hazardous Materials	Play-It Clean Campaign	Unemployment	Deferral Program	Block Grant
Revenues:					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	5,223
Charges for services	-	-	-	-	-
Fines and forfeits	-	-	-	45,267	-
Other	6,538	-	-	733	-
	<u>6,538</u>	<u>-</u>	<u>-</u>	<u>46,000</u>	<u>5,223</u>
Total revenues	<u>6,538</u>	<u>-</u>	<u>-</u>	<u>46,000</u>	<u>5,223</u>
Expenditures:					
Current:					
General government	-	-	18,642	-	-
Public safety	4,073	-	-	110,025	6,244
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Capital outlay	-	-	-	-	-
	<u>4,073</u>	<u>-</u>	<u>18,642</u>	<u>110,025</u>	<u>6,244</u>
Total expenditures	<u>4,073</u>	<u>-</u>	<u>18,642</u>	<u>110,025</u>	<u>6,244</u>
Excess (deficiency) of revenues over (under) expenditures	<u>2,465</u>	<u>-</u>	<u>(18,642)</u>	<u>(64,025)</u>	<u>(1,021)</u>
Other financing sources:					
Financing by capital lease	-	-	-	-	-
Transfers in	-	-	9,300	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>9,300</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>9,300</u>	<u>-</u>	<u>-</u>
Net change in fund balances	2,465	-	(9,342)	(64,025)	(1,021)
Fund balances - beginning	<u>1,426</u>	<u>4</u>	<u>9,387</u>	<u>68,643</u>	<u>1,173</u>
Fund balances - ending	<u>\$ 3,891</u>	<u>\$ 4</u>	<u>\$ 45</u>	<u>\$ 4,618</u>	<u>\$ 152</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	County Option Income Tax (COIT)	Levy Excess	Build Indiana	City Court	Totals
Revenues:					
Taxes:					
Property	\$ 4,592,885	\$ -	\$ -	\$ -	\$ 6,536,262
Licenses and permits	-	-	-	-	11,385
Intergovernmental	-	-	-	-	2,203,454
Charges for services	-	-	-	-	1,029,422
Fines and forfeits	-	-	-	315,425	371,522
Other	79,663	-	-	-	252,654
	<u>4,672,548</u>	<u>-</u>	<u>-</u>	<u>315,425</u>	<u>10,404,699</u>
Total revenues					
Expenditures:					
Current:					
General government	-	-	-	315,425	407,764
Public safety	-	-	-	-	184,801
Highways and streets	46,486	-	-	-	3,850,000
Culture and recreation	-	-	-	-	1,881,389
Capital outlay	3,028,154	-	-	-	3,365,875
	<u>3,074,640</u>	<u>-</u>	<u>-</u>	<u>315,425</u>	<u>9,689,829</u>
Total expenditures					
Excess (deficiency) of revenues over (under) expenditures	<u>1,597,908</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>714,870</u>
Other financing sources:					
Financing by capital lease	-	-	-	-	926,182
Transfers in	-	-	-	-	241,300
Transfers out	(241,300)	(43,785)	-	-	(285,085)
	<u>(241,300)</u>	<u>(43,785)</u>	<u>-</u>	<u>-</u>	<u>882,397</u>
Total other financing sources and uses					
Net change in fund balances	1,356,608	(43,785)	-	-	1,597,267
Fund balances - beginning	<u>6,033,564</u>	<u>43,785</u>	<u>-</u>	<u>-</u>	<u>7,744,362</u>
Fund balances - ending	<u>\$ 7,390,172</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 9,341,629</u>

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 For The Year Ended December 31, 2006

	Fire Station 2 Debt	Public Safety Building Debt Bonds	Fire Stations 5 & 6 Debt	Little Chicago Road Debt	City Hall Debt
Revenues:					
Taxes:					
Property	\$ 92,051	\$ 615,105	\$ 665,076	\$ 504,092	\$ 1,045,190
Intergovernmental	11,688	61,677	66,711	50,558	104,891
Other	<u>31,324</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total revenues	<u>135,063</u>	<u>676,782</u>	<u>731,787</u>	<u>554,650</u>	<u>1,150,081</u>
Expenditures:					
General government	-	-	-	-	675,000
Public safety	120,640	752,000	617,000	-	-
Highways and streets	-	-	-	573,000	-
Debt service:					
Principal	-	-	-	-	-
Interest	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>120,640</u>	<u>752,000</u>	<u>617,000</u>	<u>573,000</u>	<u>675,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>14,423</u>	<u>(75,218)</u>	<u>114,787</u>	<u>(18,350)</u>	<u>475,081</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Issuance of debt	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	14,423	(75,218)	114,787	(18,350)	475,081
Fund balances - beginning	<u>76,490</u>	<u>482,394</u>	<u>192,285</u>	<u>299,266</u>	<u>-</u>
Fund balances - ending	<u>\$ 90,913</u>	<u>\$ 407,176</u>	<u>\$ 307,072</u>	<u>\$ 280,916</u>	<u>\$ 475,081</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR DEBT SERVICE FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	146th Street Expansion	Economic Development Infrastructure Building Corporation	Noblesville Building Corporation	Totals
Revenues:				
Taxes:				
Property	\$ -	\$ -	\$ -	\$ 2,921,514
Intergovernmental	-	-	-	295,525
Other	170,000	1,593,993	1,690,348	3,485,665
Total revenues	<u>170,000</u>	<u>1,593,993</u>	<u>1,690,348</u>	<u>6,702,704</u>
Expenditures:				
General government	-	-	-	675,000
Public safety	-	-	-	1,489,640
Highways and streets	-	-	-	573,000
Debt service:				
Principal	7,980,000	895,000	485,000	9,360,000
Interest	170,000	151,750	1,123,246	1,444,996
Total expenditures	<u>8,150,000</u>	<u>1,046,750</u>	<u>1,608,246</u>	<u>13,542,636</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(7,980,000)</u>	<u>547,243</u>	<u>82,102</u>	<u>(6,839,932)</u>
Other financing sources (uses):				
Transfers in	-	-	9,865	9,865
Transfers out	-	-	(794,659)	(794,659)
Issuance of debt	7,980,000	-	-	7,980,000
Total other financing sources and uses	<u>7,980,000</u>	<u>-</u>	<u>(784,794)</u>	<u>7,195,206</u>
Net change in fund balances	-	547,243	(702,692)	355,274
Fund balances - beginning	<u>-</u>	<u>25,070</u>	<u>1,544,577</u>	<u>2,620,082</u>
Fund balances - ending	<u>\$ -</u>	<u>\$ 572,313</u>	<u>\$ 841,885</u>	<u>\$ 2,975,356</u>

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2006

	Cumulative Capital Improvement	Cumulative Capital Development	Cumulative Building and Fire Fighting Equipment	Park Nonreverting Capital	River Overlook
Revenues:					
Taxes:					
Property	\$ -	\$ 646,366	\$ 428,819	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	140,578	65,163	43,005	-	-
Charges for services	-	-	-	109,876	-
Other	10,000	45,452	9,061	-	-
Total revenues	<u>150,578</u>	<u>756,981</u>	<u>480,885</u>	<u>109,876</u>	<u>-</u>
Expenditures:					
Capital outlay	48,871	453,150	258,113	63,012	-
Excess (deficiency) of revenues over (under) expenditures	<u>101,707</u>	<u>303,831</u>	<u>222,772</u>	<u>46,864</u>	<u>-</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	(100,000)	-	-	-	-
Total other financing sources and uses	<u>(100,000)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,707	303,831	222,772	46,864	-
Fund balances - beginning	<u>148,004</u>	<u>544,875</u>	<u>888,879</u>	<u>(197,117)</u>	<u>10</u>
Fund balances - ending	<u>\$ 149,711</u>	<u>\$ 848,706</u>	<u>\$ 1,111,651</u>	<u>\$ (150,253)</u>	<u>\$ 10</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Streetscape	Park Impact Fee	Road Impact Fee	Field Drive Capital	Redevelopment Tax Increment Financing
Revenues:					
Taxes:					
Property	\$ -	\$ -	\$ -	\$ -	\$ 1,706,432
Licenses and permits	-	125,961	447,737	-	-
Intergovernmental	-	-	-	-	16,373
Charges for services	-	-	-	-	-
Other	-	-	-	14,314	77,000
Total revenues	-	125,961	447,737	14,314	1,799,805
Expenditures:					
Capital outlay	-	940,839	668,373	177	2,017,360
Excess (deficiency) of revenues over (under) expenditures	-	(814,878)	(220,636)	14,137	(217,555)
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	(1,200,000)	-	-
Total other financing sources and uses	-	-	(1,200,000)	-	-
Net change in fund balances	-	(814,878)	(1,420,636)	14,137	(217,555)
Fund balances - beginning	1,133	2,527,042	6,273,397	867,518	546,683
Fund balances - ending	\$ 1,133	\$ 1,712,164	\$ 4,852,761	\$ 881,655	\$ 329,128

