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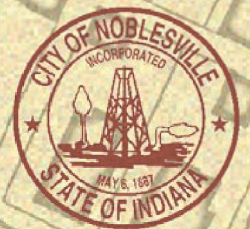
# City of Noblesville, Indiana



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

## COMPREHENSIVE ANNUAL FINANCIAL REPORT

Year Ended  
December 31, 2008



**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**CITY OF NOBLESVILLE, INDIANA**

**Year Ended December 31, 2008**

**Prepared by:**

**Janet Jaros, Clerk Treasurer**

**INTRODUCTORY SECTION**

**INTRODUCTORY SECTION**

CITY OF NOBLESVILLE  
 COMPREHENSIVE ANNUAL FINANCIAL REPORT  
 FOR THE YEAR ENDED DECEMBER 31, 2008

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**Members of the Board  
of Public Works**



Jack Martin, John Ditslear, Lawrence Stork

*Serving Noblesville  
ONE person at a time.*



CITY OF NOBLESVILLE  
JOHN DITSLEAR, MAYOR

June 12, 2009

Dear Citizens of Noblesville and Interested Persons,

I am proud and please to present to you the 2008 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



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

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May 21, 2009

CITY OF NOBLESVILLE  
JOHN DITSLEAR, MAYOR

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

The Comprehensive Annual Financial Report (CAFR) of the City of Noblesville, Indiana, for the year ended December 31, 2008, 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.

OFFICE OF  
THE MAYOR

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 42,500, covering an area of approximately 32.39 square miles with 231 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  
NOBLESVILLE, INDIANA 46060  
PHONE 317.776.6324 • FAX 317.776.6363

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 16,267 customers as of December 31, 2008, an increase of 663 since the prior year.

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

### FACTORS AFFECTING FINANCIAL CONDITION

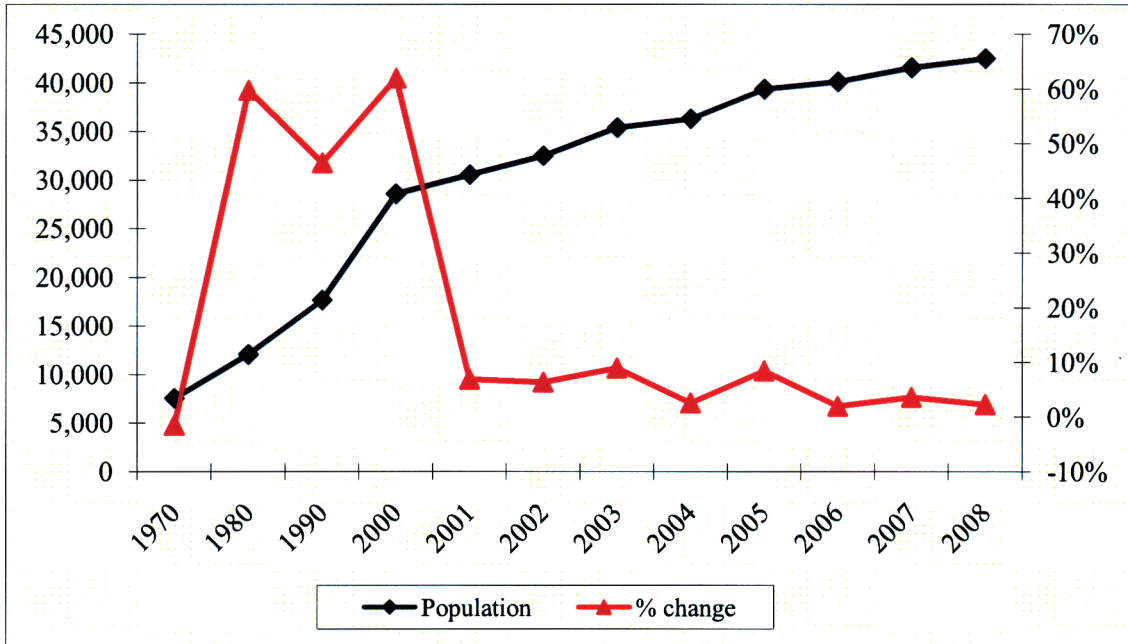
The information presented in the financial statements may be better understood when economic and related environmental factors specifically impacting the City of Noblesville are considered. The following sections provide brief summaries of certain key factors related to the local economy, long term financial planning, 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 factor affecting the state of the local economy even given the current economic downturn. 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. Since 2005 the estimated annual growth rate has flattened out to 2-3%.

While the City has experienced a slowdown in development activity in 2008, the level of activity in both residential and non-residential sectors demonstrates that the economic environment in the City is resilient and the community should resume its long term positive growth trend when the broader economy recovers.

## POPULATION



The City issued 426 new single family residential building permits in 2008 for locations within the corporate limits which represented about a 30% decline from the prior year. Residential building activity was spread over 22 active subdivisions and 16 builders ranging from modest to high end custom homes. The average new home size in 2008 was 3,256 square feet. The drop in single family residential activity this year was offset by a notable increase in the multifamily segment. Permits were issued for 574 new multifamily units in 2008. Non-residential building permits issued in 2008 totaled \$82.05 million in construction value and are expected to add 1,362,365 million square feet in new or remodeled space. 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, Noblesville Commerce Park and Hazel Dell Crossing. Overall, building permits issued in 2008 had an estimated construction value of \$196.2 million.

In response to the growth experienced by Noblesville, the City is constantly seeking ways to improve its services to residents. In 2008, the City secured financing of \$9.025 million to finance the acquisition, construction, installation and equipping of Fire Station #7 and improvements to certain facilities of the Street Department.

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 2008 labor force totals 141,942. The County unemployment rate in 2008 was 3.8%, the lowest county unemployment rate in the State. The Indiana state wide unemployment rate for 2008 was 5.9%.

## Long-Term Financial Planning

One of the primary areas of emphasis related to the future economic development of Noblesville is to aggressively market the Corporate Campus to potential users. The infrastructure improvements completed by the beginning of 2008 have opened up more than 700 acres for 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 used tax abatements as a significant tool in securing several major projects during the year and plans to continue their use as part of the development process. In 2008 the City approved 7 projects with abatement incentives that had an estimated future capital investment of \$67,672,500.

Although there were no new major company expansions announced in 2008, construction continued on SMC, a Japanese company that manufactures pneumatic production automation systems. SMC is relocating their North American headquarters, 458 current employees and their primary engineering, manufacturing and distribution center to Noblesville. SMC will open a 725,000 square foot facility on 95-acre site located within the Noblesville Corporate Campus in 2009. They expect to add 375 employees within five years. Construction started in 2008 on the Hamilton Healthcare Campus, a 122,000 square foot, \$20,000,000 multi-tenant office building that will anchor the western gateway to the 146<sup>th</sup> Street corridor. Nearby, Meritex Enterprises purchased 51 acres for development of the Noblesville Business Center – a multi-building mixed use project that will encompass over 500,000 square feet when completed.

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 2007, the first store to open was JC Penney. In 2008, stores that opened include a state of the art IMAX movie theater, Dick's Sporting Goods, Stein Mart, Bed Bath & Beyond, Borders Bookstore, Old Navy, DSW Shoes, well as several other retail stores. The development expects to house up to 82 businesses when completed.

Other smaller business expansions during 2008 included Warner Truck Bodies and Accessories, Universal Blower PAC and Bolden's Carpet & Upholstery Cleaning continue to expand and grow in Noblesville. Although many positive steps were taken in Noblesville in 2008, there were also setbacks. Firestone Industrial Products, closed their facility and laid off approximately 300 employees.

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 5 million gallons per day (MGD) to 10 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. Phase I was completed during 2008. The City issued \$16.355 million in revenue bonds in November 2007 for Phase II, expansion of the wastewater treatment plant. Phase II is currently under construction and has a projected completion date of December 2009. The City's Wastewater Utility also moved forward on a collection system improvement project

for the Wellington Heights Subdivision. The work started in July of 2008 and was completed in December 2008.

### 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 96-103.

#### 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 C 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 2008 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

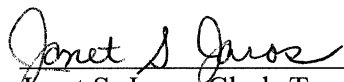
Indiana State Law requires an annual audit of the financial records and transactions of all City functions. The Indiana State Board of Accounts performed our audit for 2008. Their audit met the requirements of the state statutes and was conducted in accordance with generally accepted auditing standards 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, 2008, 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 Walter Sharp of Sharp printing for his assistance in the printing of this report and the many people who provided pictures.

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

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, 2007

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

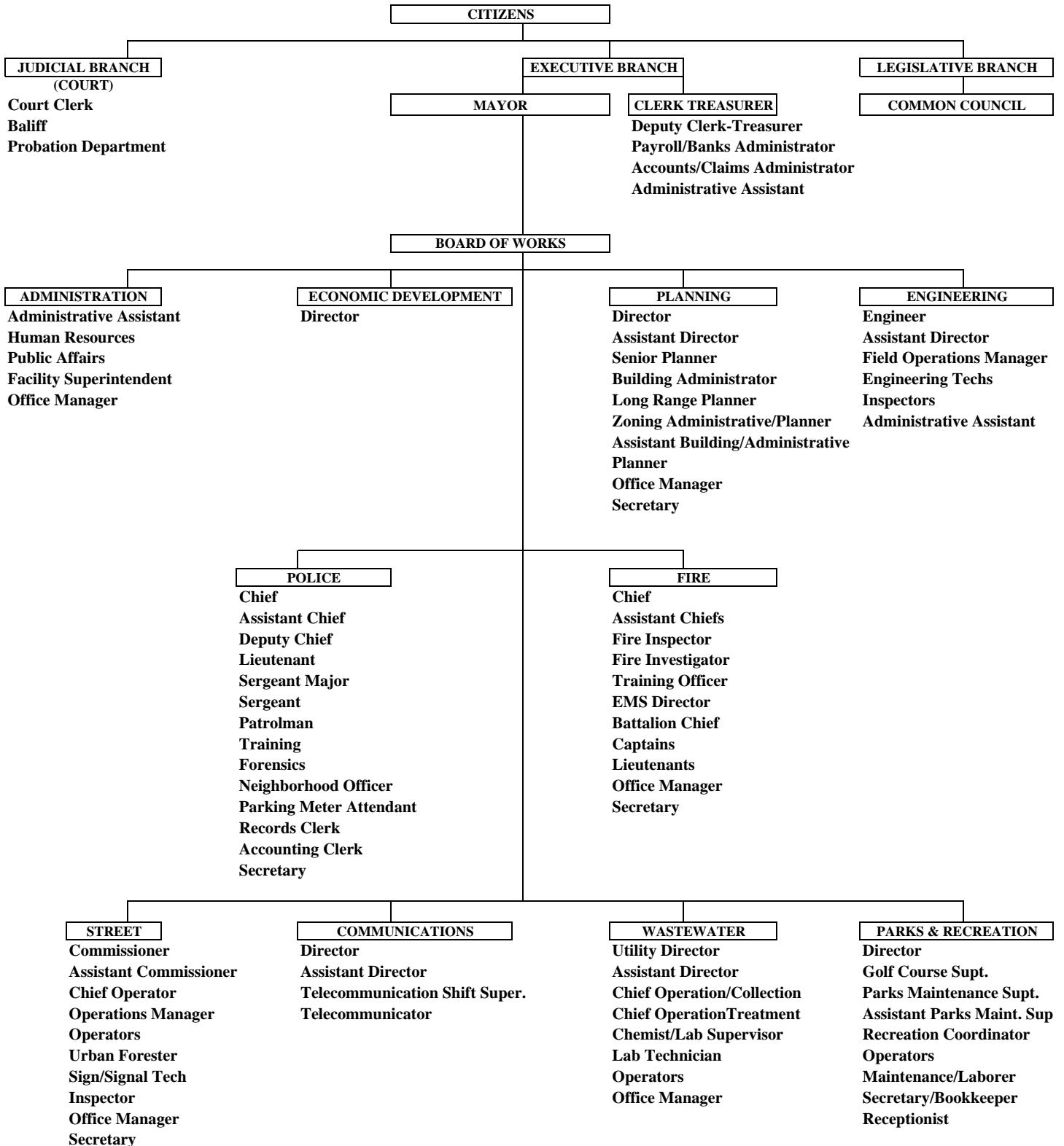


Front Row: *(left to right)* Mary Sue Rowland, Brian Ayer, Dale Snelling  
Second Row: *(left to right)* Roy Johnson, Gregory P. O'Connor, Mark Boice, Stephen C. Wood

## NOBLESVILLE CITY OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Mayor	John Ditslear	1/01/08 to 12/31/11
Clerk-Treasurer	Janet Jaros	1/01/08 to 12/31/11
Judge	Greg Caldwell	1/01/08 to 12/31/11
Common Council Members	Brian Ayer	1/01/08 to 12/31/11
	Roy Johnson	1/01/08 to 12/31/11
	Gregory O'Connor	1/01/08 to 12/31/11
	Mary Sue Rowland	1/01/08 to 12/31/11
	Dale Snelling	1/01/08 to 12/31/11
	Stephen Wood	1/01/08 to 12/31/11
President of the Board of Public Works and Safety	John Ditslear	1/01/08 to 12/31/11
Members of the Board of Public Works	Jack Martin	Appointed
	Larry Stork	Appointed

**CITY OF NOBLESVILLE  
ORGANIZATION CHART**



# FINANCIAL SECTION

**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](http://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, 2008, 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 of America. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit 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, 2008, 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 of America.

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 a required part 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.

May 21, 2009

STATE BOARD OF ACCOUNTS

A handwritten signature in cursive script, likely representing a member of the State Board of Accounts, positioned below the printed name.

## 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, 2008. 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-XII 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 \$265,504,023 (*net assets*). Of this amount, \$39,771,683 (*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 \$13,231,986 as compared to the restated 2007 total net assets. The 2008 beginning net assets were restated due to \$42,753,729 in prior period adjustments. The 2007 capital assets were increased to correct the amount of infrastructure assets reported. Approximately 62 percent of the increase in net assets is due to one time payments of wastewater tap fees and developer contributions of wastewater collection system assets totaling \$4.2 million and an additional \$4 million state contribution to the 146<sup>th</sup> street project.
- As of the close of the current fiscal year, the City of Noblesville's governmental funds reported combined ending fund balances of \$72,113,553. Almost 100 percent of this total amount or \$72,061,296 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 \$11,365,305 or 36 percent of total general fund expenditures.
- The City of Noblesville increased total outstanding debt obligations by \$18,080,000 during the current fiscal year. This change was primarily due to the issuance of \$9,025,000 in building corporation bonds to fund the construction of a new fire station and street department facilities. Redevelopment Authority Bonds for \$12,590,000 were also issued. That increase was offset by \$3,535,000 in scheduled principal payments during the year.

### 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 16-17 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 54 individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the general fund, redevelopment authority debt service fund and the redevelopment authority capital projects fund, all of which are considered to be major funds. Data from the other 51 governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non major governmental funds is provided in the form of *combining statements* elsewhere in this report.

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

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

The basic governmental fund financial statements can be found on pages 18-21 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 70-106 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 \$265,504,023 at the close of the most recent fiscal year.

By far the largest portion of the City of Noblesville's net assets (74 percent) reflects its investment in capital assets (e.g. land, buildings, vehicles, and equipment); less any related debt used to acquire those assets that is still outstanding. The City of Noblesville uses these capital assets to provide services to citizens; consequently, these assets are *not* available for future spending. Although the City of Noblesville's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. The comparison is presented for purposes of additional analysis.

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

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

	Governmental Activities		Business-Type Activities		Total	
	<u>2007</u> Restated	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u> Restated	<u>2008</u>
Current and other assets	\$ 76,058,342	\$ 83,064,320	\$ 43,500,432	\$ 32,550,213	\$ 119,558,774	\$ 115,614,533
Capital assets	<u>274,084,079</u>	<u>302,521,783</u>	<u>81,462,759</u>	<u>94,018,168</u>	<u>355,546,838</u>	<u>396,539,951</u>
Total assets	<u>\$ 350,142,421</u>	<u>\$ 385,586,103</u>	<u>\$ 124,963,191</u>	<u>\$ 126,568,381</u>	<u>\$ 475,105,612</u>	<u>\$ 512,154,484</u>
Long-term liabilities outstanding	179,460,309	200,507,244	33,118,077	32,195,165	212,578,386	232,702,409
Other liabilities	<u>8,657,616</u>	<u>11,894,311</u>	<u>1,597,573</u>	<u>2,053,741</u>	<u>10,255,189</u>	<u>13,948,052</u>
Total liabilities	<u>\$ 188,117,925</u>	<u>\$ 212,401,555</u>	<u>\$ 34,715,650</u>	<u>\$ 34,248,906</u>	<u>\$ 222,833,575</u>	<u>\$ 246,650,461</u>
Net assets:						
Invested in capital assets, net of related debt	123,500,699	127,424,781	67,208,835	70,311,934	190,709,534	197,736,715
Restricted	14,871,782	25,929,821	23,419,114	2,065,804	38,290,896	27,995,625
Unrestricted	<u>23,652,015</u>	<u>19,829,946</u>	<u>(380,408)</u>	<u>19,941,737</u>	<u>23,271,607</u>	<u>39,771,683</u>
Total net assets	<u>\$ 162,024,496</u>	<u>\$ 173,184,548</u>	<u>\$ 90,247,541</u>	<u>\$ 92,319,475</u>	<u>\$ 252,272,037</u>	<u>\$ 265,504,023</u>

A portion of the City of Noblesville's net assets (10.5 percent) represents resources that are subject to external restrictions on how they may be used. The remaining balance of unrestricted net assets, \$39,771,683 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 2008 with comparison to restated 2007 found on page 17 of this report:

City of Noblesville Change in Net Assets

	Governmental Activities		Business-Type Activities		Total	
	2007 Restated	2008	2007	2008	2007 Restated	2008
<b>Revenue:</b>						
<b>Program revenues:</b>						
Charges for services	\$ 10,669,657	\$ 9,492,840	\$ 10,265,927	\$ 10,305,669	\$ 20,935,584	\$ 19,798,509
Operating grants and contributions	2,539,241	6,108,424	-	-	2,539,241	6,108,424
Capital grants and contributions	7,381,797	3,544,410	3,315,824	1,194,750	10,697,621	4,739,160
<b>General revenues:</b>						
<b>Taxes:</b>						
Property taxes	21,496,817	31,297,880	-	-	21,496,817	31,297,880
Income	12,939,381	14,819,612	-	-	12,939,381	14,819,612
Other	2,542,131	3,625,326	-	-	2,542,131	3,625,326
Other	4,238,785	1,971,459	1,984,835	913,619	6,223,620	2,885,078
<b>Total revenues</b>	<b>\$ 61,807,809</b>	<b>\$ 70,859,951</b>	<b>\$ 15,566,586</b>	<b>\$ 12,414,038</b>	<b>\$ 77,374,395</b>	<b>\$ 83,273,989</b>
<b>Expenses:</b>						
General government	9,958,044	14,192,964			9,958,044	14,192,964
Public safety	21,691,988	23,282,769			21,691,988	23,282,769
Highways and streets	2,226,661	8,048,830			2,226,661	8,048,830
Culture and recreation	2,060,880	2,657,713			2,060,880	2,657,713
Interest on long-term debt	6,990,544	11,517,623			6,990,544	11,517,623
Wastewater	-	-	10,867,030	10,342,104	10,867,030	10,342,104
<b>Total expenses</b>	<b>\$ 42,928,117</b>	<b>\$ 59,699,899</b>	<b>\$ 10,867,030</b>	<b>\$ 10,342,104</b>	<b>\$ 53,795,147</b>	<b>\$ 70,042,003</b>
<b>Increase in net assets</b>	<b>18,879,692</b>	<b>11,160,052</b>	<b>4,699,556</b>	<b>2,071,934</b>	<b>23,579,248</b>	<b>13,231,986</b>
Net assets, beginning of year	100,391,075	162,024,496	85,547,985	90,247,541	185,939,060	252,272,037
Restatement	42,753,729	-	-	-	42,753,729	-
Net assets, beginning of year restated	143,144,804	162,024,496	85,547,985	90,247,541	228,692,789	252,272,037
<b>Net assets, end of year</b>	<b>\$ 162,024,496</b>	<b>\$ 173,184,548</b>	<b>\$ 90,247,541</b>	<b>\$ 92,319,475</b>	<b>\$ 252,272,037</b>	<b>\$ 265,504,023</b>

## MANAGEMENT'S DISCUSSION AND ANALYSIS (CONTINUED)

### Governmental Activities

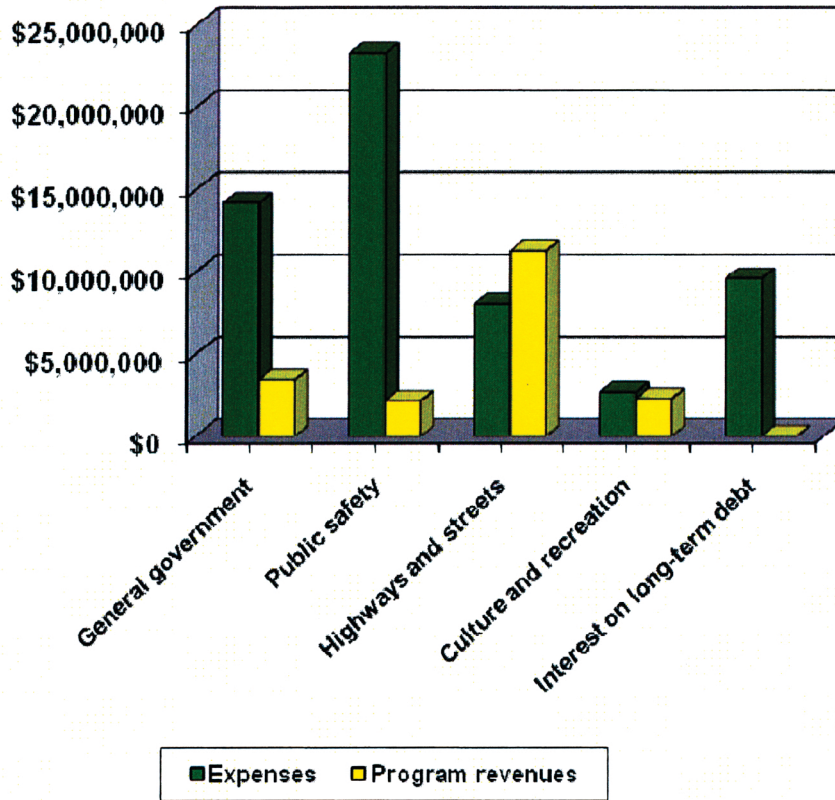
Governmental activities increased the City's net assets by \$11,160,052. Approximately one third of this increase was due to infrastructure contributed by developers. Notable changes in governmental activities revenues and expenses in 2008 compared to the restated 2007 included the following:

- Property taxes increased \$12,424,200 primarily due to the additional tax increment revenues from growth in the City's economic development district and increase in the general levy to support the cost of services to growing areas.
- Operating grants and contributions increased \$3,569,183 due to a one time State Contribution of \$4 million to the 146<sup>th</sup> street project.
- General Government expenses increased \$4,234,920 mostly due to the impact of implementing GASB 45 in 2008. Other postemployment benefits (OPEB) net obligation of \$2.6 million was recorded; additional expense increases included general wage and salary adjustments.
- Highway and Street expenses increased \$5,822,169 mainly as a result of the low level of expenses in 2007. The majority of roadway work in 2007 included new bond funded capitalized infrastructure to serve Corporate Campus and the newly opened Hamilton Town Center. Street repair and maintenance expenses returned to historical norms in 2008.
- Interest expense increased \$4,527,079 due to additional interest incurred on the \$24.330 million lease rental bonds issued in 2007 to fund the Hazel Dell Road project, on the \$12.59 million lease rental bonds issued in 2008 for the SMC project and on \$9.025 million new building corporation bonds for Fire Station #7. In addition, the City reimbursed the County \$1.9 million in 2008 which paid a portion of the County's short term financing obligation for the 146<sup>th</sup> Street project based on the terms of their interlocal agreement on this project.

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

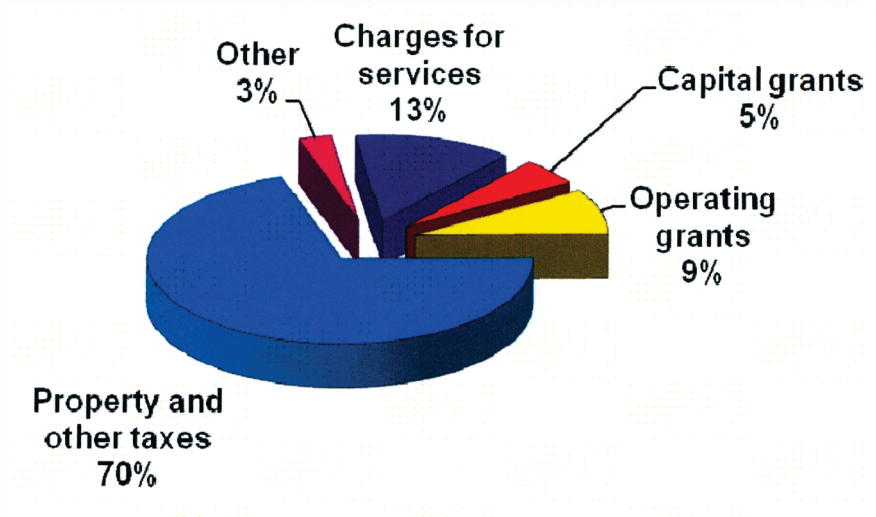
The following chart compares expenses with program revenues for the City's governmental activities.

**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:

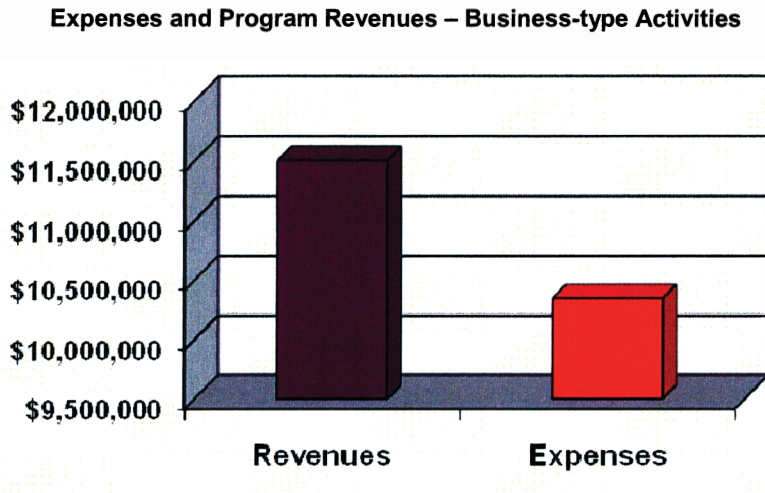


**MANAGEMENT'S DISCUSSION AND ANALYSIS  
(CONTINUED)**

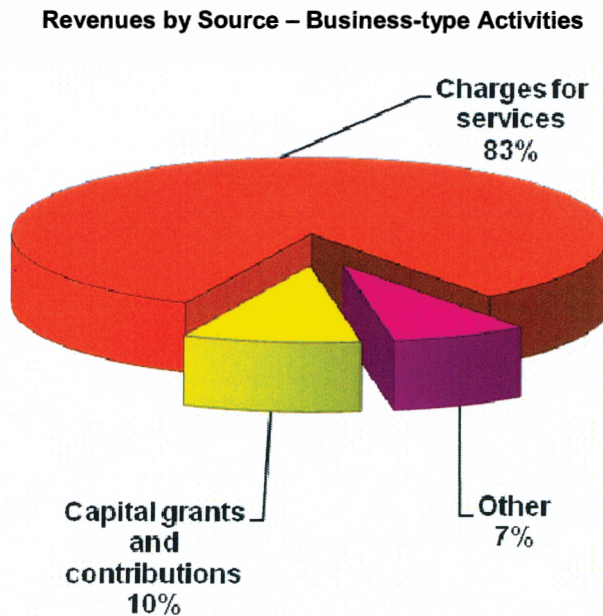
**Business-type Activities**

Business-type activities increased the City's net assets by \$2,071,934. The increase in net assets is attributable to growth. The utility received \$3.0 million in tap fees for new connections (663 new customers) and over \$1.2 million in developer contributed assets.

Operating Expenses for the Utility were relatively unchanged from 2007 to 2008. The following chart compares expenses with program revenues for the City's business-type activities:



The following graph shows the composition of revenues for the City's 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 \$72,113,553, an increase of \$2,063,513. Almost 100 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, \$52,257, 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, the total general fund balance was \$11,365,305, all of which was unreserved. As a measure of the general fund's liquidity, it may be useful to compare the fund balance to total fund expenditures. The fund balance represents 36 percent of total general fund expenditures. The general fund's balance increased by \$1,789,461 most of which was from transfers and capital lease transactions. Revenue increases from property and income taxes in 2008, as discussed in the government wide statements, were used to fund increased operating costs to serve the growing areas of the City. Budget basis revenues were 9.3 percent over the final budgeted amounts. Total expenditures on a budgetary basis were 5.1 percent under the final budget. All departments were under budget with the most significant favorable variance relating to Council, Fire, Police, Planning, and Engineering. Approximately \$2.3 million in capital outlays 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. Public Safety was under budget by \$1,218,838 mainly due to the police and fire departments. The personal services for both had variances of \$237,111 and \$640,195, respectively, due to hiring delays, employee retirements and more efficient control of overtime. Planning's variance of \$201,403 was due mostly to savings in personal services. Engineering's variance of \$192,129 was due to lower expenses in other services and charges.

The Redevelopment Authority Capital Projects fund decreased by \$10,330,839 during the current fiscal year. This decrease was primarily due to capital outlay of \$17,678,893 related to road and infrastructure improvements for the Hazel Dell project and the SMC project. This increase in expenditures was offset by bond proceeds totaling \$12,590,000 for the SMC infrastructure project.

The Redevelopment Authority Debt Services fund decreased \$1,606,477 during the current fiscal year. This decrease was primarily due to the capitalized interest payments made from bond proceeds for the Hazel Dell project and the Hamilton Town Center project.

**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 \$19,428,356. Net assets for the Wastewater Utility increased \$2,071,934 during 2008. 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 \$1,043,583 increase in appropriations and are briefly summarized below:

- The primary increases were in general government of \$672,331; \$226,192 allocated to economic development and \$443,139 allocated to engineering primarily due to additional appropriations for additional paving, fuel and contractual services.
- Other changes were in public safety of \$371,252; \$94,292 allocated to police, \$88,589 allocated to fire and \$140,276 allocated to emergency medical service due to increase in staff and training.

**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, 2008, amounts to \$396,539,951 (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 \$40,993,113, or 11.5 percent. Within governmental activities the increase in capital assets relates to the following: construction of road projects including Exit 10 and 146<sup>th</sup> Street Expansion; along with infrastructure improvements for Hamilton Town Center. 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.

Additional information on the City of Noblesville's capital assets can be found in Note II C, on pages 35-37 of this report.

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>
	Restated		Restated		Restated	
Land	\$41,221,907	45,506,051	\$687,736	687,736	\$41,909,643	46,193,787
Buildings	30,550,227	32,468,978	16,277,783	15,899,268	46,828,010	48,368,246
Improvements other than buildings	7,860,073	7,902,944	56,678,918	59,017,044	64,538,991	66,919,988
Machinery and equipment	10,353,486	8,884,955	5,731,861	5,339,179	16,085,347	14,224,134
Infrastructure	133,752,143	178,139,310	-	-	133,752,143	178,139,310
Construction in progress	50,346,243	29,619,545	2,086,461	13,074,941	52,432,704	42,694,486
<b>Total</b>	<u>\$274,084,079</u>	<u>\$302,521,783</u>	<u>\$81,462,759</u>	<u>\$94,018,168</u>	<u>\$355,546,838</u>	<u>\$396,539,951</u>

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

**Long-term debt.** At the end of the current fiscal year, the City of Noblesville had \$222,735,000 in long-term bonds outstanding. Of this amount, \$189,710,000 comprises debt backed by the full faith and credit of the government and \$33,025,000 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,**

	<u>Governmental Activities</u>		<u>Business-Type Activities</u>		<u>Total</u>	
	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>	<u>2007</u>	<u>2008</u>
General Obligations bonds:						
Primary Security: Property Tax	\$ 35,030,000	\$ 42,270,000	\$ -	\$ -	\$ 35,030,000	\$ 42,270,000
County Option Income Tax	3,670,000	3,370,000	-	-	3,670,000	3,370,000
Tax Increment	<u>132,280,000</u>	<u>144,070,000</u>	<u>-</u>	<u>-</u>	<u>132,280,000</u>	<u>144,070,000</u>
Total	\$ 170,980,000	\$ 189,710,000	\$ -	\$ -	\$ 170,980,000	\$ 189,710,000
Revenue Bonds	<u>-</u>	<u>-</u>	<u>33,675,000</u>	<u>33,025,000</u>	<u>33,675,000</u>	<u>33,025,000</u>
Total Outstanding Debt	<u>\$ 170,980,000</u>	<u>\$ 189,710,000</u>	<u>\$ 33,675,000</u>	<u>\$ 33,025,000</u>	<u>\$ 204,655,000</u>	<u>\$ 222,735,000</u>

The City's total bonds payable increased \$18,080,000 during the current fiscal year. This increase was due to the following bond new bond issues offset by scheduled principal payments:

- \$12.590 million lease rental bonds to finance the construction of certain local improvements in the Noblesville Corporate Campus West Economic Development Area (pertains to infrastructure improvements to serve the new SMC headquarters and manufacturing operations). The Lease Rental is payable from incremental tax revenues collected in the SMC Allocation Area.
- \$9.025 million first mortgage bonds to fund the acquisition, construction, installation and equipping of Fire Station #7 and improvements to certain facilities of the Street Department. The Lease Rental is payable from ad valorem taxes to be levied on all taxable property with the City.