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Redevelopment Tax Increment Financing 2	Stoney Creek East Tax Increment Financing	Business Park Tax Increment Financing	Corporate Campus Tax Increment Financing - West	Corporate Campus Tax Increment Financing - East
Revenues:					
Taxes:					
Property	\$ -	\$ 1,380,746	\$ 315,692	\$ 584,652	\$ 24,108
Licenses and permits	-	-	-	-	-
Intergovernmental	-	12,865	3,119	5,068	390
Charges for services	-	-	-	-	179,327
Other	238	671,598	9,162	5,756	-
Total revenues	<u>238</u>	<u>2,065,209</u>	<u>327,973</u>	<u>595,476</u>	<u>203,825</u>
Expenditures:					
Capital outlay	-	1,404,647	241,748	-	-
Excess (deficiency) of revenues over (under) expenditures	<u>238</u>	<u>660,562</u>	<u>86,225</u>	<u>595,476</u>	<u>203,825</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	238	660,562	86,225	595,476	203,825
Fund balances - beginning	<u>9,624</u>	<u>71,572</u>	<u>106,055</u>	<u>280,179</u>	<u>18,376</u>
Fund balances - ending	<u>\$ 9,862</u>	<u>\$ 732,134</u>	<u>\$ 192,280</u>	<u>\$ 875,655</u>	<u>\$ 222,201</u>

Continued on next page

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NONMAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	South Side Flood	Hollywood and Vine Tax Increment Financing	Hazell Dell Tax Increment Financing	East Side Park	Totals
Revenues:					
Taxes:					
Property	\$ -	\$ 128,216	\$ 14,778	\$ -	\$ 5,229,809
Licenses and permits	-	-	-	-	573,698
Intergovernmental	209,062	1,169	-	-	496,792
Charges for services	-	-	-	-	289,203
Other	-	844	-	-	843,425
	<u>-</u>	<u>844</u>	<u>-</u>	<u>-</u>	<u>843,425</u>
Total revenues	<u>209,062</u>	<u>130,229</u>	<u>14,778</u>	<u>-</u>	<u>7,432,927</u>
Expenditures:					
Capital outlay	135,982	-	-	-	6,232,272
	<u>135,982</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>6,232,272</u>
Excess (deficiency) of revenues over (under) expenditures	<u>73,080</u>	<u>130,229</u>	<u>14,778</u>	<u>-</u>	<u>1,200,655</u>
Other financing sources (uses):					
Transfers in	-	-	-	1,200,000	1,200,000
Transfers out	-	-	-	-	(1,300,000)
	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,200,000</u>	<u>(100,000)</u>
Total other financing sources and uses	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,200,000</u>	<u>(100,000)</u>
Net change in fund balances	<u>73,080</u>	<u>130,229</u>	<u>14,778</u>	<u>1,200,000</u>	<u>1,100,655</u>
Fund balances - beginning	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>12,086,230</u>
Fund balances - ending	<u>\$ 73,080</u>	<u>\$ 130,229</u>	<u>\$ 14,778</u>	<u>\$ 1,200,000</u>	<u>\$ 13,186,885</u>

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006

	Motor Vehicle Highway				Local Road and Street			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ 1,205,256	\$ 1,205,256	\$ 1,194,596	\$ (10,660)	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	939,092	939,092	1,524,121	585,029	384,642	384,642	490,379	105,737
Charges for services	1,500	1,500	1,375	(125)	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	25,000	25,000	6,753	(18,247)	-	-	-	-
Total revenues	2,170,848	2,170,848	2,726,845	555,997	384,642	384,642	490,379	105,737
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	1,852,079	1,852,079	1,831,084	20,995	-	-	-	-
Supplies	350,534	390,449	316,402	74,047	-	-	-	-
Other services and charges	377,712	393,566	377,867	15,699	400,000	520,000	519,710	290
Capital	42,000	42,550	42,335	215	-	-	-	-
Total highways and streets	2,622,325	2,678,644	2,567,688	110,956	400,000	520,000	519,710	290
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	2,622,325	2,678,644	2,567,688	110,956	400,000	520,000	519,710	290
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	(451,477)	(507,796)	159,157	666,953	(15,358)	(135,358)	(29,331)	106,027
Fund balances - beginning	766,962	766,962	766,962	-	49,180	49,180	49,180	-
Fund balances - December 31	\$ 315,485	\$ 259,166	\$ 926,119	\$ 666,953	\$ 33,822	\$ (86,178)	\$ 19,849	\$ 106,027

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Local Law Enforcement Continuing Education				Park and Recreation			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ -	\$ -	\$ -	\$ -	\$ 755,666	\$ 755,666	\$ 748,780	\$ (6,886)
Licenses and permits	3,000	3,000	9,090	6,090	-	-	-	-
Intergovernmental	-	-	-	-	70,672	70,672	74,762	4,090
Charges for services	7,600	7,600	8,772	1,172	-	-	12,117	12,117
Fines and forfeits	9,000	9,000	7,890	(1,110)	-	-	-	-
Other	-	-	-	-	168,500	168,500	172,152	3,652
Total revenues	19,600	19,600	25,752	6,152	994,838	994,838	1,007,811	12,973
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	16,497	16,497	14,933	1,564	-	-	-	-
Supplies	6,000	6,000	6,000	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	22,497	22,497	20,933	1,564	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	695,674	666,371	662,038	4,333
Supplies	-	-	-	-	51,959	54,791	53,598	1,193
Other services and charges	-	-	-	-	178,181	166,735	161,783	4,952
Capital	-	-	-	-	81,296	145,326	31,641	113,685
Total culture and recreation	-	-	-	-	1,007,110	1,033,223	909,060	124,163
Capital outlay	-	-	-	-	115,000	115,000	110,221	4,779
Total expenditures	22,497	22,497	20,933	1,564	1,122,110	1,148,223	1,019,281	128,942
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	(2,897)	(2,897)	4,819	7,716	(127,272)	(153,385)	(11,470)	141,915
Fund balances - beginning	7,811	7,811	7,811	-	228,726	228,726	228,726	-
Fund balances - December 31	\$ 4,914	\$ 4,914	\$ 12,630	\$ 7,716	\$ 101,454	\$ 75,341	\$ 217,256	\$ 141,915

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Park Nonreverting Operating				Parking Meter			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	867,699	867,699	99,000	99,000	95,061	(3,939)
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	259,619	259,619	-	-	5,571	5,571
Total revenues	-	-	1,127,318	1,127,318	99,000	99,000	100,632	1,632
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	62,142	62,142	53,277	8,865
Supplies	-	-	-	-	4,134	4,634	2,955	1,679
Other services and charges	-	-	-	-	9,897	18,397	9,658	8,739
Capital	-	-	-	-	1,500	1,500	925	575
Total general government	-	-	-	-	77,673	86,673	66,815	19,858
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	466,683	455,356	515,039	(59,683)	-	-	-	-
Supplies	155,956	163,346	165,589	(2,243)	-	-	-	-
Other services and charges	524,822	534,935	206,992	327,943	-	-	-	-
Capital	199,171	200,093	25,900	174,193	-	-	-	-
Total culture and recreation	1,346,632	1,353,730	913,520	440,210	-	-	-	-
Capital outlay	200,000	200,000	190,575	9,425	6,000	6,000	5,930	70
Total expenditures	1,546,632	1,553,730	1,104,095	449,635	83,673	92,673	72,745	19,928
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	(1,546,632)	(1,553,730)	23,223	1,576,953	15,327	6,327	27,887	21,560
Fund balances - beginning	15,738	15,738	15,738	-	300,007	300,007	300,007	-
Fund balances - December 31	<u>\$ (1,530,894)</u>	<u>\$ (1,537,992)</u>	<u>\$ 38,961</u>	<u>\$ 1,576,953</u>	<u>\$ 315,334</u>	<u>\$ 306,334</u>	<u>\$ 327,894</u>	<u>\$ 21,560</u>

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Adult Probation				County Option Income Tax			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	2,818,666	2,818,666	2,807,147	(11,519)
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	2,200	2,200	1,825	(375)	-	-	-	-
Other	-	-	22	22	-	-	79,663	79,663
Total revenues	2,200	2,200	1,847	(353)	2,818,666	2,818,666	2,886,810	68,144
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	-	-	-	-	-	-	-	-
Public safety:								
Personal services	13,024	13,024	12,904	120	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	13,024	13,024	12,904	120	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	5,971,826	6,067,018	3,269,454	2,797,564
Total expenditures	13,024	13,024	12,904	120	5,971,826	6,067,018	3,269,454	2,797,564
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	(10,824)	(10,824)	(11,057)	(233)	(3,153,160)	(3,248,352)	(382,644)	2,865,708
Fund balances - beginning	15,016	15,016	15,016	-	6,747,562	6,747,562	6,747,562	-
Fund balances - December 31	\$ 4,192	\$ 4,192	\$ 3,959	\$ (233)	\$ 3,594,402	\$ 3,499,210	\$ 6,364,918	\$ 2,865,708

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	City Hall Debt				Fire Station 2 Debt			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ 1,055,399	\$ 1,055,399	\$ 1,045,190	\$ (10,209)	\$ 92,875	\$ 92,875	\$ 92,051	\$ (824)
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	98,704	98,704	104,891	6,187	8,686	8,686	11,687	3,001
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	31,325	31,325
Total revenues	<u>1,154,103</u>	<u>1,154,103</u>	<u>1,150,081</u>	<u>(4,022)</u>	<u>101,561</u>	<u>101,561</u>	<u>135,063</u>	<u>33,502</u>
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	675,000	675,000	675,000	-	-	-	-	-
Total general government	<u>675,000</u>	<u>675,000</u>	<u>675,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	77,673	77,673	121,000	(43,327)
Total public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>77,673</u>	<u>77,673</u>	<u>121,000</u>	<u>(43,327)</u>
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	<u>675,000</u>	<u>675,000</u>	<u>675,000</u>	<u>-</u>	<u>77,673</u>	<u>77,673</u>	<u>121,000</u>	<u>(43,327)</u>
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	<u>479,103</u>	<u>479,103</u>	<u>475,081</u>	<u>(4,022)</u>	<u>23,888</u>	<u>23,888</u>	<u>14,063</u>	<u>(9,825)</u>
Fund balances - beginning	-	-	-	-	76,850	76,850	76,850	-
Fund balances - December 31	<u>\$ 479,103</u>	<u>\$ 479,103</u>	<u>\$ 475,081</u>	<u>\$ (4,022)</u>	<u>\$ 100,738</u>	<u>\$ 100,738</u>	<u>\$ 90,913</u>	<u>\$ (9,825)</u>

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Public Safety Building Debt Bonds				Fire Stations Five & Six Debt			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ 620,575	\$ 620,575	\$ 615,105	\$ (5,470)	\$ 671,234	\$ 671,234	\$ 665,076	\$ (6,158)
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	58,236	58,236	61,677	3,441	62,775	62,775	66,711	3,936
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
Total revenues	678,811	678,811	676,782	(2,029)	734,009	734,009	731,787	(2,222)
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	752,000	752,000	752,000	-	617,000	617,000	617,000	-
Capital	-	-	-	-	-	-	-	-
Total general government	752,000	752,000	752,000	-	617,000	617,000	617,000	-
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	-	-	-	-	-	-	-	-
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	-	-	-	-	-	-	-	-
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	-	-	-	-	-	-	-	-
Capital outlay	-	-	-	-	-	-	-	-
Total expenditures	752,000	752,000	752,000	-	617,000	617,000	617,000	-
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	-	-	-	-	-	-	-	-
Net change in fund balances	(73,189)	(73,189)	(75,218)	(2,029)	117,009	117,009	114,787	(2,222)
Fund balances - beginning	482,394	482,394	482,394	-	192,285	192,285	192,285	-
Fund balances - December 31	<u>\$ 409,205</u>	<u>\$ 409,205</u>	<u>\$ 407,176</u>	<u>\$ (2,029)</u>	<u>\$ 309,294</u>	<u>\$ 309,294</u>	<u>\$ 307,072</u>	<u>\$ (2,222)</u>

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Little Chicago Road Debt				Cumulative Capital Improvement			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ 508,703	\$ 508,703	\$ 504,092	\$ (4,611)	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	47,577	47,577	50,558	2,981	99,493	99,493	140,578	41,085
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	10,000	10,000
Total revenues	<u>556,280</u>	<u>556,280</u>	<u>554,650</u>	<u>(1,630)</u>	<u>99,493</u>	<u>99,493</u>	<u>150,578</u>	<u>51,085</u>
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	573,000	573,000	573,000	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	<u>573,000</u>	<u>573,000</u>	<u>573,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>112,000</u>	<u>112,000</u>	<u>48,871</u>	<u>63,129</u>
Total expenditures	<u>573,000</u>	<u>573,000</u>	<u>573,000</u>	<u>-</u>	<u>112,000</u>	<u>112,000</u>	<u>48,871</u>	<u>63,129</u>
Other financing sources (uses):								
Transfers out	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(100,000)</u>	<u>(100,000)</u>
Net change in fund balances	(16,720)	(16,720)	(18,350)	(1,630)	(12,507)	(12,507)	1,707	14,214
Fund balances - beginning	299,266	299,266	299,266	-	148,004	148,004	148,004	-
Fund balances - December 31	<u>\$ 282,546</u>	<u>\$ 282,546</u>	<u>\$ 280,916</u>	<u>\$ (1,630)</u>	<u>\$ 135,497</u>	<u>\$ 135,497</u>	<u>\$ 149,711</u>	<u>\$ 14,214</u>

Continued on next page

CITY OF NOBLESVILLE
 BUDGETARY COMPARISON SCHEDULES
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2006
 (Continued)

	Cumulative Capital Development				Cumulative Building and Fire Fighting Equipment			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes:								
Property	\$ 652,237	\$ 652,237	\$ 646,366	\$ (5,871)	\$ 338,738	\$ 338,738	\$ 428,818	\$ 90,080
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	60,999	60,999	65,163	4,164	26,760	26,760	43,006	16,246
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	45,452	45,452	-	-	9,061	9,061
Total revenues	<u>713,236</u>	<u>713,236</u>	<u>756,981</u>	<u>43,745</u>	<u>365,498</u>	<u>365,498</u>	<u>480,885</u>	<u>115,387</u>
Expenditures:								
Current:								
General government:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total general government	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Public safety:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Total public safety	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Highways and streets:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total highways and streets	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Culture and recreation:								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
Total culture and recreation	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Capital outlay	<u>791,000</u>	<u>831,109</u>	<u>833,749</u>	<u>(2,640)</u>	<u>339,661</u>	<u>339,661</u>	<u>249,941</u>	<u>89,720</u>
Total expenditures	<u>791,000</u>	<u>831,109</u>	<u>833,749</u>	<u>(2,640)</u>	<u>339,661</u>	<u>339,661</u>	<u>249,941</u>	<u>89,720</u>
Other financing sources (uses):								
Transfers out	-	-	-	-	-	-	-	-
Total other financing sources (uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(77,764)	(117,873)	(76,768)	41,105	25,837	25,837	230,944	205,107
Fund balances - beginning	942,237	942,237	942,237	-	888,879	888,879	888,879	-
Fund balances - December 31	<u>\$ 864,473</u>	<u>\$ 824,364</u>	<u>\$ 865,469</u>	<u>\$ 41,105</u>	<u>\$ 914,716</u>	<u>\$ 914,716</u>	<u>\$ 1,119,823</u>	<u>\$ 205,107</u>

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 FIDUCIARY FUNDS
 December 31, 2006

	Pension Trust Funds		
	Police Pension	Fire Pension	Totals
<u>Assets</u>			
Cash and cash equivalents	\$ 660,820	\$ 853,737	\$ 1,514,557
Receivables:			
Taxes	3,862	7,725	11,587
Total assets	<u>664,682</u>	<u>861,462</u>	<u>1,526,144</u>
<u>Liabilities</u>			
Unavailable revenue	3,862	7,725	11,587
<u>Net Assets</u>			
Held in trust for:			
Employees' pension benefits	<u>660,820</u>	<u>853,737</u>	<u>1,514,557</u>
Total net assets	<u>\$ 660,820</u>	<u>\$ 853,737</u>	<u>\$ 1,514,557</u>