The City of Noblesville's most recent debt rating was "AA+" from Standard & Poor's. The Wastewater Utility carries an "Aaa" 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 \$17,819,200. The City of Noblesville Redevelopment Commission also may issue general obligation debt subject to the same limit. As of December 31, 2008, the City has \$1,210,000 of outstanding debt subject to this limit and the Redevelopment Commission has \$690,000 outstanding. The remaining outstanding City and Redevelopment Commission debt was issued as lease rental obligations or tax increment district bonds which are not subject to the 2% limit. Additional information on the City's long-term liabilities can be found in Note II H, on pages 40-43 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 2008 at 5.6 percent. This compares favorably to the State's average unemployment rate of 5.9 percent and the National average rate of 6.0 percent.
- The City has experienced a notable decline in new building permits and development activity due to the current economic climate which is a dramatic change from the past 5-6 years. As a result, prior estimates of growth in tax base and related property tax revenues have been reduced and the City will have to adjust spending levels accordingly in future budget years.
- County option income tax (COIT) represents about 21% of the City's current governmental revenues. These funds can be used for capital projects as well as ongoing operating expenses. The current recession will have a negative impact on COIT paid by County residents, however the timing and actual amount of any decline will not be known for approximately two more years.
- State wide property tax caps (based upon a percent of gross AV by property class) become effective in 2009 and 2010. The impact on the City's revenues is not anticipated to be major in 2009 but will grow thereafter. Strategies for revenue enhancement and expenditure controls are being developed.

All of these factors were considered in preparing the City of Noblesville's budget for the 2009 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 10<sup>th</sup> Street, Noblesville, Indiana 46060-2809.

CITY OF NOBLESVILLE  
STATEMENT OF NET ASSETS  
December 31, 2008

<u>Assets</u>	Primary Government		
	Governmental Activities	Business-Type Activities	Totals
Cash and cash equivalents	\$ 73,134,766	\$ 19,518,360	\$ 92,653,126
Receivables (net of allowances for uncollectibles):			
Taxes	6,016,030	-	6,016,030
Accounts - customers	253,019	933,276	1,186,295
Intergovernmental	708,798	-	708,798
Other	-	84,662	84,662
Inventories	-	54,159	54,159
Prepays	8,057	-	8,057
Restricted assets:			
Cash and cash equivalents	-	11,446,375	11,446,375
Deferred debits	2,514,331	513,381	3,027,712
Net pension asset	429,319	-	429,319
Capital assets:			
Land, improvements and construction in progress	75,125,596	13,762,677	88,888,273
Other capital assets, net of depreciation	227,396,187	80,255,491	307,651,678
<b>Total assets</b>	<b>385,586,103</b>	<b>126,568,381</b>	<b>512,154,484</b>
<u>Liabilities</u>			
Accounts payable	968,472	132,435	1,100,907
Accrued payroll and withholdings payable	961,984	103,551	1,065,535
Contracts payable	1,266,452	581,547	1,847,999
Unpaid claims payable	452,701	-	452,701
Accrued interest payable	3,143,299	-	3,143,299
Trust payable	34,279	-	34,279
Noncurrent liabilities:			
Due within one year:			
Compensated absences payable	831,761	101,208	932,969
General obligation bonds payable	3,480,000	-	3,480,000
Revenue bonds	-	1,135,000	1,135,000
Capital lease obligations	755,363	-	755,363
Due in more than one year:			
Compensated absences payable	2,391,111	246,909	2,638,020
General obligation bonds payable	188,960,097	-	188,960,097
Revenue bonds payable	-	31,948,256	31,948,256
Capital lease obligations	946,671	-	946,671
Net OPEB obligation	2,618,052	-	2,618,052
Net pension obligation	5,591,313	-	5,591,313
<b>Total liabilities</b>	<b>212,401,555</b>	<b>34,248,906</b>	<b>246,650,461</b>
<u>Net Assets</u>			
Invested in capital assets, net of related debt	127,424,781	70,311,934	197,736,715
Restricted for:			
Public safety	33,796	-	33,796
Highways and streets	8,961,574	-	8,961,574
Culture and recreation	229,026	-	229,026
Debt service	16,705,425	769,939	17,475,364
Capital projects	-	1,295,865	1,295,865
Unrestricted	19,829,946	19,941,737	39,771,683
<b>Total net assets</b>	<b>\$ 173,184,548</b>	<b>\$ 92,319,475</b>	<b>\$ 265,504,023</b>

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, 2008

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Governmental Activities	Business-Type Activities	Totals
<b>Primary government:</b>							
<b>Governmental activities:</b>							
General government	\$ 14,192,964	\$ 3,256,605	\$ 195,690	\$ -	\$ (10,740,669)	\$ -	\$ (10,740,669)
Public safety	23,282,769	2,093,103	49,399	-	(21,140,267)	-	(21,140,267)
Highways and streets	8,048,830	1,873,564	5,863,335	3,544,410	3,232,479	-	3,232,479
Culture and recreation	2,657,713	2,269,568	-	-	(388,145)	-	(388,145)
Interest on long-term debt	11,517,623	-	-	-	(11,517,623)	-	(11,517,623)
<b>Total governmental activities</b>	<b>59,699,899</b>	<b>9,492,840</b>	<b>6,108,424</b>	<b>3,544,410</b>	<b>(40,554,225)</b>	<b>-</b>	<b>(40,554,225)</b>
<b>Business-type activities:</b>							
Wastewater	10,342,104	10,305,669	-	1,194,750	-	1,158,315	1,158,315
<b>Total primary government</b>	<b>\$ 70,042,003</b>	<b>\$ 19,798,509</b>	<b>\$ 6,108,424</b>	<b>\$ 4,739,160</b>	<b>(40,554,225)</b>	<b>1,158,315</b>	<b>(39,395,910)</b>
<b>General revenues:</b>							
Property taxes					31,297,880	-	31,297,880
Food and beverage tax					1,057,393	-	1,057,393
County option income tax					14,819,612	-	14,819,612
Local shared revenues					2,064,379	-	2,064,379
General state distributions					503,554	-	503,554
Other miscellaneous					351,169	-	351,169
Unrestricted investment earnings					1,620,290	913,619	2,533,909
<b>Total general revenues</b>					<b>51,714,277</b>	<b>913,619</b>	<b>52,627,896</b>
<b>Change in net assets</b>					<b>11,160,052</b>	<b>2,071,934</b>	<b>13,231,986</b>
<b>Net assets - beginning, before prior period adjustment</b>					<b>119,270,767</b>	<b>90,247,541</b>	<b>209,518,308</b>
<b>Prior period adjustment (See Note II.L.)</b>					<b>42,753,729</b>	<b>-</b>	<b>42,753,729</b>
<b>Net assets - beginning, after prior period adjustment</b>					<b>162,024,496</b>	<b>90,247,541</b>	<b>252,272,037</b>
<b>Net assets - ending</b>					<b>\$ 173,184,548</b>	<b>\$ 92,319,475</b>	<b>\$ 265,504,023</b>

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

CITY OF NOBLESVILLE  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
December 31, 2008

<u>Assets</u>	<u>General</u>	<u>Redevelopment Authority - Debt Service</u>	<u>Redevelopment Authority - Capital Projects</u>	<u>Nonmajor Governmental Funds</u>	<u>Totals</u>
Cash and cash equivalents	\$ 10,127,809	\$ 9,055,988	\$ 11,922,092	\$ 41,275,111	\$ 72,381,000
Receivables (net of allowances for uncollectibles)					
Taxes	5,122,249	-	-	893,781	6,016,030
Accounts	253,019	-	-	-	253,019
Intergovernmental	369,408	-	-	339,390	708,798
<b>Total assets</b>	<b>\$ 15,872,485</b>	<b>\$ 9,055,988</b>	<b>\$ 11,922,092</b>	<b>\$ 42,508,282</b>	<b>\$ 79,358,847</b>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 471,153	\$ -	\$ -	497,319	\$ 968,472
Accrued payroll and withholdings payable	811,613	-	-	150,371	961,984
Contracts payable	-	-	639,459	626,993	1,266,452
Trust payable	-	-	-	34,279	34,279
Unavailable revenue	3,224,414	-	-	789,693	4,014,107
<b>Total liabilities</b>	<b>4,507,180</b>	<b>-</b>	<b>639,459</b>	<b>2,098,655</b>	<b>7,245,294</b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	52,257	52,257
Unreserved, reported in:					
General fund	11,365,305	-	-	-	11,365,305
Special revenue funds	-	-	-	4,518,786	4,518,786
Debt service funds	-	9,055,988	-	7,649,437	16,705,425
Capital projects funds	-	-	11,282,633	28,189,147	39,471,780
<b>Total fund balances</b>	<b>11,365,305</b>	<b>9,055,988</b>	<b>11,282,633</b>	<b>40,409,627</b>	<b>72,113,553</b>
<b>Total liabilities and fund balances</b>	<b>\$ 15,872,485</b>	<b>\$ 9,055,988</b>	<b>\$ 11,922,092</b>	<b>\$ 42,508,282</b>	<b>\$ 79,358,847</b>

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

CITY OF NOBLESVILLE  
RECONCILIATION OF THE BALANCE SHEET OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
December 31, 2008

Fund Balance - Governmental Funds		\$ 72,113,553
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:		
Land and construction in progress	75,125,596	
Other capital assets, net of depreciation	227,396,187	302,521,783
Prepays are not financial resources and, therefore, are not reported in the funds.		8,057
Deferred charges are not financial resources and, therefore, are not reported in the funds.		2,514,331
Unavailable revenues are not available to pay current resources and, therefore, are not reported in the Statement of Net Assets.		4,014,107
Internal Service funds are used by management to charge the costs of insurances to general and highway funds. The assets and liabilities of the Internal Service Fund are included in governmental activities in the Statement of Net Assets.		301,065
Compensated absences that are not due and payable in the current period and, therefore, are not reported in the funds.		(3,222,872)
Accrued interest on bonds payable is not due and payable in the current period and, therefore, is not reported in the funds.		(3,143,299)
Net pension asset is a prepaid amount and is not a current financial resource, therefore, this is not reported in the funds.		429,319
Net pension obligation, including the 1925 Police Officers' Pension and the 1937 Firefighters' Pension plans, are not due and payable in the current period and, therefore, are not reported in the funds.		(5,591,313)
Net OPEB obligation is not due and payable in the current period and, therefore, is not reported in the funds.		(2,618,052)
Long-term liabilities, including bonds payable are not due and payable in the current period and, therefore, are not reported in the funds:		
General obligation bonds	(192,440,097)	
Capital leases	(1,702,034)	(194,142,131)
Net assets of governmental activities		\$ 173,184,548

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, 2008

	General	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental Funds	Total Governmental Funds
<b>Revenues:</b>					
Taxes	\$ 24,369,547	\$ -	\$ -	\$ 18,459,200	\$ 42,828,747
Licenses and permits	1,152,077	-	-	2,863,003	4,015,080
Intergovernmental	2,713,427	-	-	7,020,323	9,733,750
Charges for services	1,953,471	-	-	1,545,506	3,498,977
Fines and forfeits	103,140	-	-	426,228	529,368
Other	<u>599,393</u>	<u>336,856</u>	<u>723,080</u>	<u>1,761,545</u>	<u>3,420,874</u>
<b>Total revenues</b>	<u>30,891,055</u>	<u>336,856</u>	<u>723,080</u>	<u>32,075,805</u>	<u>64,026,796</u>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	9,887,279	39,635	29,626	592,484	10,549,024
Public safety	19,909,252	-	-	566,890	20,476,142
Highways and streets	-	-	1,837,937	3,071,955	4,909,892
Culture and recreation	-	-	-	2,292,540	2,292,540
<b>Debt service:</b>					
Principal	-	1,155,000	-	2,357,432	3,512,432
Interest	-	6,794,723	1,925,051	1,394,811	10,114,585
Bond issuance costs	-	140,049	75,415	282,636	498,100
Capital outlay	<u>1,515,573</u>	<u>-</u>	<u>17,678,893</u>	<u>12,550,202</u>	<u>31,744,668</u>
<b>Total expenditures</b>	<u>31,312,104</u>	<u>8,129,407</u>	<u>21,546,922</u>	<u>23,108,950</u>	<u>84,097,383</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>(421,049)</u>	<u>(7,792,551)</u>	<u>(20,823,842)</u>	<u>8,966,855</u>	<u>(20,070,587)</u>
<b>Other financing sources (uses):</b>					
Transfers in	1,772,075	6,187,281	1,207	3,701,855	11,662,418
Transfers out	-	(1,207)	(2,032,989)	(9,628,222)	(11,662,418)
Financing by capital lease	438,435	-	-	-	438,435
Bond issuance	-	-	12,590,000	9,025,000	21,615,000
Premium on bond issuance	<u>-</u>	<u>-</u>	<u>(65,215)</u>	<u>145,880</u>	<u>80,665</u>
<b>Total other financing sources and uses</b>	<u>2,210,510</u>	<u>6,186,074</u>	<u>10,493,003</u>	<u>3,244,513</u>	<u>22,134,100</u>
<b>Net change in fund balances</b>	1,789,461	(1,606,477)	(10,330,839)	12,211,368	2,063,513
<b>Fund balances - beginning</b>	<u>9,575,844</u>	<u>10,662,465</u>	<u>21,613,472</u>	<u>28,198,259</u>	<u>70,050,040</u>
<b>Fund balances - ending</b>	<u>\$ 11,365,305</u>	<u>\$ 9,055,988</u>	<u>\$ 11,282,633</u>	<u>\$ 40,409,627</u>	<u>\$ 72,113,553</u>

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, 2008

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)	\$	2,063,513
Governmental funds report capital outlays as expenditures. However, in the Statement of Activities, the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period:		
Capital outlay per the funds statement	31,744,668	
Capital outlay for items costing less than the capitalization threshold	(1,713,722)	
Depreciation expense	<u>(4,801,167)</u>	25,229,779
The net effect of various miscellaneous transactions involving capital assets (i.e., sales, trade-ins, and donations) is to decrease net assets.		
Asset disposals	(336,485)	
Donated assets	<u>3,544,410</u>	3,207,925
Revenues in the Statement of Activities that do not provide current financial resources are not reported as revenues in the governmental funds.		
Unavailable revenue	3,288,745	
Prepays	<u>(15,617)</u>	3,273,128
The issuance of long-term debt (e.g., bonds, leases) provides current financial resources to governmental funds, while the repayment of the principal of long-term debt consumes the current financial resources of governmental funds. Neither transaction, however, has any effect on net 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:		
Bond issuance:		
General obligation bonds	(21,615,000)	
Bond premium	(80,665)	
Bond issue costs	498,100	
Capital leases	(438,435)	
Principal payments:		
General obligation bonds	2,885,000	
Capital leases	679,075	
Amortization of bond discount	211,598	
Amortization of bond issuance costs	<u>(201,298)</u>	(18,061,625)
Accrued interest reported in the Statement of Activities does not require the use of current financial resources and, therefore, is not reported as expenditures in governmental funds.		
		(1,403,038)
Internal Service Funds are used by management to charge the costs of certain activities to individual funds. The net revenue of the Internal Service Funds is reported with governmental activities.		
		(253,951)
Compensated absences which are not due and payable in the current period are, therefore, not reported in the funds.		
		151,404
Net pension asset, net pension obligation, and net OPEB obligation are not due and payable in the current period and therefore, are not reported in the funds, but are included in the government-wide statements.		
Net pension asset - PERF	32,218	
Net pension obligation - 1925 Police Pension and 1937 Firefighters Pension	(461,249)	
Net OPEB obligation	<u>(2,618,052)</u>	<u>(3,047,083)</u>
Change in net assets of governmental activities (Statement of Activities)	\$	<u>11,160,052</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, 2008