CITY OF NOBLESVILLE
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 NONMAJOR FIDUCIARY FUNDS
 For The Year Ended December 31, 2006

	Pension Trust Funds		
	Police Pension	Fire Pension	Totals
<u>Additions</u>			
Contributions:			
Employer	\$ 98,322	\$ 196,643	\$ 294,965
Intergovernmental	117,406	252,190	369,596
Total contributions	215,728	448,833	664,561
Investment income:			
Interest	12,715	14,895	27,610
Total additions	228,443	463,728	692,171
<u>Deductions</u>			
Payments in accordance with trust agreements	174,407	447,388	621,795
Changes in net assets	54,036	16,340	70,376
Net assets - beginning	606,784	837,397	1,444,181
Net assets - ending	\$ 660,820	\$ 853,737	\$ 1,514,557

CITY OF NOBLESVILLE
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUND
For The Year Ended December 31, 2006

	Payroll Withholdings
Assets:	
Cash and cash equivalents - January 1, 2006	\$ 183,143
Additions	10,264,155
Deductions	(10,249,847)
Cash and cash equivalents - December 31, 2006	197,451
Total assets - December 31, 2006	\$ 197,451
 Liabilities:	
Payroll withholdings payable - January 1, 2006	\$ 183,143
Additions	10,264,155
Deductions	(10,249,847)
Payroll withholdings payable - December 31, 2006	197,451
Total assets - December 31, 2006	\$ 197,451

STATISTICAL SECTION

Statistical Section

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

<u>Contents</u>	<u>Page</u>
Financial Trends These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	107-111
Revenue Capacity These schedules contain information to help the reader assess the City's most significant local revenue source , property tax.	113-117
Debt Capacity These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	118-123
Demographic and Economic Information These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	124-127
Operating Information These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.	128-130

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year. The City implemented GASB Statement 34 in 2003; schedules presenting government-wide information include information beginning in that year.

[This Page Intentionally Left Blank]

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

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003 *</u>
Governmental Activities:				
Invested in capital assets, net of related debt	\$ 122,567,745	\$ 99,520,872	\$ 82,009,761	\$ 71,874,501
Restricted	1,607,990	1,356,836	6,731,844	7,864,532
Unrestricted	<u>11,441,257</u>	<u>14,745,448</u>	<u>4,747,818</u>	<u>6,075,466</u>
Total governmental activities net assets	<u>\$ 135,616,992</u>	<u>\$ 115,623,156</u>	<u>\$ 93,489,423</u>	<u>\$ 85,814,499</u>
Business - Type Activities:				
Invested in capital assets, net of related debt	\$ 56,974,554	\$ 51,602,046	\$ 45,676,516	\$ 41,073,217
Restricted	1,717,275	1,654,786	1,408,424	1,524,961
Unrestricted	<u>26,856,156</u>	<u>22,405,018</u>	<u>19,365,768</u>	<u>14,332,674</u>
Total business - type activities net assets	<u>\$ 85,547,985</u>	<u>\$ 75,661,850</u>	<u>\$ 66,450,708</u>	<u>\$ 56,930,852</u>
Primary government:				
Invested in capital assets, net of related debt	\$ 179,542,299	\$ 151,122,918	\$ 127,686,277	\$ 112,947,718
Restricted	3,325,265	3,011,622	8,140,268	9,389,493
Unrestricted	<u>38,297,413</u>	<u>37,150,466</u>	<u>24,113,586</u>	<u>20,408,140</u>
Total primary government net assets	<u>\$ 221,164,977</u>	<u>\$ 191,285,006^a</u>	<u>\$ 159,940,131</u>	<u>\$ 142,745,351</u>

The City of Noblesville implemented GASB 34 for the fiscal year ended December 31, 2003. Information prior to the implementation of GASB 34 is not available.

* Governmental Activities amounts for 2003 were restated in 2004 to include additional capital assets.

^a Approximately 33% of the 2005 net asset increase was due to one time payments of wastewater tap fees and developer contributions of wastewater collection system assets. Another 22% was due to capital assets and infrastructure contributed by developers and infrastructure acquired through annexation.

CITY OF NOBLESVILLE
Changes in Net Assets
For the years ended December 31,

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
Expenses:				
Governmental Activities:				
General government	\$ 8,359,829	\$ 6,657,239	\$ 6,348,626	\$ 5,970,438
Public safety	18,782,406	18,071,974	14,889,511	13,884,319
Highways and streets	10,076,224	11,100,802	5,825,152	4,267,896
Culture and recreation	2,130,404	3,118,197	2,044,571	1,743,814
Capital Outlay *	-	-	-	2,089,076
Interest on long-term debt	4,472,514	4,925,787	3,250,764	3,996,924
Total governmental activities expenses	<u>43,821,377</u>	<u>43,873,999</u>	<u>32,358,624</u>	<u>31,952,467</u>
Business-Type Activities:				
Wastewater	4,897,159	6,036,462	4,908,398	5,405,729
Total business-type activities expenses	<u>4,897,159</u>	<u>6,036,462</u>	<u>4,908,398</u>	<u>5,405,729</u>
Total primary government expenses	<u>48,718,536</u>	<u>49,910,461</u>	<u>37,267,022</u>	<u>37,358,196</u>
Program Revenues:				
Governmental Activities:				
Charges for services:				
General Government	1,920,314	1,843,666	2,660,519	1,711,218
Public Safety	2,044,568	2,163,480	1,757,397	1,661,158
Highways and streets	3,111,325	2,929,185	1,571,658	1,722,519
Culture and recreation	2,314,207	2,494,759	1,738,371	1,250,089
Operating grants and contributions				
General Government	40,990	760,431	3,848	9,055,039 ^b
Public Safety	321,454	793,661	156,128	112,752
Highways and streets	4,297,129	4,207,127	1,472,769	1,603,351
Culture and recreation	119,298	734,666	123,967	83,907
Capital grants and contributions				
General Government	424,803	3,330,430	73,127	4,243,170
Public Safety	52,067	74,482	43,463	40,318
Highways and streets	15,290,162	13,859,985 ^a	5,577,548	58,968
Culture and recreation	-	155,000	39,701	-
Total governmental activities revenues	<u>29,936,317</u>	<u>33,346,872</u>	<u>15,218,496</u>	<u>21,542,489</u>
Business-Type Activities:				
Wastewater:				
Charges for services	10,081,629	9,999,960	9,800,980	8,717,327
Operating grants and contributions	-	-	167	478
Capital grants and contributions	3,347,996	4,669,631	4,461,900	4,155,742
Total business-type activities revenues	<u>13,429,625</u>	<u>14,669,591</u>	<u>14,263,047</u>	<u>12,873,547</u>
Total primary government revenues	<u>43,365,942</u>	<u>48,016,463</u>	<u>29,481,543</u>	<u>34,416,036</u>
Net Revenues (expenses):				
Governmental activities	(13,885,060)	(10,527,127)	(17,140,128)	(10,409,978)
Business-type activities	8,532,466	8,633,129	9,354,649	7,467,818
Total net revenues (expenses):	<u>(5,352,594)</u>	<u>(1,893,998)</u>	<u>(7,785,479)</u>	<u>(2,942,160)</u>

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

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General revenues and other changes in net assets:				
Governmental activities:				
Taxes:				
Property Taxes	18,938,695	17,690,397	13,622,792	11,487,257
Food and beverage tax	786,550	92,843 ^c	-	-
County Option income tax ^b	9,684,323	11,960,197	8,735,420	-
Financial institutions tax	69,533	75,661	-	-
Auto and aircraft excise tax ^b	961,210	1,002,165	1,015,497	-
Commercial vehicle excise tax	20,057	20,340	-	-
State cigarette tax ^b	42,882	23,932	146,725	-
Gaming tax	247,622	180,281	180,281	-
Other taxes	80,738	86,717	204,712	-
Other Miscellaneous	521,137	389,597	525,768	535,739
Unrestricted investment earnings	2,526,149	1,138,730	383,857	279,044
Transfers	-	-	-	12,549,758
Total Governmental activities:	<u>33,878,896</u>	<u>32,660,860</u>	<u>24,815,052</u>	<u>24,851,798</u>
Business - Type activities:				
Other Miscellaneous	6,507	19,937	2,285	2,785
Unrestricted investment earnings	1,347,162	558,076	162,922	185,920
Transfers	-	-	-	(12,549,758)
Total Business - Type activities:	<u>1,353,669</u>	<u>578,013</u>	<u>165,207</u>	<u>(12,361,053)</u>
Total Primary Government	<u>35,232,565</u>	<u>33,238,873</u>	<u>24,980,259</u>	<u>12,490,745</u>
Change in net assets				
Governmental activities	19,993,836	22,133,733	7,674,924	14,441,820
Business-type activities	9,886,135	9,211,142	9,519,856	(4,893,235)
Total primary government	<u>\$ 29,879,971</u>	<u>\$ 31,344,875</u>	<u>\$ 17,194,780</u>	<u>\$ 9,548,585</u>

The City of Noblesville implemented GASB 34 for the fiscal year ended December 31, 2003. Information prior to the implementation of GASB 34 is not available.