<u>Assets</u>	Business-Type Activities - <u>Enterprise Fund</u>	Internal Service Fund
	<u>Wastewater Utility</u>	
<b>Current assets:</b>		
Cash and cash equivalents	\$ 19,518,360	\$ 753,766
Accounts receivable (net of allowance)	933,276	-
Other receivable	84,662	-
Inventories	54,159	-
Restricted cash, cash equivalents and investments: Revenue bond covenant accounts	<u>11,446,375</u>	<u>-</u>
<b>Total current assets</b>	<u>32,036,832</u>	<u>753,766</u>
<b>Noncurrent assets:</b>		
Deferred charges	<u>513,381</u>	<u>-</u>
<b>Capital assets:</b>		
Land, improvements to land and construction in progress	13,762,677	-
Other capital assets (net of accumulated depreciation)	<u>80,255,491</u>	<u>-</u>
<b>Total capital assets</b>	<u>94,018,168</u>	<u>-</u>
<b>Total noncurrent assets</b>	<u>94,531,549</u>	<u>-</u>
<b>Total assets</b>	<u>126,568,381</u>	<u>753,766</u>
 <u>Liabilities</u>		
<b>Current liabilities:</b>		
Accounts payable	132,435	-
Accrued payroll and withholdings payable	103,551	-
Contracts payable	581,547	-
Compensated absences payable	101,208	-
Unpaid claims payable	-	452,701
Current liabilities payable from restricted assets: Revenue bonds payable	<u>1,135,000</u>	<u>-</u>
<b>Total current liabilities</b>	<u>2,053,741</u>	<u>452,701</u>
<b>Noncurrent liabilities:</b>		
Compensated absences	246,909	-
Revenue bonds payable (net of unamortized discount and premium)	<u>31,948,256</u>	<u>-</u>
<b>Total noncurrent liabilities</b>	<u>32,195,165</u>	<u>-</u>
<b>Total liabilities</b>	<u>34,248,906</u>	<u>452,701</u>
 <u>Net Assets</u>		
Invested in capital assets, net of related debt	70,311,934	-
Restricted for debt service	769,939	-
Restricted for capital outlay	1,295,865	-
Unrestricted	<u>19,941,737</u>	<u>301,065</u>
<b>Total net assets</b>	<u>\$ 92,319,475</u>	<u>\$ 301,065</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, 2008

	<u>Enterprise Fund</u>	
	<u>Wastewater Utility</u>	<u>Internal Service Fund</u>
Operating revenues:		
Metered revenue	\$ 7,310,441	\$ -
Charges for services	-	5,856,261
Tap fees	2,959,482	-
Other	35,746	136,912
	<u>10,305,669</u>	<u>5,993,173</u>
Total operating revenues		
Operating expenses:		
Collection system - operations and maintenance	2,100,902	-
Treatment and disposal expense - operations and maintenance	2,137,900	-
Stormwater	470,598	-
Customer accounts	324,913	-
Administration and general	388,617	-
Employee pensions and benefits	940,463	6,264,791
Rents	32,473	-
Transportation	71,305	-
Insurance	94,724	-
Miscellaneous	284,695	-
Depreciation and amortization	1,840,751	-
	<u>8,687,341</u>	<u>6,264,791</u>
Total operating expenses		
Operating income	<u>1,618,328</u>	<u>(271,618)</u>
Nonoperating revenues (expenses):		
Interest and investment revenue	913,619	17,667
Loss on disposal of assets	(136,322)	-
Miscellaneous revenue (expense)	(41,143)	-
Interest expense	(1,477,298)	-
	<u>(741,144)</u>	<u>17,667</u>
Total nonoperating revenue (expenses)		
Income (loss) before contributions	877,184	(253,951)
Capital contributions	<u>1,194,750</u>	<u>-</u>
Change in net assets	2,071,934	(253,951)
Total net assets - beginning	<u>90,247,541</u>	<u>555,016</u>
Total net assets - ending	<u>\$ 92,319,475</u>	<u>\$ 301,065</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, 2008

	<u>Enterprise Fund</u>	
	<u>Wastewater Utility</u>	<u>Internal Service Fund</u>
Cash flows from operating activities:		
Receipts from customers and users	\$ 10,186,245	\$ 5,993,173
Payments to suppliers	(4,577,744)	(6,162,451)
Payments to employees	(2,078,786)	-
Other receipts (payments)	35,746	-
	<u>3,565,461</u>	<u>(169,278)</u>
Net cash provided (used) by operating activities		
Cash flows from capital and related financing activities:		
Acquisition and construction of capital assets	(14,532,482)	-
Capital contributions	1,194,750	-
Principal paid on capital debt	(650,000)	-
Interest paid on capital debt	(1,500,275)	-
	<u>(15,488,007)</u>	<u>-</u>
Net cash used by capital and related financing activities		
Cash flows from investing activities:		
Interest received	913,897	17,667
	<u>913,897</u>	<u>17,667</u>
Net increase in cash and cash equivalents	(11,008,649)	(151,611)
Cash and cash equivalents, January 1 (Including \$23,419,114 for the Wastewater Utility reported in restricted accounts)	<u>41,973,384</u>	<u>905,377</u>
Cash and cash equivalents, December 31 (Including \$11,446,375 for the Wastewater Utility reported in restricted accounts)	<u>\$ 30,964,735</u>	<u>\$ 753,766</u>
Reconciliation of operating income to net cash provided by operating activities:		
Operating income	\$ 1,618,328	\$ (271,618)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:		
Depreciation expense	1,840,751	-
(Increase) decrease in assets:		
Accounts receivable	(112,086)	-
Other receivable	28,408	-
Inventories	(16,173)	-
Increase (decrease) in liabilities:		
Contracts payable	130,707	-
Accounts payable	10,697	-
Unpaid claim payable	-	102,340
Accrued payroll and payroll withholdings payable	13,540	-
Compensated absence payable	51,289	-
	<u>1,947,133</u>	<u>102,340</u>
Total adjustments		
Net cash provided by operating activities	<u>\$ 3,565,461</u>	<u>\$ (169,278)</u>

Noncash transactions:

Capital assets were contributed by private developers in the amounts of \$1,194,750.

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, 2008

<u>Assets</u>	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>	<u>Agency Funds</u>
Cash and cash equivalents	\$ 1,263,174	\$ 101,436	\$ 233,551
Total assets	<u>1,263,174</u>	<u>101,436</u>	<u>233,551</u>
 <u>Liabilities</u>			
Performance deposits payable	-	101,436	-
Payroll withholdings payable	<u>-</u>	<u>-</u>	<u>233,551</u>
Total liabilities	<u>-</u>	<u>101,436</u>	<u>233,551</u>
 <u>Net Assets</u>			
Held in trust for:			
Employees' pension benefits	<u>\$ 1,263,174</u>	<u>\$ -</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, 2008

<u>Additions</u>	<u>Pension Trust Funds</u>	<u>Private-Purpose Trust Funds</u>
Contributions:		
Employer	\$ 21,227	\$ -
Intergovernmental	<u>396,560</u>	<u>-</u>
Total contributions	417,787	-
Investment income:		
Interest	<u>13,635</u>	<u>-</u>
Total additions	<u>431,422</u>	<u>-</u>
<u>Deductions</u>		
Benefits	<u>701,612</u>	<u>-</u>
Changes in net assets	(270,190)	-
Net assets - beginning	<u>1,533,364</u>	<u>-</u>
Net assets - ending	<u>\$ 1,263,174</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 redevelopment.

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

Blended Component Units

The Noblesville 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.

Complete financial statements of this component unit may be obtained from the City's administrative office:

Noblesville Economic Development Infrastructure Building Corporation  
16 South 10<sup>th</sup> Street  
Noblesville, IN 46060

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.

Complete financial statements of this component unit may be obtained from the City's administrative office:

Noblesville Building Corporation  
16 South 10<sup>th</sup> Street  
Noblesville, IN 46060

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

Complete financial statements of this component unit may be obtained from the City's administrative office:

Noblesville Redevelopment Authority  
16 South 10<sup>th</sup> Street  
Noblesville, IN 46060

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 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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

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

The primary government reports the following major governmental funds:

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

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

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 enterprise funds:

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

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

2. Interfund Transactions and Balances

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

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 60 days.

4. Cash and Cash Equivalents

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

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.

CITY OF NOBLESVILLE  
 NOTES TO FINANCIAL STATEMENTS  
 (Continued)

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.

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

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

N/A = Not applicable

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of governmental-type and business-type activities is included as part of the capitalized value of the assets constructed. The total interest expense incurred by the primary government in its business-type activities was \$1,500,275. There was no interest expense capitalized during 2007.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

8. Compensated Absences

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

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

9. Unavailable and Unearned Revenue

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

10. Long-Term Obligations

In the government-wide financial statements and proprietary fund types in the fund financial statements, long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities, business-type activities, and proprietary fund type Statement of Net 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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

II. Detailed Notes on All Funds

A. Deposits and Investments

1. Deposits

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

2. Investments

Statutory Authorization for Investment Policies

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

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

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, 2008, was as follows:

<u>Primary Government</u>	<u>Previously Reported Beginning Balance</u>	<u>Prior Period Adjustment</u>	<u>Restated Beginning Balance</u>
Governmental activities:			
Capital assets, not being depreciated:			
Land	\$ 13,503,324	\$ -	\$ 13,503,324
Right-of-ways	31,106,335	-	31,106,335
Construction in progress	<u>50,346,243</u>	<u>-</u>	<u>50,346,243</u>
 Total capital assets, not being depreciated	 <u>94,955,902</u>	 <u>-</u>	 <u>94,955,902</u>
Capital assets, being depreciated:			
Buildings	36,012,807	-	36,012,807
Improvements other than buildings	8,898,869	-	8,898,869
Machinery and equipment	14,974,844	-	14,974,844
Roads being depreciated	84,319,259	42,753,729	127,072,988
Storm sewers being depreciated	<u>16,680,890</u>	<u>-</u>	<u>16,680,890</u>
 Totals	 <u>160,886,669</u>	 <u>42,753,729</u>	 <u>203,640,398</u>
Less accumulated depreciation for:			
Buildings	3,924,873	-	3,924,873
Improvements other than buildings	839,471	-	839,471
Machinery and equipment	6,504,103	-	6,504,103
Roads being depreciated	12,389,763	-	12,389,763
Storm sewers being depreciated	<u>854,011</u>	<u>-</u>	<u>854,011</u>
 Totals	 <u>24,512,221</u>	 <u>-</u>	 <u>24,512,221</u>
 Total capital assets, being depreciated, net	 <u>136,374,448</u>	 <u>42,753,729</u>	 <u>179,128,177</u>
 Total governmental activities capital assets, net	 <u>\$ 231,330,350</u>	 <u>\$ 42,753,729</u>	 <u>\$ 274,084,079</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

<u>Primary Government</u>	<u>Restated Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Governmental activities:				
Capital assets, not being depreciated:				
Land	\$ 13,503,324	\$ -	\$ -	\$ 13,503,324
Right-of-ways	31,106,335	896,392	-	32,002,727
Construction in progress	<u>50,346,243</u>	<u>24,882,759</u>	<u>45,609,457</u>	<u>29,619,545</u>
Total capital assets, not being depreciated	<u>94,955,902</u>	<u>25,779,151</u>	<u>45,609,457</u>	<u>75,125,596</u>
Capital assets, being depreciated:				
Buildings	36,012,807	1,101,300	-	37,114,107
Improvements other than buildings	8,898,869	-	-	8,898,869
Machinery and equipment	14,974,844	1,945,769	992,796	15,927,817
Roads being depreciated	127,072,988	48,850,122	-	175,923,110
Storm sewers being depreciated	<u>16,680,890</u>	<u>1,508,471</u>	<u>-</u>	<u>18,189,361</u>
Totals	<u>203,640,398</u>	<u>53,405,662</u>	<u>992,796</u>	<u>256,053,264</u>
Less accumulated depreciation for:				
Buildings	3,924,873	720,256	-	4,645,129
Improvements other than buildings	839,471	156,454	-	995,925
Machinery and equipment	6,504,103	1,195,070	656,311	7,042,862
Roads being depreciated	12,389,763	2,315,377	-	14,705,140
Storm sewers being depreciated	<u>854,011</u>	<u>414,010</u>	<u>-</u>	<u>1,268,021</u>
Totals	<u>24,512,221</u>	<u>4,801,167</u>	<u>656,311</u>	<u>28,657,077</u>
Total capital assets, being depreciated, net	<u>179,128,177</u>	<u>48,604,495</u>	<u>336,485</u>	<u>227,396,187</u>
Total governmental activities capital assets, net	<u>\$ 274,084,079</u>	<u>\$ 74,383,646</u>	<u>\$ 45,945,942</u>	<u>\$ 302,521,783</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>2,086,461</u>	<u>13,074,941</u>	<u>2,086,461</u>	<u>13,074,941</u>
Total capital assets, not being depreciated	<u>2,774,197</u>	<u>13,074,941</u>	<u>2,086,461</u>	<u>13,762,677</u>
Capital assets, being depreciated:				
Buildings	20,940,268	133,490	30,000	21,043,758
Improvements other than buildings	62,504,499	3,281,211	51,651	65,734,059
Machinery and equipment	<u>11,190,570</u>	<u>129,301</u>	<u>76,055</u>	<u>11,243,816</u>
Totals	<u>94,635,337</u>	<u>3,544,002</u>	<u>157,706</u>	<u>98,021,633</u>
Less accumulated depreciation for:				
Buildings	4,662,485	482,005	-	5,144,490
Improvements other than buildings	5,825,581	891,434	-	6,717,015
Machinery and equipment	<u>5,458,709</u>	<u>467,312</u>	<u>21,384</u>	<u>5,904,637</u>
Totals	<u>15,946,775</u>	<u>1,840,751</u>	<u>21,384</u>	<u>17,766,142</u>
Total capital assets, being depreciated, net	<u>78,688,562</u>	<u>1,703,251</u>	<u>136,322</u>	<u>80,255,491</u>
Total business-type activities capital assets, net	<u>\$ 81,462,759</u>	<u>\$ 14,778,192</u>	<u>\$ 2,222,783</u>	<u>\$ 94,018,168</u>

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

Governmental activities:	
General government	\$ 595,707
Public safety	657,903
Highways and streets	3,182,384
Culture and recreation	<u>365,173</u>
Total depreciation expense - governmental activities	<u>\$ 4,801,167</u>
Business-type activities:	
Wastewater	<u>\$ 1,840,751</u>
Total depreciation expense - business-type activities	<u>\$ 1,840,751</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, 2008	Committed	Required Future Funding
<u>Primary Government</u>				
Governmental activities:				
Maintenance Building	\$ 2,925,716	\$ 528,462	\$ 2,397,254	\$ -
Park Facilities	2,616,452	856,058	1,760,394	-
Fire Stations	5,611,878	1,602,843	4,009,035	-
Highways and Roadways	<u>31,887,573</u>	<u>26,632,182</u>	<u>5,255,391</u>	-
Totals - governmental activities	<u>43,041,619</u>	<u>29,619,545</u>	<u>13,422,074</u>	-
Business-type activities:				
New Wastewater Plant	17,239,000	12,194,956	5,044,044	-
Wellington Addition	<u>925,890</u>	<u>879,985</u>	<u>45,905</u>	-
Totals - business-type activities	<u>18,164,890</u>	<u>13,074,941</u>	<u>5,089,949</u>	-
Totals	<u>\$ 61,206,509</u>	<u>\$ 42,694,486</u>	<u>\$ 18,512,023</u>	<u>\$ -</u>

E. Interfund Activity

Interfund transfers at December 31, 2008, were as follows:

Transfer From	Transfer To			
	General	Redevelopment Authority - Debt Service	Redevelopment Authority - Capital Projects	Nonmajor Governmental
Governmental:				
Major funds:				
Redevelopment Authority - Debt Service	\$ -	\$ -	\$ 1,207	\$ -
Redevelopment Authority - Capital Projects	-	2,032,989	-	-
Nonmajor governmental	<u>1,772,075</u>	<u>4,154,292</u>	-	<u>3,701,855</u>
Totals	<u>\$ 1,772,075</u>	<u>\$ 6,187,281</u>	<u>\$ 1,207</u>	<u>\$ 3,701,855</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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

F. Other Income

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

Description	General Fund	Redevelopment Authority - Debt Service	Redevelopment Authority - Debt Service	Nonmajor Governmental Funds	Totals
Interest Earned	\$ 391,780	\$ 336,856	\$ 506,559	\$ 385,095	\$ 1,620,290
Refunds and Reimbursements	207,613	-	216,521	1,025,281	1,449,415
Donations	-	-	-	351,169	351,169
<b>Totals</b>	<b><u>\$ 599,393</u></b>	<b><u>\$ 336,856</u></b>	<b><u>\$ 723,080</u></b>	<b><u>\$ 1,761,545</u></b>	<b><u>\$ 3,420,874</u></b>

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 \$16,516. The following is a schedule by years of future minimum rental payments as of December 31, 2008:

2009	\$ 14,776
2010	14,011
2011	<u>11,500</u>
Total	<u><u>\$ 40,287</u></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, 2008, are as follows:

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

2009		\$	817,663
2010			455,394
2011			336,871
2012			<u>233,409</u>
Total minimum lease payments			1,843,337
Less amount representing interest			<u>(141,303)</u>
Present value of net minimum lease payments			1,702,034
Less current portion of capital lease			<u>(755,363)</u>
Total long-term portion		\$	<u><u>946,671</u></u>

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

		<u>Governmental Activities</u>	
Machinery and equipment	\$	2,550,801	
Accumulated depreciation		<u>(568,991)</u>	
Total	\$	<u><u>1,981,810</u></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.