* Capital Outlay Expense is allocated by function after 2003

Notes:

^a The increase is due to infrastructure (roadways, right of ways, storm sewers) contibuted by developers or acquired in annexations.

^b Certain tax revenues were reported as operating contributions prior to 2004.

^c The food and beverage tax is a new local tax established in the last quarter of 2005.

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

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund				
Reserved	\$ 438,066	\$ 404,161	\$ 181,262	\$ 264,185
Unreserved	8,429,043	7,126,256	5,588,667	4,243,336
Total general fund	<u>\$ 8,867,109</u>	<u>\$ 7,530,417</u>	<u>\$ 5,769,929</u>	<u>\$ 4,507,521</u>
All other governmental funds:				
Reserved	\$ 93,109	\$ 157,343	\$ 119,502	\$ 677,137
Unreserved, reported in:				
Special revenue funds	9,248,520	7,612,249	1,703,223	1,263,375
Debt service funds	15,539,652 ^a	8,202,844	8,479,147	8,530,397
Capital projects funds	52,345,426 ^a	27,084,780	26,516,138	32,872,739
Total all other governmental funds	<u>\$ 77,226,707</u>	<u>\$ 43,057,216</u>	<u>\$ 36,818,010</u>	<u>\$ 43,343,648</u>

Note: The City of Noblesville has elected to present only four years of data for this schedule.

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

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

	2006	2005	2004	2003
Revenues				
Taxes	\$ 33,373,858 ^e	\$ 22,074,028 ^a	\$ 13,768,201	\$ 14,349,025
License and Permits	1,927,403	4,774,613	3,992,689	3,129,928
Intergovernmental	4,499,564 ^e	11,522,024	12,124,701	11,537,554
Charges for Services	3,488,269	7,400,288 ^b	3,136,888	2,722,277
Fines and Forfeits	472,565	437,111	555,854	489,444
Miscellaneous	9,246,271	6,333,400 ^c	1,099,802	954,215
Total Revenues	53,007,930	52,541,464	34,678,135	33,182,443
Expenditures				
General Government	7,642,116	6,124,743	5,955,690	5,584,024
Public Safety	17,752,179	15,047,287	12,634,594	12,361,224
Highways and Streets	5,859,767	2,523,005	2,087,222	3,235,819
Culture and Recreation	1,881,389	1,644,881	1,585,824	1,486,752
Capital Outlay	45,481,300 ^d	29,513,501	27,836,209	17,935,326
Debt Service:				
Principal	10,075,000	3,987,187	10,768,108	17,223,667
Interest	4,339,733	3,378,646	2,940,093	2,785,192
Issuance costs	281,300	283,596	432,775	952,518
Total Expenditures	93,312,784	62,502,846	64,240,515	61,564,522
Excess (deficiency) of revenues over (under) expenditures	(40,304,854)	(9,961,382)	(29,562,380)	(28,382,079)
Other Financing Sources (Uses)				
Financing by capital lease	926,182	234,705	3,101,586	-
Transfers in	6,434,805	1,336,881	11,478,444	21,983,242
Transfers out	(6,434,805)	(1,336,881)	(11,478,444)	(9,433,484)
Issuance of debt	74,884,855	17,040,000	21,225,000	43,970,000
Premium (discount) on issuance of debt	-	686,371	(27,436)	1,366,009
Total other financing sources (uses)	75,811,037	17,961,076	24,299,150	57,885,767
Net change in fund balance	\$ 35,506,183	\$ 7,999,694	\$ (5,263,230)	\$ 29,503,688
Debt service as a percentage of noncapital expenditures	<u>30.1%</u>	<u>22.3%</u>	<u>37.7%</u>	<u>45.9%</u>

Note: The City of Noblesville has elected to present only four years of data for this schedule.

^a Reflects increase in property taxes due to a combination of general levy increase to support growing areas, new debt service levies for fire station and road project bonds and additional tax increment revenues from growth in the City's economic development areas.

^b Increases in road and park impact fees from new development.

^c Reflects funds from the redevelopment authority for road maintenance and repair benefiting Corporate Campus.

^d See Management Discussion and Analysis.

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

[This Page Intentionally Left Blank]

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

Real Property						
	Residential	Commercial	Industry	Other (3)	Total Real Property	
2006	\$ 518,083,923	\$ 161,383,154	\$ 12,452,283	\$ 11,891,857	\$ 703,811,217	
2005	458,934,979	148,180,303	11,288,347	5,103,277	623,506,906	
2004	414,534,719	128,954,019	10,918,512	10,164,289	564,571,539	
2003	383,619,883	122,778,565	10,546,267	11,659,066	528,603,781	
2002	N/A	N/A	N/A	N/A	N/A	
2001	N/A	N/A	N/A	N/A	N/A	
2000	N/A	N/A	N/A	N/A	N/A	
1999	N/A	N/A	N/A	N/A	N/A	
1998	N/A	N/A	N/A	N/A	N/A	
1997	N/A	N/A	N/A	N/A	N/A	

Total						
	Personal Property	Total Real and Personal Property	Less Tax Increment District	Assessed Value (1)	True Tax Value (2)	Total Direct Tax Rate
2006	\$ 63,145,279	\$ 766,956,497	\$ 63,356,882	\$ 703,599,615	\$ 2,110,798,844	\$ 0.8189
2005	64,091,379	687,598,285	47,533,315	640,064,970	1,920,194,910	0.7770
2004	55,550,934	620,122,472	41,890,670	578,231,803	1,734,695,408	0.7571
2003	57,457,355	586,061,136	35,266,875	550,794,261	1,652,382,783	0.7069
2002	N/A	360,394,516	10,684,740	349,709,776	1,049,129,328	0.9929
2001	N/A	339,944,425	12,215,595	327,728,830	983,186,490	2.9263
2000	N/A	307,346,876	11,479,973	295,866,903	887,600,709	3.0303
1999	N/A	283,734,685	15,995,796	267,738,889	803,216,667	2.9825
1998	N/A	250,420,427	11,004,640	239,415,787	718,247,361	2.8964
1997	N/A	234,059,149	9,873,710	224,185,439	672,556,317	2.9464

(1) Property reassessments were effective in 1997 and 2003.

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

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

Source: Hamilton County Auditor's Office - Total Assessed and true tax values are those amounts that have been reported to and certified by the State each year. Prior to 2006, this table did not include any breakdown between real and personal property or show classes of real property. The County is only able to go back to 2003 to provide class detail of certified assessed values. Such detail will be provided for future years and reports.

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

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
City Direct Rates					
Corporation General	\$ 0.5009	\$ 0.5061	\$ 0.4961	\$ 0.4530	\$ 0.6074
MVH	0.0571	0.0697	0.0760	0.0906	0.1633
Fire Pension	0.0094	0.0104	0.0172	0.0181	0.0232
Police Pension	0.0047	0.0052	0.0051	0.0054	0.0071
Cumulative Cap Development	0.0309	0.0309	0.0309	0.0309	0.0457
Park	0.0358	0.0299	0.0331	0.0343	0.0507
Cum Fire Special	-	-	-	-	-
Debt Service	0.0044	0.0052	0.0095	0.0068	-
Lease Rental	0.0500	-	-	-	-
Fire Building Debt	0.0318	0.0236	-	0.0042	0.0066
Thoroughfare Bond	0.0241	0.0219	-	-	-
Fire Equipment Debt	0.0294	0.0376	0.0519	0.0285	0.0656
Cum Fire Special	0.0205	0.0205	0.0205	0.0205	0.0233
City Redevelopment TIF TIR	0.0199	0.0160	0.0168	0.0146	-
Total Direct Rate	<u><u>\$ 0.8189</u></u>	<u><u>\$ 0.7770</u></u>	<u><u>\$ 0.7571</u></u>	<u><u>\$ 0.7069</u></u>	<u><u>\$ 0.9929</u></u>
Overlapping Rates:					
State Rate	0.0024	0.0024	0.0024	0.0033	0.0033
County Rate	0.2338	0.2375	0.2305	0.2193	0.3310
Solid Waste	0.0027	0.0028	0.0029	-	-
Township Rates					
Noblesville	0.0068	0.0087	0.0092	0.0081	0.0139
Delaware	0.0153	0.0205	0.0125	0.0118	0.0182
Wayne	0.0148	0.0035	0.0037	0.0046	0.0090
Fall Creek	0.0103	0.0118	0.0137	0.0142	0.0149
Library Rates	0.0611	0.0565	0.0430	0.0414	0.0674
School Districts					
Noblesville School Corporation	1.4946	1.4928	1.4721	1.3894	2.0562
Hamilton Southeastern School Corp	1.5904	1.5146	1.4323	1.4323	2.2006

Source: Hamilton County Auditor's Office

* For the period 2006 - 2002 tax rates are based upon the true tax value which is three times assessed value. Prior to 2002, tax rates were based upon \$100 of assessed value.

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

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
City Direct Rates					
Corporation General	\$ 1.7150	\$ 1.7868	\$ 1.7977	\$ 1.8089	\$ 1.9497
MVH	0.5490	0.5632	0.5207	0.3542	0.2905
Fire Pension	0.0676	0.0451	0.0426	0.0714	0.0582
Police Pension	0.0228	0.0393	0.0284	0.0735	0.0436
Cumulative Cap Development	0.1371	0.1371	0.1371	0.1371	0.1371
Park	0.1336	0.1342	0.1142	0.0765	0.0870
Cum Fire Special	-	-	-	-	0.0700
Debt Service	-	-	-	-	-
Lease Rental	-	-	-	-	-
Fire Building Debt	0.0210	0.0235	0.0250	0.0280	0.0249
Thoroughfare Bond	-	-	-	-	-
Fire Equipment Debt	0.2102	0.2311	0.2468	0.2768	0.2854
Cum Fire Special	0.0700	0.0700	0.0700	0.0700	-
City Redevelopment TIF TIR	-	-	-	-	-
Total Direct Rate	<u>\$ 2.9263</u>	<u>\$ 3.0303</u>	<u>\$ 2.9825</u>	<u>\$ 2.8964</u>	<u>\$ 2.9464</u>
Overlapping Rates:					
State Rate	0.0100	0.0100	0.0100	0.0100	0.0100
County Rate	1.0055	1.0181	1.0330	1.0482	1.0224
Solid Waste	-	-	-	-	-
Township Rates					
Noblesville	0.0371	0.0483	0.0445	0.0466	0.0296
Delaware	0.0579	0.0843	0.0410	0.0432	0.0427
Wayne	0.0316	0.0326	0.3377	0.3595	0.2900
Fall Creek	0.0516	0.0204	0.4039	0.2600	0.2907
Library Rates	0.2263	0.2071	0.2256	0.2371	0.2365
School Districts					
Noblesville School Corporation	5.7619	5.8111	5.9331	5.2376	6.0559
Hamilton Southeastern School Corp	6.6018	6.6018	6.6018	6.4095	6.1630

* For the period 2006 - 2002 tax rates are based upon the true tax value which is three times assessed value. Prior to 2002, tax rates were based upon \$100 of assessed value.

CITY OF NOBLESVILLE
Principal Taxpayers
Current and Nine Years Ago

Taxpayer	2006			1997		
	Assessed Value	Rank	Percent of Total City Assessed Value *	Assessed Value	Rank	Percent of Total City Assessed Value *
Pedcor Property Acquisition LLC / Lions Creek Associates Ltd.	\$ 9,728,357	1	1.38%	\$ 3,666,510	2	1.64%
W. Hare & Son	7,225,437	2	1.03%			
Meijer Stores LP	7,202,953	3	1.02%			
Wal-Mart Stores, Inc	7,134,847	4	1.01%	2,260,830	4	1.01%
Inland Southeast Stoney Creek LLC	5,920,900	5	0.84%			
BFS Diversified Products LLC / Firestone	5,380,260	6	0.76%	4,046,700	1	1.81%
Wayne R. Nelson Associates	4,497,907	7	0.64%	3,011,040	3	1.34%
Lowe's Home Center	4,452,600	8	0.63%			
Home Depot	4,762,367	9	0.68%			
Village of Pebblebrook Apt	3,232,933	10	0.46%			
Noble Manor Associates				2,243,100	5	1.00%
Alliant Foodservice Inc. (formerly Kraft/McMahon Food Company)				2,139,820	6	0.95%
River's Edge Apartments				1,526,580	7	0.68%
Indiana Gas Company				1,435,550	8	0.64%
PSI Energy				1,359,780	9	0.61%
Noblesville Development Co.				1,058,630	10	0.47%
	<u>\$ 59,538,561</u>		<u>8.46%</u>	<u>\$ 22,748,540</u>		<u>10.15%</u>

Source: Hamilton County Auditor's Office

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

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

	<u>Total Taxes Levied for the Current Fiscal Year</u>		<u>Taxes Collected</u>	<u>Percentage of Levy</u>
2006	\$ 17,301,765	\$	17,118,116	98.94%
2005	14,897,090		14,862,144	99.77%
2004	13,154,493		13,178,161	100.18%
2003	11,444,927		11,303,520	98.76%
2002	10,098,920		10,060,150	99.62%
2001	9,294,061		8,958,098	96.39%
2000	8,715,943		8,741,713	100.30%
1999	7,795,218		7,993,527	102.54%
1998	6,587,525		6,615,077	100.42%
1997	6,377,179		6,466,692	101.40%

Note: Hamilton County Auditor's Office system is not set-up to track collections by year levied. The amount collected includes any delinquent payment plus any penalty or interest applicable. As of the end of 2006, total delinquent property tax due to the City for 2006 and all prior years was approximately \$497,000.

Source: Hamilton County Auditor's Office

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

Governmental Activities						
Property Tax			Revenue Bonds			
	Building Corporation Bonds	Redevelopment Bonds	COIT Bonds	Tax Increment Bonds	Capital Leases	
2006	\$ 25,580,000	\$ 11,075,000	\$ 3,960,000	\$ 108,440,000	\$ 2,469,229	
2005	25,905,000	12,095,000	4,240,000	43,670,000	2,106,817	
2004	8,930,000	12,995,000	4,500,000	44,225,000	2,814,035	
2003	1,300,000	6,430,000	4,755,000	44,225,000	665,557	
2002	1,330,000	7,185,000	18,300,000	5,150,000	1,159,224	
2001	1,330,000	7,900,000	19,295,000	5,150,000	1,649,020	
2000	-	8,585,000	20,095,000	-	1,066,098	
1999	-	9,245,000	20,745,000	-	906,319	
1998	-	9,870,000	18,350,000	-	1,221,093	
1997	-	10,475,000	16,480,000	-	708,344	
		Business Activities				
	Total Governmental Activities	Sewage Revenue Bonds	Total Primary Government	Percentage of Personal Income ¹	Debt per Capita ¹	
2006	\$ 151,524,229	\$ 17,950,000	\$ 169,474,229	8.50%	\$ 3,772	
2005	88,016,817	13,905,000	101,921,817	5.93%	2,590	
2004	73,464,035	14,835,000	88,299,035	5.82%	2,433	
2003	57,375,557	15,735,000	73,110,557	4.87%	2,065	
2002	33,124,224	10,060,000	43,184,224	3.04%	1,329	
2001	35,324,020	10,980,000	46,304,020	3.50%	1,515	
2000	29,746,098	11,865,000	41,611,098	3.57%	1,455	
1999	30,896,319	12,365,000	43,261,319	4.10%	1,587	
1998	29,441,093	12,840,000	42,281,093	4.37%	1,627	
1997	27,663,344	13,650,000	41,313,344	4.68%	1,656	