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

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Purpose	Interest Rates	Original Debt Issued	Outstanding Principal
2003 Redevelopment District Bonds (Field Dr. Project)	1.50% to 5.00%	\$ 900,000	\$ 690,000
1998 Building Corporation Bonds (Commerce Park Infrastructure)	4.50% to 4.85%	2,400,000	1,210,000
2001 Building Corporation Bonds (Fire Station 2)	3.25% to 5.00%	1,330,000	975,000
2004 Building Corporation Bonds (Fire Station 5 and 6)	2.00% to 5.00%	7,690,000	6,880,000
2004 Building Corporation Refunding Bonds (Public Safety Building)	2.00% to 4.00%	6,210,000	2,000,000
1999 Redevelopment Authority Bonds (Fox Prairie Golf Course Expansion)	4.50% to 5.75%	3,000,000	2,160,000
2001 Redevelopment Authority Bonds (Stoney Creek East)	3.75% to 5.35%	5,150,000	4,395,000
2003 Redevelopment Authority Bonds (Hague Rd./Field Dr.)	4.00% to 5.00%	14,330,000	13,240,000
2003 Redevelopment Authority Bonds (Exit 10)	2.75% to 4.65%	23,880,000	23,880,000
2004 Redevelopment Authority Bonds (Little Chicago Road)	2.35% to 5.00%	7,325,000	6,690,000
2006 Redevelopment Authority Bonds (146th Street Expansion)	4.00% to 5.25%	44,370,000	44,075,000
2006 Redevelopment Authority Bonds (Hamilton Town Center)	4.50% to 5.00%	20,870,000	20,870,000
2005 Building Corporation Bonds (City Hall)	3.00% to 5.00%	17,040,000	16,700,000
2007 Redevelopment Authority Bonds (Hazel Dell Road)	4.25% to 5.75%	24,330,000	24,330,000
2008 Building Authority Bonds (Fire Station 7)	3.00% to 5.00%	9,025,000	9,025,000
2008 Redevelopment Authority Bonds (SMC)	3.50% to 5.13%	12,590,000	12,590,000
Totals		<u>\$ 200,440,000</u>	189,710,000
Current portion of debt			(3,480,000)
Unamortized bond discount			(378,159)
Unamortized bond premium			<u>3,108,256</u>
Total long-term portion			<u>\$ 188,960,097</u>

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

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Year Ended December 31	Governmental Activities		
	Principal	Interest	Totals
2009	\$ 3,480,000	\$ 9,131,914	\$ 12,611,914
2010	4,550,000	8,983,828	13,533,828
2011	4,780,000	8,805,537	13,585,537
2012	5,955,000	8,589,940	14,544,940
2013	6,875,000	8,234,587	15,109,587
2014-2018	44,470,000	36,206,552	80,676,552
2019-2023	55,090,000	24,155,135	79,245,135
2024-2028	50,660,000	10,264,052	60,924,052
2029-2033	13,850,000	996,330	14,846,330
Totals	<u>\$ 189,710,000</u>	<u>\$ 115,367,875</u>	<u>\$ 305,077,875</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:

Purpose	Interest Rates	Original Debt Issued	Outstanding Principal
2003 Refunding revenue bonds	2.00% to 5.00%	\$ 12,040,000	\$ 9,690,000
2006 Revenue bonds	4.13% to 4.25%	7,370,000	6,980,000
2007 Revenue bonds	4.25% to 5.75%	16,355,000	16,355,000
Totals		<u>\$ 35,765,000</u>	33,025,000
Current portion of debt			(1,135,000)
Unamortized premium			332,521
Unamortized discount			<u>(274,265)</u>
Total long-term portion			<u>\$ 31,948,256</u>

Revenue bonds debt service requirements to maturity are as follows:

Year Ended December 31	Business-Type Activities		
	Principal	Interest	Totals
2009	\$ 1,135,000	\$ 1,478,525	\$ 2,613,525
2010	1,180,000	1,433,450	2,613,450
2011	1,235,000	1,374,590	2,609,590
2012	1,285,000	1,324,862	2,609,862
2013	1,340,000	1,273,025	2,613,025
2014-2018	7,665,000	5,380,610	13,045,610
2019-2023	9,650,000	3,435,760	13,085,760
2024-2028	9,535,000	994,818	10,529,818
Totals	<u>\$ 33,025,000</u>	<u>\$ 16,695,640</u>	<u>\$ 49,720,640</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

3. Changes in Long-Term Liabilities

Long-term liability activity for the year ended December 31, 2008, was as follows:

Primary Government	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities:					
Bonds payable:					
General obligation	\$ 170,980,000	\$ 21,615,000	\$ 2,885,000	\$ 189,710,000	\$ 3,480,000
Compensated absences	3,374,276	1,426,861	1,578,265	3,222,872	831,761
Capital leases	1,942,674	438,435	679,075	1,702,034	755,363
Net pension obligation	5,130,064	461,249	-	5,591,313	-
Net OPEB obligation	-	2,618,052	-	2,618,052	-
<b>Total governmental activities long-term liabilities</b>	<b>\$ 181,427,014</b>	<b>\$ 26,559,597</b>	<b>\$ 5,142,340</b>	<b>\$ 202,844,271</b>	<b>\$ 5,067,124</b>
Business-type activities:					
Revenue bonds payable:					
Wastewater Utility	\$ 33,675,000	\$ -	\$ 650,000	\$ 33,025,000	\$ 1,135,000
Compensated absences	296,828	70,859	19,570	348,117	101,208
<b>Total business-type activities long-term liabilities</b>	<b>\$ 33,971,828</b>	<b>\$ 70,859</b>	<b>\$ 669,570</b>	<b>\$ 33,373,117</b>	<b>\$ 1,236,208</b>

Compensated absences for governmental activities typically have been liquidated from the general, motor vehicle highway and park and recreation funds.

I. Restricted Assets

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

	Governmental Activities	Business-Type Activities
Restricted by enabling legislation	\$ 8,995,370	\$ -
Revenue bond construction account	-	9,380,571
Revenue bond and interest account	-	769,939
Revenue bond depreciation account	-	1,295,865
<b>Totals</b>	<b>\$ 8,995,370</b>	<b>\$ 11,446,375</b>

J. Investment in Capital Assets Net of Related Debt

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

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

	<u>Governmental Activities</u>	<u>Business-Type Activities</u>
Investment in capital assets, net of depreciation	\$ 302,521,783	\$ 94,018,168
Less:		
Bonds payable	192,440,097	33,083,256
Capital lease payable	1,702,034	-
Deduct cash on hand	<u>(19,045,129)</u>	<u>(9,377,022)</u>
Total related net debt	<u>175,097,002</u>	<u>23,706,234</u>
Investment in capital assets, net of related debt	<u>\$ 127,424,781</u>	<u>\$ 70,311,934</u>

K. Unavailable and Unearned Revenue

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

	<u>Taxes</u>	<u>Intergovernmental</u>	<u>Totals</u>
Unavailable revenue:			
General	\$ 3,115,712	\$ 108,702	\$ 3,224,414
County option income tax	223,153	-	223,153
Motor vehicle highway	103,321	15,251	118,572
Park and recreation	57,878	8,543	66,421
Fire station 2 debt	4,913	725	5,638
Public safety building debt bonds	39,149	5,779	44,928
Fire stations 5 and 6 debt	32,240	4,759	36,999
Little Chicago Road debt	29,630	4,374	34,004
City Hall debt	51,891	7,659	59,550
Cumulative capital improvement	-	11,206	11,206
Cumulative capital development	46,057	6,798	52,855
Cumulative building and fire fighting equipment	30,551	4,510	35,061
Redevelopment tax increment financing	<u>88,276</u>	<u>13,030</u>	<u>101,306</u>
Totals	<u>\$ 3,822,771</u>	<u>\$ 191,336</u>	<u>\$ 4,014,107</u>

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

L. Restatements and Reclassifications

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect financial activity of the primary government. The following schedule presents a summary of restated beginning balances by fund type. Prior period adjustments represent the following:

Capital assets – the City had not previously included 146<sup>th</sup> street, including related storm sewers, in the capital assets due to confusion over ownership of the road with Hamilton County. During 2008, City officials reviewed the interlocal agreement with Hamilton County and determined that even though the road is maintained by Hamilton County, it is owned by the City of Noblesville.

	Statement of Activities
Net assets - beginning - as previously stated	\$ 119,270,767
Prior period adjustment	
Capital assets - roads	42,753,729
Net assets - beginning - as restated	\$ 162,024,496

III. Other Information

A. Risk Management

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

The risks of torts; theft of, damage to, and destruction of assets; errors and omissions; job related illnesses or injuries to employees; 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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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:

	2008	2007
Unpaid claims, beginning of fiscal year	\$ 350,361	\$ 324,086
Incurred claims and changes in estimates	5,534,156	4,818,956
Claim payments	5,431,816	4,792,681
Unpaid claims, end of fiscal year	\$ 452,701	\$ 350,361

Job Related Illnesses or Injuries to Employees

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

B. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the Noblesville Healthcare Plan are established and can be amended by the City's insurance committee and approved by the City Council. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the governing board. For the year ended December 31, 2008, the City contributed \$177,259 to the plan (\$112,469 for current premiums and \$64,790 to pre-fund benefits). Plan members receiving benefits contributed \$19,847, or approximately 15% of the total premiums.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Annual OPEB Cost and Net OPEB Obligation

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

Annual required contribution	\$ 2,795,311
Interest on net OPEB obligation	-
Adjustment to annual required contribution	-
	-
Annual OPEB cost	2,795,311
Contributions made	177,259
	-
Increase in net OPEB obligation	2,618,052
Net OPEB obligation, beginning of year	-
	-
Net OPEB obligation, end of year	\$ 2,618,052

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2008 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12-31-06	\$ *	*	\$ *
12-31-07	*	*	*
12-31-08	2,795,311	6.3%	2,618,052

\*Information is not available for the two preceding years because this is the first year for reporting OPEB liability.

Funded Status and Funding Progress

As of December 31, 2008, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$20,313,362, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$20,313,362. The covered payroll (annual payroll of active employees covered by the plan) was \$18,074,247, and the ratio of the UAAL to covered payroll was 112%.

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

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

new estimates are made about the future. The Schedule of Funding Progress, presented as required supplementary information following the notes to the financial statements, presents multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumption

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

In the December 31, 2008, actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 5.0% investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 10.0% initially, reduced by decrements to an ultimate rate of 6.0% after 10 years. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at December 31, 2008, was 29 years.

C. 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 3% of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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  
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Funding Policy

PERF members are required to contribute 3% of their annual covered salary. The City is required to contribute at an actuarially determined rate, the current rate is 6.75% of annual covered payroll. The contribution requirements of plan members and the City are established and may be amended by the PERF Board of Trustees. The contribution requirements of plan members for PERF are established by the board of Trustees of PERF. The City'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.

Annual Pension Cost

For 2008, the City's annual pension cost of \$557,595 for PERF was equal to the City's required and actual contributions.

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

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to six percent (6%) of the salary of a first class patrolman. The City is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis), the amount contributed for 2008 is \$129,814. The contribution requirements of plan members and the City are established by the state statute. Of this amount \$123,214, is contributed by the State of Indiana on behalf of the City. On behalf contributions from the State of Indiana approximates the amount paid out for benefits.

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

Annual Pension Cost

For 2008, the City's annual pension cost of \$129,814, for the 1927 Police Officers' Pension Plan was equal to the City's required and actual contributions.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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.

Funding Policy

Plan members are required by state statute (IC 36-8-6-4) to contribute an amount equal to six percent (6%) of the salary of a first class firefighter. The City is required to contribute an amount equal to the funding deficit of the difference between receipts of the fund and the required disbursements of the fund (pay-as-you-go basis), the amount contributed for 2008 is \$287,973. The contribution requirements of plan members and the City are established by the state statute. Of this amount \$273,346, is contributed by the State of Indiana on behalf of the City. On behalf contributions from the State of Indiana approximates the amount paid out for benefits.

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

Annual Pension Cost

For 2008, the City's annual pension cost of \$287,973, for the 1937 Firefighters' Pension Plan was equal to the City's required and actual contributions.

Actuarial Information for the Above Plans:

	<u>PERF</u>	<u>1925 Police Officers' Pension</u>	<u>1937 Firefighters' Pension</u>
Annual required contribution	\$ 521,369	\$ 337,900	\$ 511,400
Interest on net pension obligation	(28,800)	128,200	186,400
Adjustment to annual required contribution	<u>32,808</u>	<u>(161,700)</u>	<u>(235,100)</u>
Annual pension cost	525,377	304,400	462,700
Contributions made	<u>557,595</u>	<u>129,814</u>	<u>287,973</u>
Increase in net pension obligation	(32,218)	174,586	174,727
Net pension obligation, beginning of year	<u>(397,101)</u>	<u>2,136,143</u>	<u>3,105,857</u>
Net pension obligation, end of year	<u>\$ (429,319)</u>	<u>\$ 2,310,729</u>	<u>\$ 3,280,584</u>

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NOTES TO FINANCIAL STATEMENTS  
(Continued)

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension
Contribution rates:			
City	6.75%	337%	1,031%
Plan members	3%	6%	6%
Actuarial valuation date	07-01-08	01-01-08	01-01-08
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	30 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

Actuarial Assumptions

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	06-30-06	\$ 403,142	104%	\$ (426,374)
	06-30-07	479,850	94%	(397,101)
	06-30-08	525,377	106%	(429,319)
1925 Police Officers' Pension Plan	12-31-05	295,200	73%	2,038,037
	12-31-06	305,900	68%	2,136,143
	12-31-07	304,400	43%	2,310,729
1937 Firefighters' Pension Plan	12-31-05	467,900	96%	3,100,727
	12-31-06	459,600	99%	3,105,857
	12-31-07	462,700	62%	3,280,584

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NOTES TO FINANCIAL STATEMENTS  
(Continued)

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

Funded Status and Funding Progress for the Above Plans:

The funded status of each plan as of December 31, 2007, except for PERF which is as of June 30, 2008, is as follows:

Retirement Plan	Actuarial Value of Plan Assets (a)	Actuarial Accrued Liability (AAL) Entry Age (b)	Unfunded AAL (b-a)	Funded Ratio (a/b)	Annual Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((b-a)/c)
PERF	\$ 5,836,894	\$ 7,186,951	\$ 1,350,057	81%	\$ 8,401,860	16%
1925 Police Officers' Pension Plan	674,528	4,204,100	3,529,572	16%	100,400	3,516%
1937 Firefighters' Pension Plan	858,836	6,817,800	5,958,964	13%	49,600	12,014%

d. Financial Statements for Defined Benefits Plans

Statements of Fiduciary Net Assets:

<u>Assets</u>	1925 Police Officers' Pension	1937 Firefighters' Pension	Totals
Cash and cash equivalents	\$ 579,172	\$ 684,002	\$ 1,263,174
<u>Net Assets</u>			
Held in trust for:			
Employee's pension benefits	\$ 579,172	\$ 684,002	\$ 1,263,174

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

Statements of Changes in Fiduciary Net Assets:

<u>Additions</u>	1925 Police Officers' Pension	1937 Firefighters' Pension	Totals
Contributions:			
Employer	\$ 6,600	\$ 14,627	\$ 21,227
Intergovernmental	123,214	273,346	396,560
Total contributions	129,814	287,973	417,787
Investment income:			
Interest	4,034	9,601	13,635
Total additions	133,848	297,574	431,422
 <u>Deductions</u>			
Benefits and refunds paid to plan members and beneficiaries	229,204	472,408	701,612
Changes in net assets	(95,356)	(174,834)	(270,190)
Net assets - beginning	674,528	858,836	1,533,364
Net assets - ending	\$ 579,172	\$ 684,002	\$ 1,263,174

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

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.