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

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

	Building Corporation Bonds	Redevelopment Bonds	Total	Less Debt Service Funds	Net Bonded Debt	Ratio of Net Bonded Debt to Assessed Value *	Net Bonded Debt Per Capita *
2006	\$ 25,580,000	\$ 11,075,000	\$ 36,655,000	\$ 2,975,356	\$ 33,679,644	4.79%	\$ 750
2005	25,905,000	12,095,000	38,000,000	2,620,442	35,379,558	5.53%	899
2004	8,930,000	12,995,000	21,925,000	567,681	21,357,319	3.69%	588
2003	1,300,000	6,430,000	7,730,000	238,058	7,491,942	1.36%	212
2002	1,330,000	7,185,000	8,515,000	394,870	8,260,130	2.36%	254
2001	1,330,000	7,900,000	9,230,000	517,709	8,912,291	2.72%	292
2000	-	8,585,000	8,585,000	1,964,916	6,880,084	2.33%	241
1999	-	9,245,000	9,245,000	1,864,286	7,380,714	2.76%	271
1998	-	9,870,000	10,230,000	1,901,587	8,328,413	3.48%	321
1997	-	10,475,000	10,880,000	1,444,202	9,435,798	4.21%	378

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

Notes:

- 1) This schedule includes only debt repaid with property taxes. It excludes bonds payable from income taxes and tax increment financing bonds.
- 2) The bonded debt on this schedule which is outstanding at December 31, 2006 is not reflected on the computation of legal debt margin because it was issued as lease rental obligations which are exempt from the 2% limitation.
- 3) Based on the assumptions described above, outstanding balances from the following bond issues included in the ratios above: \$1,110,000 2001 Building Corp. Lease Rental Bonds; \$7,430,000 2004A Building Corporation 1st Mortgage Bonds; \$7,200,000 2004 Redevelopment Authority Economic Development Lease Rental Bonds; \$3,875,000 2004 Economic Development Infrastructure; \$17,040,000 2005 Building Corporation First Mortgage Bonds.

CITY OF NOBLESVILLE
Direct and Overlapping Debt
At December 31, 2006

<u>Governmental Unit</u>	<u>Outstanding Debt</u>	<u>Percent Applicable to NOBLESVILLE</u>	<u>Amount Applicable to NOBLESVILLE</u>
Direct Debt:			
City of Noblesville	\$ 151,524,229	100.00%	\$ 151,524,229
Overlapping Debt Paid with Property Taxes:			
Hamilton Southeastern School Corporation	319,851,661	2.61%	8,348,128
Noblesville Schools	144,833,709	84.30%	122,094,817
Noblesville Southeastern Public Library	28,845,000	27.05%	7,802,573
Noblesville Township	160,000	84.30%	134,880
Hamilton County	64,227,202	12.07%	7,752,223
Other Overlapping Debt:			
Hamilton County Tax Increment Bonds	48,680,000	12.07%	5,875,676
Hamilton County - County Option Income Tax	<u>61,060,000</u>	12.07%	<u>7,369,942</u>
Subtotal Overlapping Debt	<u>\$ 667,657,572</u>		<u>\$ 159,378,239</u>
Total Direct and Overlapping Debt			<u>\$ 310,902,468</u>

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

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

CITY OF NOBLESVILLE

Legal Debt Margin

December 31, 2006

Legal Debt Margin Calculation for Fiscal Year 2006

Assessed value	\$ 703,599,615
Debt Limit (2% of assessed value)	14,071,992
Debt applicable to limit	<u>1,545,000</u>
Legal debt margin	<u><u>\$ 12,526,992</u></u>

	<u>Debt Limit</u>	<u>Total net debt applicable to limit</u>	<u>Legal debt margin</u>	<u>Total net debt applicable to the limit as a percentage of debt limit</u>
2006	\$ 14,071,992	\$ 1,545,000	\$ 12,526,992	10.98%
2005	12,801,299	1,705,000	11,096,299	13.32%
2004	11,564,636	1,855,000	9,709,636	16.04%
2003	11,015,885	2,000,000	9,015,885	18.16%
2002	6,994,196	2,140,000	4,854,196	30.60%
2001	6,554,577	2,275,000	4,279,577	34.71%
2000	5,917,338	5,100,000	817,338	86.19%
1999	5,354,778	2,400,000	2,954,778	44.82%
1998	4,788,316	2,400,000	2,388,316	50.12%
1997	4,483,709	-	4,483,709	0.00%

(A) All other outstanding debt of the City is structured as lease transactions or tax increment district bonds. Neither of these types of obligations are subject to the 2% limitation shown above. Currently the only outstanding debt subject to the City's statutory debt limit are the 1998 COIT Revenue Bonds.

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

	<u>County Option Income Tax</u>				<u>Tax Increment Bonds ¹</u>			
	<u>COIT Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>	<u>Tax Increment</u>	<u>Debt Service</u>		<u>Coverage</u>
		<u>Principal</u>	<u>Interest</u>			<u>Principal</u>	<u>Interest</u>	
2006	\$ 10,225,147	\$ 280,000	\$ 214,135	20.69	\$ 3,718,543	\$ 480,000	\$ 2,416,277	1.28
2005	7,802,524	265,000	226,904	15.86	2,948,383	460,000	963,355	2.07
2004	8,735,420	255,000	238,914	17.69	1,819,541	310,000	982,360	1.41
2003	11,064,553	245,000	250,858	22.31	1,248,647	35,000	284,237	3.91
2002	12,773,963	970,000	1,016,961	6.43	1,223,627	-	276,279	4.43
2001	9,075,624	915,000	1,067,476	4.58	1,136,487	-	-	N/A
2000	8,120,863	665,000	1,104,045	4.59	1,248,481	-	-	N/A
1999	6,332,664	625,000	1,001,501	3.89	-	-	-	N/A
1998	6,397,136	570,000	896,389	4.36	-	-	-	N/A
1997	6,574,146	375,000	921,465	5.07	-	-	-	N/A

Source: Pledged revenue data provided by the County Auditor is based upon actual annual COIT and Tax Increment distributions to the City. Although the City received tax increment prior to 2000, the County could not readily provide data specific to City only. Since there were no outstanding bonds the coverage test is not applicable, the information was not pursued further.

¹ The tax increment bonds have other back up security for debt service payments in the event tax increment is not sufficient. These include, depending on the bond, tax payer agreements, COIT and special benefits tax levies.

CITY OF NOBLESVILLE
Business - Type Activities Pledged Revenue Coverage
Last Ten Fiscal Years

	Gross Revenue (1)	Direct Operating Expenses (2)	Net Revenue Available for Debt Service	Sewage Revenue Bond Debt Service Requirements			Coverage
				Principal	Interest	Total	
2006	\$ 11,435,298	\$ 3,230,805	\$ 8,204,493	\$ 3,325,000 (5)	\$ 504,290	\$ 3,829,290	2.14
2005	10,698,092	3,861,404	6,836,688	930,000	651,737	1,581,737	4.32
2004	9,966,354	2,664,374	7,301,980	900,000	701,307	1,601,307	4.56
2003	8,906,510	3,095,581	5,810,929	6,365,000 (4)	706,922	7,071,922	0.82
2002	7,878,516	3,273,780	4,604,736	920,000	546,110	1,466,110	3.14
2001	7,969,786	3,114,637	4,855,149	885,000	585,305	1,470,305	3.30
2000	6,855,072	2,850,154	4,004,918	500,000	611,178	1,111,178	3.60
1999	6,057,156	2,205,995	3,851,161	475,000	627,153	1,102,153	3.49
1998	5,784,440	1,837,102	3,947,338	6,445,000 (3)	641,263	7,086,263	0.56
1997	5,293,635	1,829,859	3,463,776	620,000	807,068	1,427,068	2.43

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

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

(3) The wastewater utility refunded the outstanding balance of its 1990 and 1992 Revenue Bonds during 1998.

(4) The wastewater utility redeemed the outstanding balance of its 1993 Revenue Bonds during 2003.