CITY OF NOBLESVILLE  
NOTES TO FINANCIAL STATEMENTS  
(Continued)

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, 2008, 2007, and 2006, were \$1,954,642 \$1,813,416, and \$1,634,086, 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)
07-01-06	\$ 4,156,005	\$ 5,185,034	\$ (1,029,029)	80%	\$ 6,991,451	(15%)
07-01-07	4,883,585	6,177,923	(1,294,338)	79%	7,236,719	(18%)
07-01-08	5,836,894	7,186,951	(1,350,057)	81%	8,401,860	(16%)

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)
01-01-03	\$ 485,969	\$ 3,506,700	\$ (3,020,731)	14%	\$ 84,400	(3,579%)
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%)
01-01-07	660,820	4,222,800	(3,561,980)	16%	97,600	(3,650%)
01-01-08	674,528	4,204,100	(3,529,572)	16%	100,400	(3,516%)

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)
01-01-03	\$ 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%)
01-01-07	853,737	6,831,500	(5,977,763)	12%	48,200	(12,402%)
01-01-08	858,836	6,817,800	(5,958,964)	13%	49,600	(12,014%)

Other Postemployment Benefits

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
01-01-04	\$ *	\$ *	\$ *	*	\$ *	*
01-01-05	*	*	*	*	*	*
01-01-06	*	*	*	*	*	*
01-01-07	*	*	*	*	*	*
01-01-08	-	17,885,929	(17,885,929)	0%	15,699,600	(114%)
01-01-09	-	20,313,362	(20,313,362)	0%	18,074,247	(112%)

\*Information is not available

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

CITY OF NOBLESVILLE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 SCHEDULES OF 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
12-31-03	\$ 482,300	21%	23%
12-31-04	533,400	19%	24%
12-31-05	303,800	34%	40%
12-31-06	321,800	29%	35%
12-31-07	335,300	25%	37%
12-31-08	337,900	2%	36%

1937 Firefighters' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12-31-03	\$ 944,400	35%	23%
12-31-04	1,023,700	33%	23%
12-31-05	602,500	34%	44%
12-31-06	509,800	39%	50%
12-31-07	504,800	37%	53%
12-31-08	511,400	3%	53%

Other Postemployment Benefits

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12-31-03	\$ *	*	*
12-31-04	*	*	*
12-31-05	*	*	*
12-31-06	*	*	*
12-31-07	*	*	*
12-31-08	2,795,311	6%	0%

\*Information is not available.

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

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For The Year Ended December 31, 2008

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
<b>Revenues:</b>				
Taxes	\$ 24,221,277	\$ 24,221,277	\$ 25,829,658	\$ 1,608,381
Licenses and permits	1,265,200	1,265,200	1,152,077	(113,123)
Intergovernmental	1,188,034	1,188,034	1,749,086	561,052
Charges for services	2,336,524	2,336,524	2,428,218	91,694
Fines and forfeits	65,600	65,600	103,140	37,540
Other	145,000	145,000	687,380	542,380
<b>Total revenues</b>	<b>29,221,635</b>	<b>29,221,635</b>	<b>31,949,559</b>	<b>2,727,924</b>
<b>Expenditures:</b>				
<b>Current:</b>				
<b>General government:</b>				
<b>Board of Works</b>				
Personal services	82,254	82,254	82,254	-
Other services and charges	2,625,480	2,625,480	2,569,563	55,917
Capital outlay	7,100	7,100	5,728	1,372
<b>Total Board of Works</b>	<b>2,714,834</b>	<b>2,714,834</b>	<b>2,657,545</b>	<b>57,289</b>
<b>Mayor:</b>				
Personal services	451,300	451,300	436,744	14,556
Supplies	15,080	15,080	12,452	2,628
Other services and charges	103,001	103,001	69,431	33,570
Capital outlay	500	500	500	-
<b>Total Mayor</b>	<b>569,881</b>	<b>569,881</b>	<b>519,127</b>	<b>50,754</b>
<b>Clerk-Treasurer:</b>				
Personal services	292,719	292,719	275,414	17,305
Supplies	8,125	8,125	7,319	806
Other services and charges	64,900	64,900	53,899	11,001
Capital outlay	2,000	2,000	893	1,107
<b>Total Clerk-Treasurer</b>	<b>367,744</b>	<b>367,744</b>	<b>337,525</b>	<b>30,219</b>
<b>Planning:</b>				
Personal services	1,292,813	1,292,813	1,196,383	96,430
Supplies	42,044	42,044	23,558	18,486
Other services and charges	143,731	143,731	90,153	53,578
Capital outlay	72,472	72,472	39,563	32,909
<b>Total Planning</b>	<b>1,551,060</b>	<b>1,551,060</b>	<b>1,349,657</b>	<b>201,403</b>
<b>Court:</b>				
Personal services	207,909	207,909	206,672	1,237
Supplies	2,550	2,550	1,537	1,013
Other services and charges	14,006	14,006	5,196	8,810
Capital outlay	500	500	-	500
<b>Total Court</b>	<b>224,965</b>	<b>224,965</b>	<b>213,405</b>	<b>11,560</b>

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

Continued on next page

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For The Year Ended December 31, 2008  
(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	264,261	264,261	252,783	11,478
Supplies	10,780	10,780	10,779	1
Other services and charges	141,972	141,972	140,471	1,501
Total Network Administrator	417,013	417,013	404,033	12,980
Council:				
Personal services	165,219	165,219	161,308	3,911
Supplies	800	800	791	9
Other services and charges	100,200	100,200	64,605	35,595
Capital outlay	2,238,468	2,238,468	-	2,238,468
Total Council	2,504,687	2,504,687	226,704	2,277,983
Human Resources:				
Personal services	152,126	152,126	141,377	10,749
Supplies	2,700	2,700	2,276	424
Other services and charges	22,695	22,695	15,344	7,351
Total Human Resources	177,521	177,521	158,997	18,524
Maintenance:				
Personal services	330,312	330,312	309,343	20,969
Supplies	40,090	40,090	37,000	3,090
Other services and charges	100,161	100,161	86,891	13,270
Capital outlay	4,000	4,000	1,162	2,838
Total Economic Development	474,563	474,563	434,396	40,167
Economic Development:				
Personal services	370,163	370,163	290,797	79,366
Supplies	8,580	8,580	4,015	4,565
Other services and charges	605,034	834,226	757,756	76,470
Capital outlay	2,500	2,500	2,500	-
Total Economic Development	986,277	1,215,469	1,055,068	160,401
Engineering:				
Personal services	794,873	797,666	732,428	65,238
Supplies	43,490	43,490	42,004	1,486
Other services and charges	1,294,790	1,735,136	1,609,916	125,220
Capital outlay	350,500	350,500	350,315	185
Total Engineering	2,483,653	2,926,792	2,734,663	192,129
Total general government	12,472,198	13,144,529	10,091,120	3,053,409

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

Continued on next page

CITY OF NOBLESVILLE  
REQUIRED SUPPLEMENTARY INFORMATION  
BUDGETARY COMPARISON SCHEDULE  
GENERAL FUND  
For The Year Ended December 31, 2008  
(Continued)

	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final		
Expenditures (continued):				
Public safety:				
Police:				
Personal services	6,553,701	6,556,061	6,472,676	83,385
Supplies	523,578	475,417	364,307	111,110
Other services and charges	751,562	781,089	738,540	42,549
Capital outlay	<u>389,732</u>	<u>500,298</u>	<u>500,231</u>	<u>67</u>
Total Police	<u>8,218,573</u>	<u>8,312,865</u>	<u>8,075,754</u>	<u>237,111</u>
Fire:				
Personal services	10,415,023	10,351,728	9,918,542	433,186
Supplies	204,797	228,708	206,686	22,022
Other services and charges	621,660	690,451	511,667	178,784
Capital outlay	<u>65,840</u>	<u>125,022</u>	<u>118,819</u>	<u>6,203</u>
Total Fire	<u>11,307,320</u>	<u>11,395,909</u>	<u>10,755,714</u>	<u>640,195</u>
Emergency Medical Service:				
Personal services	30,000	57,213	17,880	39,333
Supplies	122,620	215,184	135,620	79,564
Other services and charges	40,900	61,399	41,664	19,735
Capital outlay	<u>72,444</u>	<u>72,444</u>	<u>57,279</u>	<u>15,165</u>
Total Emergency Medical Service	<u>265,964</u>	<u>406,240</u>	<u>252,443</u>	<u>153,797</u>
Communications:				
Personal services	1,414,265	1,461,740	1,297,075	164,665
Supplies	5,600	5,600	3,011	2,589
Other services and charges	262,695	263,315	248,685	14,630
Capital outlay	<u>6,000</u>	<u>6,000</u>	<u>149</u>	<u>5,851</u>
Total Communications	<u>1,688,560</u>	<u>1,736,655</u>	<u>1,548,920</u>	<u>187,735</u>
Total public safety	<u>21,480,417</u>	<u>21,851,669</u>	<u>20,632,831</u>	<u>1,218,838</u>
Total expenditures	<u>33,952,615</u>	<u>34,996,198</u>	<u>30,723,951</u>	<u>4,272,247</u>
Net change in fund balances	(4,730,980)	(5,774,563)	1,225,608	7,000,171
Fund balance - beginning	<u>8,902,201</u>	<u>8,902,201</u>	<u>8,902,201</u>	<u>-</u>
Fund balance - December 31	<u>\$ 4,171,221</u>	<u>\$ 3,127,638</u>	<u>\$ 10,127,809</u>	<u>\$ 7,000,171</u>

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

CITY OF NOBLESVILLE  
 REQUIRED SUPPLEMENTARY INFORMATION  
 BUDGET/GAAP RECONCILIATION  
 GENERAL FUND  
 For The Year Ended December 31, 2008

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

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

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

	General
Net change in fund balance (budgetary basis)	\$ 1,225,608
Adjustments:	
To adjust revenues for accruals	713,571
To adjust expenditures for accruals	(149,718)
Net change in fund balance (GAAP basis)	\$ 1,789,461

The notes to the required supplementary information are 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  
County Option Income Tax  
Local Law Enforcement Continuing Education  
Park and Recreation  
Park Nonreverting Operating  
Parking Meter  
Adult Probation

Debt service:

Fire Station 2 Debt  
Public Safety Building Debt Bonds  
Fire Stations 5 & 6 Debt  
Little Chicago Road Debt  
City Hall Debt

Capital projects:

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

## Supplemental Schedules

## NONMAJOR GOVERNMENTAL FUNDS

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

Motor Vehicle Highway -	To account for street construction and the operations of the street and maintenance department. Financing is provided by a specific annual property tax levy and by state motor vehicle highway distributions.
Local Road and Street -	To account for operation and maintenance of local and arterial road and street systems. Financing is provided by state gasoline tax distributions.
County Option Income Tax -	To account for expenditures related to the capital improvement projects financed by county option income tax revenues.
Local Law Enforcement Continuing Education -	To account for expenditures related to continuing education of law enforcement officers employed by the City. Financing is provided by fees collected for gun permit applications, accident report copies, motor checks, and the violation of City ordinances.
Park and Recreation -	To account for the operations of the City parks and activities sponsored by the parks department. Financing is provided by a specific annual property tax levy, charges for use of park facilities, and donations.
Park Nonreverting Operating -	To account for the operations of the City golf courses and special events. Financing is provided by golf revenue and fees charged for events.
Tree Board Nonreverting -	To account for Federal grant monies used for planting trees in urban areas.
Parking Meter -	To account for the acquisition and maintenance of parking lots. Financing is provided by fees collected for violation of City ordinance governing public parking.
Police Donation -	To account for donations received for police department expenditures.
Fire Donation -	To account for donations received for fire department expenditures.
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 cleanup 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.
Sick Payout -	To allow the pay out of sick hours the employee has accumulated during employment with the City when the employee leaves their employment with the City. The payout is a percentage of the hours accumulated and is based on the number of years of service.
Contingency -	To create a rainy day fund established by the Common Council. Financing was provided by a transfer of City funds.
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 semi-annual 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 semi-annual 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 semi-annual lease payments for Little Chicago Road through January 15, 2026. Financing is provided by an annual property tax levy.
City Hall Debt -	To account for the accumulation of resources and payment of semi-annual lease payments for City Hall through 2035. Financing is provided by an annual property tax levy.

## NONMAJOR GOVERNMENTAL FUNDS

(Continued)

146<sup>th</sup> Street Reimbursement - To account for the reimbursement of funds from the Federal grant monies. Financing came from Federal grants.

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

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

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

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

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

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

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.

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.

## NONMAJOR GOVERNMENTAL FUNDS

(Continued)

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)

The Noblesville Building  
Corporation -  
Capital Projects -

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 semi-annual lease payments from the County Option Income Tax (COIT), Public Safety Building Debt Bonds, and Redevelopment Tax Increment Financing funds.

## 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, 2008

<u>Assets</u>	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	<u>Totals</u>
Cash and cash equivalents	\$ 4,426,084	\$ 7,649,437	\$ 29,199,590	\$ 41,275,111
Receivables:				
Taxes	571,074	157,823	164,884	893,781
Intergovernmental	<u>280,550</u>	<u>23,296</u>	<u>35,544</u>	<u>339,390</u>
Total assets	<u>\$ 5,277,708</u>	<u>\$ 7,830,556</u>	<u>\$ 29,400,018</u>	<u>\$ 42,508,282</u>
 <u>Liabilities and Fund Balances</u>				
Liabilities:				
Accounts payable	\$ 119,926	\$ -	\$ 377,393	\$ 497,319
Accrued payroll and withholdings payable	150,371	-	-	150,371
Contracts payable	-	-	626,993	626,993
Trust payable	34,279	-	-	34,279
Unavailable revenue	<u>408,146</u>	<u>181,119</u>	<u>200,428</u>	<u>789,693</u>
Total liabilities	<u>712,722</u>	<u>181,119</u>	<u>1,204,814</u>	<u>2,098,655</u>
Fund balances:				
Reserved for:				
Encumbrances	46,200	-	6,057	52,257
Unreserved, reported in:				
Special revenue funds	4,518,786	-	-	4,518,786
Debt service funds	-	7,649,437	-	7,649,437
Capital projects funds	<u>-</u>	<u>-</u>	<u>28,189,147</u>	<u>28,189,147</u>
Total fund balances	<u>4,564,986</u>	<u>7,649,437</u>	<u>28,195,204</u>	<u>40,409,627</u>
Total liabilities and fund balances	<u>\$ 5,277,708</u>	<u>\$ 7,830,556</u>	<u>\$ 29,400,018</u>	<u>\$ 42,508,282</u>

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Totals
<b>Revenues:</b>				
Taxes	\$ 2,972,270	\$ 2,727,185	\$ 12,759,745	\$ 18,459,200
Licenses and permits	22,920	-	2,840,083	2,863,003
Intergovernmental	1,978,678	4,440,423	601,222	7,020,323
Charges for services	1,113,660	-	431,846	1,545,506
Fines and forfeits	426,228	-	-	426,228
Other	520,153	40,177	1,201,215	1,761,545
	<u>7,033,909</u>	<u>7,207,785</u>	<u>17,834,111</u>	<u>32,075,805</u>
<b>Total revenues</b>				
<b>Expenditures:</b>				
<b>Current:</b>				
General government	576,655	8,173	7,656	592,484
Public safety	231,859	-	335,031	566,890
Highways and streets	3,009,668	-	62,287	3,071,955
Culture and recreation	2,292,540	-	-	2,292,540
<b>Debt service:</b>				
Principal	479,315	1,695,000	183,117	2,357,432
Interest	57,974	1,313,259	23,578	1,394,811
Bond issuance costs	-	228,540	54,096	282,636
Capital outlay	2,544,444	-	10,005,758	12,550,202
	<u>9,192,455</u>	<u>3,244,972</u>	<u>10,671,523</u>	<u>23,108,950</u>
<b>Total expenditures</b>				
Excess (deficiency) of revenues over (under) expenditures	<u>(2,158,546)</u>	<u>3,962,813</u>	<u>7,162,588</u>	<u>8,966,855</u>
<b>Other financing sources (uses):</b>				
Transfers in	659,545	3,038,812	3,498	3,701,855
Transfers out	(2,690,620)	(3,065,269)	(3,872,333)	(9,628,222)
Bond issuance	-	579,190	8,445,810	9,025,000
Premium on bond issuance	-	-	145,880	145,880
	<u>(2,031,075)</u>	<u>552,733</u>	<u>4,722,855</u>	<u>3,244,513</u>
<b>Total other financing sources and uses</b>				
Net change in fund balances	(4,189,621)	4,515,546	11,885,443	12,211,368
Fund balances - beginning	8,754,607	3,133,891	16,309,761	28,198,259
Fund balances - ending	<u>\$ 4,564,986</u>	<u>\$ 7,649,437</u>	<u>\$ 28,195,204</u>	<u>\$ 40,409,627</u>

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2008

<u>Assets</u>	Motor Vehicle Highway	Local Road and Street	County Option Income Tax	Local Law Enforcement Continuing Education	Park and Recreation
Cash and cash equivalents	\$ 392,773	\$ 74,316	\$ 2,550,149	\$ 33,856	\$ 123,080
Receivables:					
Taxes	103,321	-	409,875	-	57,878
Intergovernmental	<u>175,101</u>	<u>96,906</u>	<u>-</u>	<u>-</u>	<u>8,543</u>
Total assets	<u>\$ 671,195</u>	<u>\$ 171,222</u>	<u>\$ 2,960,024</u>	<u>\$ 33,856</u>	<u>\$ 189,501</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 65,507	\$ 14,268	\$ -	\$ 60	\$ 19,591
Accrued payroll and withholdings payable	100,799	-	-	-	45,056
Trust payable	-	-	-	-	-
Unavailable revenue	<u>118,572</u>	<u>-</u>	<u>223,153</u>	<u>-</u>	<u>66,421</u>
Total liabilities	<u>284,878</u>	<u>14,268</u>	<u>223,153</u>	<u>60</u>	<u>131,068</u>
Fund balances:					
Reserved for:					
Encumbrances	43,188	-	-	-	3,012
Unreserved, reported in:					
Special revenue funds	<u>343,129</u>	<u>156,954</u>	<u>2,736,871</u>	<u>33,796</u>	<u>55,421</u>
Total fund balances	<u>386,317</u>	<u>156,954</u>	<u>2,736,871</u>	<u>33,796</u>	<u>58,433</u>
Total liabilities and fund balances	<u>\$ 671,195</u>	<u>\$ 171,222</u>	<u>\$ 2,960,024</u>	<u>\$ 33,856</u>	<u>\$ 189,501</u>

Continued on next page

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2008  
 (Continued)

<u>Assets</u>	Park Nonreverting Operating	Tree Board Nonreverting	Parking Meter	Police Donation	Fire Donation
Cash and cash equivalents	\$ 33,842	\$ 10,973	\$ 391,317	\$ 4,104	\$ 10,631
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
<b>Total assets</b>	<b><u>\$ 33,842</u></b>	<b><u>\$ 10,973</u></b>	<b><u>\$ 391,317</u></b>	<b><u>\$ 4,104</u></b>	<b><u>\$ 10,631</u></b>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 18,231	\$ -	\$ 19	\$ -	\$ -
Accrued payroll and withholdings payable	2,349	-	2,167	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
<b>Total liabilities</b>	<b><u>20,580</u></b>	<b><u>-</u></b>	<b><u>2,186</u></b>	<b><u>-</u></b>	<b><u>-</u></b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	<u>13,262</u>	<u>10,973</u>	<u>389,131</u>	<u>4,104</u>	<u>10,631</u>
<b>Total fund balances</b>	<b><u>13,262</u></b>	<b><u>10,973</u></b>	<b><u>389,131</u></b>	<b><u>4,104</u></b>	<b><u>10,631</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 33,842</u></b>	<b><u>\$ 10,973</u></b>	<b><u>\$ 391,317</u></b>	<b><u>\$ 4,104</u></b>	<b><u>\$ 10,631</u></b>

Continued on next page

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2008  
 (Continued)

<u>Assets</u>	<u>Adult Probation</u>	<u>Communications</u>	<u>Parking Lot Maintenance</u>	<u>Curb and Sidewalk</u>	<u>Cultural Arts</u>
Cash and cash equivalents	\$ 5,984	\$ 80,402	\$ 3,750	\$ -	\$ 20,247
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 5,984</u>	<u>\$ 80,402</u>	<u>\$ 3,750</u>	<u>\$ -</u>	<u>\$ 20,247</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 920
Accrued payroll and withholdings payable	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>920</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	<u>5,984</u>	<u>80,402</u>	<u>3,750</u>	<u>-</u>	<u>19,327</u>
Total fund balances	<u>5,984</u>	<u>80,402</u>	<u>3,750</u>	<u>-</u>	<u>19,327</u>
Total liabilities and fund balances	<u>\$ 5,984</u>	<u>\$ 80,402</u>	<u>\$ 3,750</u>	<u>\$ -</u>	<u>\$ 20,247</u>

Continued on next page

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2008  
 (Continued)

<u>Assets</u>	<u>Court Record</u>	<u>Hazardous Materials</u>	<u>Play-It Clean Campaign</u>	<u>Unemployment</u>	<u>Deferral Program</u>
Cash and cash equivalents	\$ 7,331	\$ 3,316	\$ -	\$ 27,818	\$ 87,202
Receivables:					
Taxes	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Total assets	<u>\$ 7,331</u>	<u>\$ 3,316</u>	<u>\$ -</u>	<u>\$ 27,818</u>	<u>\$ 87,202</u>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ 30	\$ 1,300	\$ -	\$ -	\$ -
Accrued payroll and withholdings payable	-	-	-	-	-
Trust payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	-
Total liabilities	<u>30</u>	<u>1,300</u>	<u>-</u>	<u>-</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Special revenue funds	<u>7,301</u>	<u>2,016</u>	<u>-</u>	<u>27,818</u>	<u>87,202</u>
Total fund balances	<u>7,301</u>	<u>2,016</u>	<u>-</u>	<u>27,818</u>	<u>87,202</u>
Total liabilities and fund balances	<u>\$ 7,331</u>	<u>\$ 3,316</u>	<u>\$ -</u>	<u>\$ 27,818</u>	<u>\$ 87,202</u>

Continued on next page

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR SPECIAL REVENUE FUNDS  
 December 31, 2008  
 (Continued)

<u>Assets</u>	<u>Block Grant</u>	<u>Sick Pay Out</u>	<u>Contingency</u>	<u>City Court</u>	<u>Totals</u>
Cash and cash equivalents	\$ 179,305	\$ 49,331	\$ 302,078	\$ 34,279	\$ 4,426,084
Receivables:					
Taxes	-	-	-	-	571,074
Intergovernmental	-	-	-	-	280,550
<b>Total assets</b>	<b>\$ 179,305</b>	<b>\$ 49,331</b>	<b>\$ 302,078</b>	<b>\$ 34,279</b>	<b>\$ 5,277,708</b>
<u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ -	\$ -	\$ 119,926
Accrued payroll and withholdings payable	-	-	-	-	150,371
Trust payable	-	-	-	34,279	34,279
Unavailable revenue	-	-	-	-	408,146
<b>Total liabilities</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>34,279</b>	<b>712,722</b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	46,200
Unreserved, reported in:					
Special revenue funds	179,305	49,331	302,078	-	4,518,786
<b>Total fund balances</b>	<b>179,305</b>	<b>49,331</b>	<b>302,078</b>	<b>-</b>	<b>4,564,986</b>
<b>Total liabilities and fund balances</b>	<b>\$ 179,305</b>	<b>\$ 49,331</b>	<b>\$ 302,078</b>	<b>\$ 34,279</b>	<b>\$ 5,277,708</b>

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CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 December 31, 2008

<u>Assets</u>	<u>Fire Station 2 Debt</u>	<u>Public Safety Building Debt Bonds</u>	<u>Fire Stations 5 &amp; 6 Debt</u>	<u>Little Chicago Road Debt</u>	<u>City Hall Debt</u>
Cash and cash equivalents	\$ 64,288	\$ 383,068	\$ 317,281	\$ 287,365	\$ 503,073
Receivables:					
Taxes	4,913	39,149	32,240	29,630	51,891
Intergovernmental	<u>725</u>	<u>5,779</u>	<u>4,759</u>	<u>4,374</u>	<u>7,659</u>
Total assets	<u>\$ 69,926</u>	<u>\$ 427,996</u>	<u>\$ 354,280</u>	<u>\$ 321,369</u>	<u>\$ 562,623</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Unavailable revenue	\$ 5,638	\$ 44,928	\$ 36,999	\$ 34,004	\$ 59,550
Total liabilities	<u>5,638</u>	<u>44,928</u>	<u>36,999</u>	<u>34,004</u>	<u>59,550</u>
Fund balances:					
Unreserved, reported in:					
Debt service funds	<u>64,288</u>	<u>383,068</u>	<u>317,281</u>	<u>287,365</u>	<u>503,073</u>
Total fund balances	<u>64,288</u>	<u>383,068</u>	<u>317,281</u>	<u>287,365</u>	<u>503,073</u>
Total liabilities and fund balances	<u>\$ 69,926</u>	<u>\$ 427,996</u>	<u>\$ 354,280</u>	<u>\$ 321,369</u>	<u>\$ 562,623</u>

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CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR DEBT SERVICE FUNDS  
 December 31, 2008  
 (Continued)

<u>Assets</u>	<u>146th Street Reimbursement</u>	<u>Economic Development Infrastructure Building Corporation</u>	<u>Noblesville Building Corporation</u>	<u>Totals</u>
Cash and cash equivalents	\$ 4,193,588	\$ 604,873	\$ 1,295,901	\$ 7,649,437
Receivables:				
Taxes	-	-	-	157,823
Intergovernmental	-	-	-	23,296
<b>Total assets</b>	<b><u>\$ 4,193,588</u></b>	<b><u>\$ 604,873</u></b>	<b><u>\$ 1,295,901</u></b>	<b><u>\$ 7,830,556</u></b>
 <u>Liabilities and Fund Balances</u>				
Liabilities:				
Unavailable revenue	\$ -	\$ -	\$ -	\$ 181,119
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>181,119</u></b>
Fund balances:				
Unreserved, reported in:				
Debt service funds	<u>4,193,588</u>	<u>604,873</u>	<u>1,295,901</u>	<u>7,649,437</u>
<b>Total fund balances</b>	<b><u>4,193,588</u></b>	<b><u>604,873</u></b>	<b><u>1,295,901</u></b>	<b><u>7,649,437</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 4,193,588</u></b>	<b><u>\$ 604,873</u></b>	<b><u>\$ 1,295,901</u></b>	<b><u>\$ 7,830,556</u></b>

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 December 31, 2008

<u>Assets</u>	<u>Cumulative Capital Improvement</u>	<u>Cumulative Capital Development</u>	<u>Cumulative Building and Fire Fighting Equipment</u>	<u>Park Nonreverting Capital</u>	<u>River Overlook</u>
Cash and cash equivalents	\$ 399,276	\$ 1,321,552	\$ 1,630,327	\$ 14,839	\$ 10
Receivables:					
Taxes	-	46,057	30,551	-	-
Intergovernmental	<u>11,206</u>	<u>6,798</u>	<u>4,510</u>	<u>-</u>	<u>-</u>
<b>Total assets</b>	<b><u>\$ 410,482</u></b>	<b><u>\$ 1,374,407</u></b>	<b><u>\$ 1,665,388</u></b>	<b><u>\$ 14,839</u></b>	<b><u>\$ 10</u></b>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 37,984	\$ -	\$ -	\$ -
Contacts payable	-	-	-	-	-
Unavailable revenue	<u>11,206</u>	<u>52,855</u>	<u>35,061</u>	<u>-</u>	<u>-</u>
<b>Total liabilities</b>	<u>11,206</u>	<u>90,839</u>	<u>35,061</u>	<u>-</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	6,057	-	-	-
Unreserved, reported in:					
Capital projects funds	<u>399,276</u>	<u>1,277,511</u>	<u>1,630,327</u>	<u>14,839</u>	<u>10</u>
<b>Total fund balances</b>	<u>399,276</u>	<u>1,283,568</u>	<u>1,630,327</u>	<u>14,839</u>	<u>10</u>
<b>Total liabilities and fund balances</b>	<b><u>\$ 410,482</u></b>	<b><u>\$ 1,374,407</u></b>	<b><u>\$ 1,665,388</u></b>	<b><u>\$ 14,839</u></b>	<b><u>\$ 10</u></b>

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CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 December 31, 2008  
 (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	\$ 151,562	\$ 8,418,303	\$ 905,285	\$ 2,325,731
Receivables:					
Taxes	-	-	-	-	42,219
Intergovernmental	-	-	-	-	6,232
<b>Total assets</b>	<b><u>\$ 1,133</u></b>	<b><u>\$ 151,562</u></b>	<b><u>\$ 8,418,303</u></b>	<b><u>\$ 905,285</u></b>	<b><u>\$ 2,374,182</u></b>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 9,070	\$ -	\$ -	\$ -
Contacts payable	-	-	-	-	-
Unavailable revenue	-	-	-	-	48,451
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>9,070</u></b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>48,451</u></b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Capital projects funds	1,133	142,492	8,418,303	905,285	2,325,731
<b>Total fund balances</b>	<b><u>1,133</u></b>	<b><u>142,492</u></b>	<b><u>8,418,303</u></b>	<b><u>905,285</u></b>	<b><u>2,325,731</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 1,133</u></b>	<b><u>\$ 151,562</u></b>	<b><u>\$ 8,418,303</u></b>	<b><u>\$ 905,285</u></b>	<b><u>\$ 2,374,182</u></b>

Continued on next page

CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 December 31, 2008  
 (Continued)

<u>Assets</u>	<u>Redevelopment Tax Increment Financing 2</u>	<u>Stoney Creek East Tax Increment Financing</u>	<u>Business Park Tax Increment Financing</u>	<u>Corporate Campus Tax Increment Financing - West</u>	<u>Corporate Campus Tax Increment Financing - East</u>
Cash and cash equivalents	\$ 10,012	\$ 2,072,857	\$ 418,987	\$ 2,279,480	\$ 266,281
Receivables:					
Taxes	-	-	-	30,705	-
Intergovernmental	-	-	-	4,532	-
<b>Total assets</b>	<u>\$ 10,012</u>	<u>\$ 2,072,857</u>	<u>\$ 418,987</u>	<u>\$ 2,314,717</u>	<u>\$ 266,281</u>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ 329,676	\$ -	\$ -	\$ -
Contacts payable	-	-	-	-	-
Unavailable revenue	-	-	-	35,237	-
<b>Total liabilities</b>	<u>-</u>	<u>329,676</u>	<u>-</u>	<u>35,237</u>	<u>-</u>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	-
Unreserved, reported in:					
Capital projects funds	10,012	1,743,181	418,987	2,279,480	266,281
<b>Total fund balances</b>	<u>10,012</u>	<u>1,743,181</u>	<u>418,987</u>	<u>2,279,480</u>	<u>266,281</u>
<b>Total liabilities and fund balances</b>	<u>\$ 10,012</u>	<u>\$ 2,072,857</u>	<u>\$ 418,987</u>	<u>\$ 2,314,717</u>	<u>\$ 266,281</u>

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CITY OF NOBLESVILLE  
 COMBINING BALANCE SHEET  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 December 31, 2008  
 (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>Noblesville Building Corporation - Capital Projects</u>	<u>Totals</u>
Cash and cash equivalents	\$ 66,530	\$ 507,677	\$ 1,286,711	\$ 7,123,037	\$ 29,199,590
Receivables:					
Taxes	-	-	15,352	-	164,884
Intergovernmental	-	-	2,266	-	35,544
<b>Total assets</b>	<b><u>\$ 66,530</u></b>	<b><u>\$ 507,677</u></b>	<b><u>\$ 1,304,329</u></b>	<b><u>\$ 7,123,037</u></b>	<b><u>\$ 29,400,018</u></b>
 <u>Liabilities and Fund Balances</u>					
Liabilities:					
Accounts payable	\$ -	\$ -	\$ 663	\$ -	\$ 377,393
Contacts payable	-	-	-	626,993	626,993
Unavailable revenue	-	-	17,618	-	200,428
<b>Total liabilities</b>	<b><u>-</u></b>	<b><u>-</u></b>	<b><u>18,281</u></b>	<b><u>626,993</u></b>	<b><u>1,204,814</u></b>
Fund balances:					
Reserved for:					
Encumbrances	-	-	-	-	6,057
Unreserved, reported in:					
Capital projects funds	66,530	507,677	1,286,048	6,496,044	28,189,147
<b>Total fund balances</b>	<b><u>66,530</u></b>	<b><u>507,677</u></b>	<b><u>1,286,048</u></b>	<b><u>6,496,044</u></b>	<b><u>28,195,204</u></b>
<b>Total liabilities and fund balances</b>	<b><u>\$ 66,530</u></b>	<b><u>\$ 507,677</u></b>	<b><u>\$ 1,304,329</u></b>	<b><u>\$ 7,123,037</u></b>	<b><u>\$ 29,400,018</u></b>

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2008

	Motor Vehicle Highway	Local Road and Street	County Option Income Tax	Local Law Enforcement Continuing Education	Park and Recreation
<b>Revenues:</b>					
Taxes	\$ 1,785,404	\$ -	\$ 186,722	\$ -	\$ 1,000,144
Licenses and permits	-	-	-	22,690	-
Intergovernmental	1,321,729	552,643	-	-	99,907
Charges for services	2,200	-	-	5,804	77,758
Fines and forfeits	-	-	-	8,561	-
Other	25,087	-	31,047	15	31,495
<b>Total revenues</b>	<b>3,134,420</b>	<b>552,643</b>	<b>217,769</b>	<b>37,070</b>	<b>1,209,304</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	-	-	-	-	-
Public safety	-	-	-	22,545	-
Highways and streets	2,950,033	59,635	-	-	-
Culture and recreation	-	-	-	-	1,357,576
<b>Debt service:</b>					
Principal	-	400,424	-	-	22,900
Interest	-	53,993	-	-	1,363
Capital outlay	44,224	-	2,317,882	-	11,130
<b>Total expenditures</b>	<b>2,994,257</b>	<b>514,052</b>	<b>2,317,882</b>	<b>22,545</b>	<b>1,392,969</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>140,163</b>	<b>38,591</b>	<b>(2,100,113)</b>	<b>14,525</b>	<b>(183,665)</b>
<b>Other financing sources:</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	(2,690,620)	-	-
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>(2,690,620)</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>140,163</b>	<b>38,591</b>	<b>(4,790,733)</b>	<b>14,525</b>	<b>(183,665)</b>
<b>Fund balances - beginning</b>	<b>246,154</b>	<b>118,363</b>	<b>7,527,604</b>	<b>19,271</b>	<b>242,098</b>
<b>Fund balances - ending</b>	<b>\$ 386,317</b>	<b>\$ 156,954</b>	<b>\$ 2,736,871</b>	<b>\$ 33,796</b>	<b>\$ 58,433</b>