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

CITY OF NOBLESVILLE
Demographic and Economic Statistics
Last Ten Years

	City of Noblesville					Hamilton County (3)		
	Population (1)	School Enrollment (2)	Unemployment Rate (3)	Personal Income (millions of dollars) (4)	Per Capita Personal Income (4)	Population	Personal Income (millions of dollars)	Per Capita Personal Income
2006	44,928	8,334	3.3%	\$ 1,992.7	\$ 44,354	250,979	\$ 10,677.0	\$ 44,354
2005	39,350	7,775	4.1%	1,719.6	43,701	240,732	10,053.0	43,701
2004	36,294	7,448	3.9%	1,516.6	41,786	230,064	9,233.0	41,786
2003	35,398	7,144	3.9%	1,499.8	42,369	220,973	8,780.0	42,369
2002	32,500	6,854	3.9%	1,421.6	43,742	207,247	8,577.0	43,742
2001	30,558	6,661	2.9%	1,321.7	43,251	196,103	8,019.0	43,251
2000	28,590	6,430	2.2%	1,167.1	40,822	182,740	7,158.0	40,822
1999	27,261	6,276	1.2%	1,055.7	38,725	172,094	6,579.0	38,725
1998	25,983	6,022	1.2%	967.3	37,228	162,772	5,853.0	37,228
1997	24,942	5,837	1.3%	882.1	35,366	155,014	5,293.0	35,366

Sources:

- 1) Population for 1997 is trended from the actual 1990 census level to the 1998 special census based upon City Officials' assumption of even annual growth during this period. Population for 1999 is based on the assumption of even growth from the 1998 special census to the 2000 census level. Estimated population for 2001 - 2004 & 2006 are from the Noblesville Planning Department. Population for 2005 is based on a special census.
- 2) State of Indiana, Department of Education for students attending Noblesville School Corporation schools.
- 3) State of Indiana, Department of Workforce Development (IDWD). Hamilton County Personal Income and Per Capita Income figures are for the prior calendar year.
- 4) Personal Income and per capita income statistics are not maintained by the State for municipalities. Personal income data is available through the Indiana Department of Workforce Development, however, the smallest unit of government for which this can be obtained is the county level. In order to provide personal income data for the required ratios outlined in GASB 44, we have used Hamilton County data, as displayed above, from the IDWD. We have assumed that the per capital personal income for the County is reasonably representative of Noblesville per capita personal income. Personal income for the City shown above is calculated using City population estimates times the County per capita personal income.

CITY OF NOBLESVILLE
Principal Employers
Current year and nine years ago

<u>Employer</u>	<u>2006</u>			<u>1997</u>		
	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment *</u>	<u>Employees</u>	<u>Rank</u>	<u>Percentage of Total City Employment *</u>
Riverview Hospital	1,200	1	6.07%	900	1	6.39%
Noblesville School Corporation	942	2	4.76%	694	2	4.93%
Hamilton County	755	3	3.82%	560	3	3.98%
Wal-Mart Stores, Inc.	650	4	3.29%			
King Systems, Inc.	405	5	2.05%	300	5	2.13%
Firestone Industrial Products Company	385	6	1.95%	459	4	3.26%
City of Noblesville	358	7	1.81%	217	6	1.54%
Industrial Dielectrics, Inc.	200	8	1.01%	210	7	1.49%
Riverswalk Village	179	9	0.91%			
Perfecto Manufacturing Inc	175	10	0.88%	150	8	1.07%
Noblesville Castings				150	9	1.07%
Metro Plastics Technologies, Inc				120	10	0.85%

* Total employment as used above represents the total employment of all employers located within City limits. Total Employment for 2006 and 1997 was 19,778 and 14,083, respectively.

Source: Hamilton County Alliance

[This Page Intentionally Left Blank]

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

	Full-time Equivalent Employees as of December 31,									
	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
General Government										
Board of Works	3	3	3	3	3	3	3	3	3	3
Mayor	4	4	4	4	4	4	4	4	4	4
Clerk-Treasurer	4	4	4	4	4	4	4	4	4	4
Planning	18	17	16	16	13	11	14	13	12	11
Court	3	3	3	3	3	3	4	4	4	4
Network Administrator	2	2	2	2	2	2	1	1	1	1
Council	7	7	7	7	7	7	7	7	7	7
Human Resources	2	2	2	1	1	1	1	0	0	0
Economic Development	2	2	1	1	0	0	0	0	0	0
Engineering	8	8	8	7	7	4	0	0	0	0
Public Safety										
Police										
Officers	66	66	66	66	63	60	60	56	50	46
Civilians	10	10	14	14	14	14	13	13	13	13
Fire										
Firefighters and Officers	124	117	110	85	75	72	72	67	60	50
Civilians	5	5	4	3	3	3	3	3	2	2
Emergency Medical Services										
Volunteer Police	1	1	1	1	1	1	1	1	1	1
Communications	17	17	16	15	15	14	14	12	12	10
Highway and Streets	33	31	31	31	31	28	28	22	21	19
Parks and recreation	17	17	16	16	16	16	15	14	15	13
Wastewater	32	31	31	31	31	31	31	31	31	29
TOTAL	<u>358</u>	<u>347</u>	<u>339</u>	<u>310</u>	<u>293</u>	<u>278</u>	<u>275</u>	<u>255</u>	<u>240</u>	<u>217</u>

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

	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>
General Government					
Building Permits Issued:					
Residential (Single/Multi Families)	1,457	1,355	1,099	1,119	625
Commercial	43	24	43	27	35
Estimated Property Value of Building Permits Issued	\$ 284,319,846	\$ 320,264,582	\$ 255,135,726	\$ 204,397,649	\$ 141,385,188
Public Safety					
Police:					
Calls for Service	48,033	41,730	37,558	37,270	39,793
Physical Arrests	1,619	1,516	1,374	1,206	1,078
Citations Issued	3,876	3,618	3,906	4,054	3,546
Fire:					
Emergency Medical Responses	2,695	2,638	2,194	1,890	1,913
Fire Runs	1,057	1,018	851	1,139	1,046
Highway and Streets					
Total miles of public streets	204.44	191.44	170.41	161.86	117.08
Parks and recreation					
Golf Rounds Played	45,953	48,409	48,987	83,233	42,934
Number of reservations at Forest Park Inn	575	472	522	432	463
Wastewater					
Average daily sewage treatment (millions of gallons)	4.175	4.028	2.978	3.111	3.29
Number of customers served	14,810	13,758	12,547	11,662	10,935

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

	<u>2001</u>	<u>2000</u>	<u>1999</u>	<u>1998</u>	<u>1997</u>
General Government					
Building Permits issued:					
Residential (Single/Multi Families)	812	946	674	656	394
Commercial	18	17	23	21	14
Estimated Property Value of Building Permits issued	\$ 172,387,666	\$ 115,147,096	\$ 104,603,444	\$ 113,762,165	\$ 65,672,571
Public Safety					
Police:					
Calls for Service	38,708	35,893	30,040	28,662	25,817
Physical arrests	1,464	987	1,000	844	3,270
Citations Issued	2,331	N/A	N/A	2,693	N/A
Fire:					
Emergency Medical responses	1,730	1,866	1,779	1,698	1,694
Fire Runs	1,070	1,046	993	1,010	965
Highway and Streets					
Total miles of public streets	115.97	111.64	108.93	108.49	102.4
Parks and recreation					
Golf Rounds Played	45,347	44,198	50,387	55,639	57,225
Number of reservations at Forest Park Inn	338	511	374	147	295
Wastewater					
Average daily sewage treatment (million of gallons)	2.865	2.431	2.519	2.712	2.588
Number of customers served	10,132	9,419	8,765	8,083	7,463

Note:

For 1997 Citations and Physical Arrests were combined. In 1999 and 2000 the Police year end reports omitted this information.

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

	2006	2005	2004	2003	2002	2001	2000	1999	1998	1997
Public Safety										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	6	6	4	4	4	4	4	4	4	4
Other public works										
Highways / Streets (miles)	204.44	191.44	170.41	161.86	117.08	115.97	111.64	108.93	108.49	102.4
Traffic signals	10	8	8	8	7	7	7	7	7	6
Street Lights	379	347	281	251	221	209	197	165	138	117
Parks and recreation										
Number of Parks	4	3	3	3	3	3	3	3	3	3
Acreage	615.57	526.67	526.67	526.67	425.37	425.37	425.37	425.37	425.37	425.37
Playgrounds	4	4	4	4	4	4	4	4	4	4
Baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3
Soccer/football fields	7	7	7	7	7	7	7	7	7	7
Basketball Courts	14	14	14	14	14	14	14	14	14	14
Public Golf Courses	2	2	2	2	2	2	2	2	2	2
Public Pool	1	1	1	1	1	1	1	1	1	1
Wastewater										
Sanitary sewers (miles)	232.73	224.1	212.13	200.69	193.33	185.13	177.63	167.83	163.11	141.84
Storm sewers (miles)	158.67	146.59	128.4	115.63	108.13	103.41	95.28	90.94	n/a	n/a

Source: City of Noblesville