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, 2008  
 (Continued)

	Park Nonreverting Operating	Tree Board Nonreverting	Parking Meter	Police Donation	Fire Donation
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	887,206	-	91,782	-	-
Fines and forfeits	-	-	-	-	-
Other	23,842	150	4,546	3,604	3,957
	<u>911,048</u>	<u>150</u>	<u>96,328</u>	<u>3,604</u>	<u>3,957</u>
<b>Total revenues</b>					
<b>Expenditures:</b>					
Current:					
General government	-	1,060	78,491	-	-
Public safety	-	-	-	3,951	3,560
Highways and streets	-	-	-	-	-
Culture and recreation	934,964	-	-	-	-
Debt service:					
Principal	55,991	-	-	-	-
Interest	2,618	-	-	-	-
Capital outlay	171,208	-	-	-	-
	<u>1,164,781</u>	<u>1,060</u>	<u>78,491</u>	<u>3,951</u>	<u>3,560</u>
<b>Total expenditures</b>					
Excess (deficiency) of revenues over (under) expenditures	<u>(253,733)</u>	<u>(910)</u>	<u>17,837</u>	<u>(347)</u>	<u>397</u>
<b>Other financing sources:</b>					
Transfers in	280,000	-	-	-	-
Transfers out	-	-	-	-	-
	<u>280,000</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total other financing sources</b>					
<b>Net change in fund balances</b>	26,267	(910)	17,837	(347)	397
Fund balances - beginning	<u>(13,005)</u>	<u>11,883</u>	<u>371,294</u>	<u>4,451</u>	<u>10,234</u>
Fund balances - ending	<u>\$ 13,262</u>	<u>\$ 10,973</u>	<u>\$ 389,131</u>	<u>\$ 4,104</u>	<u>\$ 10,631</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, 2008  
 (Continued)

	Adult Probation	Communications	Parking Lot Maintenance	Curb and Sidewalk	Cultural Arts
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	230	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	1,435	47,475	-	-	-
Fines and forfeits	-	-	-	-	-
Other	-	-	-	-	39,765
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>39,765</u>
<b>Total revenues</b>	<u>1,435</u>	<u>47,705</u>	<u>-</u>	<u>-</u>	<u>39,765</u>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	-	-	-	83	35,085
Public safety	-	71,982	-	-	-
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	-	-
<b>Debt service:</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total expenditures</b>	<u>-</u>	<u>71,982</u>	<u>-</u>	<u>83</u>	<u>35,085</u>
Excess (deficiency) of revenues over (under) expenditures	<u>1,435</u>	<u>(24,277)</u>	<u>-</u>	<u>(83)</u>	<u>4,680</u>
<b>Other financing sources:</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<b>Total other financing sources</b>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	1,435	(24,277)	-	(83)	4,680
Fund balances - beginning	<u>4,549</u>	<u>104,679</u>	<u>3,750</u>	<u>83</u>	<u>14,647</u>
Fund balances - ending	<u>\$ 5,984</u>	<u>\$ 80,402</u>	<u>\$ 3,750</u>	<u>\$ -</u>	<u>\$ 19,327</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, 2008  
 (Continued)

	<u>Court Record</u>	<u>Hazardous Materials</u>	<u>Play-It Clean Campaign</u>	<u>Unemployment</u>	<u>Deferral Program</u>
Revenues:					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	-	-	-	-	-
Charges for services	-	-	-	-	-
Fines and forfeits	2,287	-	-	-	52,093
Other	-	7,746	-	45,000	-
	<u>-</u>	<u>7,746</u>	<u>-</u>	<u>45,000</u>	<u>-</u>
Total revenues	<u>2,287</u>	<u>7,746</u>	<u>-</u>	<u>45,000</u>	<u>52,093</u>
Expenditures:					
Current:					
General government	3,563	15,663	4	17,182	-
Public safety	-	-	-	-	850
Highways and streets	-	-	-	-	-
Culture and recreation	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total expenditures	<u>3,563</u>	<u>15,663</u>	<u>4</u>	<u>17,182</u>	<u>850</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(1,276)</u>	<u>(7,917)</u>	<u>(4)</u>	<u>27,818</u>	<u>51,243</u>
Other financing sources:					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total other financing sources	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net change in fund balances	(1,276)	(7,917)	(4)	27,818	51,243
Fund balances - beginning	<u>8,577</u>	<u>9,933</u>	<u>4</u>	<u>-</u>	<u>35,959</u>
Fund balances - ending	<u>\$ 7,301</u>	<u>\$ 2,016</u>	<u>\$ -</u>	<u>\$ 27,818</u>	<u>\$ 87,202</u>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR SPECIAL REVENUE FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	Block Grant	Sick Pay Out	Contingency	City Court	Totals
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 2,972,270
Licenses and permits	-	-	-	-	22,920
Intergovernmental	4,399	-	-	-	1,978,678
Charges for services	-	-	-	-	1,113,660
Fines and forfeits	-	-	-	363,287	426,228
Other	301,821	-	2,078	-	520,153
	<u>306,220</u>	<u>-</u>	<u>2,078</u>	<u>363,287</u>	<u>7,033,909</u>
<b>Total revenues</b>					
<b>Expenditures:</b>					
<b>Current:</b>					
General government	-	62,237	-	363,287	576,655
Public safety	128,971	-	-	-	231,859
Highways and streets	-	-	-	-	3,009,668
Culture and recreation	-	-	-	-	2,292,540
<b>Debt service:</b>					
Principal	-	-	-	-	479,315
Interest	-	-	-	-	57,974
Capital outlay	-	-	-	-	2,544,444
	<u>128,971</u>	<u>62,237</u>	<u>-</u>	<u>363,287</u>	<u>9,192,455</u>
<b>Total expenditures</b>					
Excess (deficiency) of revenues over (under) expenditures	<u>177,249</u>	<u>(62,237)</u>	<u>2,078</u>	<u>-</u>	<u>(2,158,546)</u>
<b>Other financing sources:</b>					
Transfers in	-	79,545	300,000	-	659,545
Transfers out	-	-	-	-	(2,690,620)
	<u>-</u>	<u>79,545</u>	<u>300,000</u>	<u>-</u>	<u>(2,031,075)</u>
<b>Total other financing sources</b>					
<b>Net change in fund balances</b>	<u>177,249</u>	<u>17,308</u>	<u>302,078</u>	<u>-</u>	<u>(4,189,621)</u>
<b>Fund balances - beginning</b>	<u>2,056</u>	<u>32,023</u>	<u>-</u>	<u>-</u>	<u>8,754,607</u>
<b>Fund balances - ending</b>	<u>\$ 179,305</u>	<u>\$ 49,331</u>	<u>\$ 302,078</u>	<u>\$ -</u>	<u>\$ 4,564,986</u>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR DEBT SERVICE FUNDS  
 For The Year Ended December 31, 2008

	Fire Station 2 Debt	Public Safety Building Debt Bonds	Fire Stations 5 & 6 Debt	Little Chicago Road Debt	City Hall Debt
<b>Revenues:</b>					
Taxes	\$ 84,892	\$ 676,490	\$ 557,110	\$ 512,011	\$ 896,682
Intergovernmental	8,480	67,576	55,650	51,146	89,571
Other	-	-	-	-	-
<b>Total revenues</b>	<u>93,372</u>	<u>744,066</u>	<u>612,760</u>	<u>563,157</u>	<u>986,253</u>
<b>Expenditures:</b>					
General government	1,838	-	1,838	1,838	1,590
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Bond issue costs	-	-	-	-	-
<b>Total expenditures</b>	<u>1,838</u>	<u>-</u>	<u>1,838</u>	<u>1,838</u>	<u>1,590</u>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<u>91,534</u>	<u>744,066</u>	<u>610,922</u>	<u>561,319</u>	<u>984,663</u>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	-	-
Transfers out	(121,000)	(752,000)	(620,000)	(571,771)	(997,000)
Bond issuance	-	-	-	-	-
<b>Total other financing sources and uses</b>	<u>(121,000)</u>	<u>(752,000)</u>	<u>(620,000)</u>	<u>(571,771)</u>	<u>(997,000)</u>
<b>Net change in fund balances</b>	<u>(29,466)</u>	<u>(7,934)</u>	<u>(9,078)</u>	<u>(10,452)</u>	<u>(12,337)</u>
<b>Fund balances - beginning</b>	<u>93,754</u>	<u>391,002</u>	<u>326,359</u>	<u>297,817</u>	<u>515,410</u>
<b>Fund balances - ending</b>	<u>\$ 64,288</u>	<u>\$ 383,068</u>	<u>\$ 317,281</u>	<u>\$ 287,365</u>	<u>\$ 503,073</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, 2008  
 (Continued)

	146th Street Reimbursement	Economic Development Infrastructure Building Corporation	Noblesville Building Corporation	Totals
Revenues:				
Taxes	\$ -	\$ -	\$ -	\$ 2,727,185
Intergovernmental	4,168,000	-	-	4,440,423
Other	<u>25,588</u>	<u>3,421</u>	<u>11,168</u>	<u>40,177</u>
Total revenues	<u>4,193,588</u>	<u>3,421</u>	<u>11,168</u>	<u>7,207,785</u>
Expenditures:				
General government	-	-	1,069	8,173
Debt service:				
Principal	-	950,000	745,000	1,695,000
Interest	-	99,552	1,213,707	1,313,259
Bond issue costs	<u>-</u>	<u>-</u>	<u>228,540</u>	<u>228,540</u>
Total expenditures	<u>-</u>	<u>1,049,552</u>	<u>2,188,316</u>	<u>3,244,972</u>
Excess (deficiency) of revenues over (under) expenditures	<u>4,193,588</u>	<u>(1,046,131)</u>	<u>(2,177,148)</u>	<u>3,962,813</u>
Other financing sources (uses):				
Transfers in	-	1,064,000	1,974,812	3,038,812
Transfers out	-	-	(3,498)	(3,065,269)
Bond issuance	<u>-</u>	<u>-</u>	<u>579,190</u>	<u>579,190</u>
Total other financing sources and uses	<u>-</u>	<u>1,064,000</u>	<u>2,550,504</u>	<u>552,733</u>
Net change in fund balances	4,193,588	17,869	373,356	4,515,546
Fund balances - beginning	<u>-</u>	<u>587,004</u>	<u>922,545</u>	<u>3,133,891</u>
Fund balances - ending	<u>\$ 4,193,588</u>	<u>\$ 604,873</u>	<u>\$ 1,295,901</u>	<u>\$ 7,649,437</u>

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2008

	Cumulative Capital Improvement	Cumulative Capital Development	Cumulative Building and Fire Fighting Equipment	Park Nonreverting Capital	River Overlook
<b>Revenues:</b>					
Taxes	\$ -	\$ 795,872	\$ 524,929	\$ -	\$ -
Licenses and permits	-	-	-	-	-
Intergovernmental	127,968	79,502	52,735	-	-
Charges for services	-	-	-	177,333	-
Other	1,385	11,152	748,228	1,000	-
<b>Total revenues</b>	<b>129,353</b>	<b>886,526</b>	<b>1,325,892</b>	<b>178,333</b>	<b>-</b>
<b>Expenditures:</b>					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Debt service:					
Principal	-	-	183,117	-	-
Interest	-	-	23,578	-	-
Bond issue costs	-	-	-	-	-
Capital outlay	9,000	626,801	406,878	78,162	-
<b>Total expenditures</b>	<b>9,000</b>	<b>626,801</b>	<b>613,573</b>	<b>78,162</b>	<b>-</b>
Excess (deficiency) of revenues over (under) expenditures	120,353	259,725	712,319	100,171	-
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	-
Bond issuance	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>120,353</b>	<b>259,725</b>	<b>712,319</b>	<b>100,171</b>	<b>-</b>
Fund balances - beginning	278,923	1,023,843	918,008	(85,332)	10
<b>Fund balances - ending</b>	<b>\$ 399,276</b>	<b>\$ 1,283,568</b>	<b>\$ 1,630,327</b>	<b>\$ 14,839</b>	<b>\$ 10</b>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	Streetscape	Park Impact Fee	Road Impact Fee	Field Drive Capital	Redevelopment Tax Increment Financing
<b>Revenues:</b>					
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 3,318,020
Licenses and permits	-	991,934	1,848,149	-	-
Intergovernmental	-	-	-	-	26,369
Charges for services	-	-	-	-	-
Other	-	77,657	202,472	47,170	4,268
<b>Total revenues</b>	<b>-</b>	<b>1,069,591</b>	<b>2,050,621</b>	<b>47,170</b>	<b>3,348,657</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
<b>Debt service:</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Bond issue costs	-	-	-	-	-
Capital outlay	-	2,941,250	229,996	52,421	230,634
<b>Total expenditures</b>	<b>-</b>	<b>2,941,250</b>	<b>229,996</b>	<b>52,421</b>	<b>230,634</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>-</b>	<b>(1,871,659)</b>	<b>1,820,625</b>	<b>(5,251)</b>	<b>3,118,023</b>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	-	-
Transfers out	-	-	-	-	(1,204,492)
Bond issuance	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(1,204,492)</b>
<b>Net change in fund balances</b>	<b>-</b>	<b>(1,871,659)</b>	<b>1,820,625</b>	<b>(5,251)</b>	<b>1,913,531</b>
<b>Fund balances - beginning</b>	<b>1,133</b>	<b>2,014,151</b>	<b>6,597,678</b>	<b>910,536</b>	<b>412,200</b>
<b>Fund balances - ending</b>	<b>\$ 1,133</b>	<b>\$ 142,492</b>	<b>\$ 8,418,303</b>	<b>\$ 905,285</b>	<b>\$ 2,325,731</b>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2008  
 (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	\$ -	\$ 3,494,510	\$ 889,501	\$ 2,235,800	\$ 94,914
Licenses and permits	-	-	-	-	-
Intergovernmental	-	24,119	5,847	61,006	195,731
Charges for services	-	-	-	-	254,513
Other	39	10,849	184	392	31,175
Total revenues	<u>39</u>	<u>3,529,478</u>	<u>895,532</u>	<u>2,297,198</u>	<u>576,333</u>
Expenditures:					
Current:					
General government	-	-	-	-	-
Public safety	-	-	-	-	-
Highways and streets	-	-	-	-	-
Debt service:					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Bond issue costs	-	-	-	-	-
Capital outlay	-	2,826,395	262,562	389	195,000
Total expenditures	<u>-</u>	<u>2,826,395</u>	<u>262,562</u>	<u>389</u>	<u>195,000</u>
Excess (deficiency) of revenues over (under) expenditures	<u>39</u>	<u>703,083</u>	<u>632,970</u>	<u>2,296,809</u>	<u>381,333</u>
Other financing sources (uses):					
Transfers in	-	-	-	-	-
Transfers out	-	(435,529)	(234,582)	(1,422,500)	(573,000)
Bond issuance	-	-	-	-	-
Premium on bond issuance	-	-	-	-	-
Total other financing sources and uses	<u>-</u>	<u>(435,529)</u>	<u>(234,582)</u>	<u>(1,422,500)</u>	<u>(573,000)</u>
Net change in fund balances	39	267,554	398,388	874,309	(191,667)
Fund balances - beginning	<u>9,973</u>	<u>1,475,627</u>	<u>20,599</u>	<u>1,405,171</u>	<u>457,948</u>
Fund balances - ending	<u>\$ 10,012</u>	<u>\$ 1,743,181</u>	<u>\$ 418,987</u>	<u>\$ 2,279,480</u>	<u>\$ 266,281</u>

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CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
 NONMAJOR CAPITAL PROJECTS FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	South Side Flood	Hollywood and Vine Tax Increment Financing	Hazell Dell Tax Increment Financing	Noblesville Building Corporation - Capital Projects	Totals
<b>Revenues:</b>					
Taxes	\$ -	\$ 277,634	\$ 1,128,565	\$ -	\$ 12,759,745
Licenses and permits	-	-	-	-	2,840,083
Intergovernmental	-	2,192	25,753	-	601,222
Charges for services	-	-	-	-	431,846
Other	-	59	11,939	53,246	1,201,215
<b>Total revenues</b>	<b>-</b>	<b>279,885</b>	<b>1,166,257</b>	<b>53,246</b>	<b>17,834,111</b>
<b>Expenditures:</b>					
<b>Current:</b>					
General government	-	-	-	7,656	7,656
Public safety	-	-	-	335,031	335,031
Highways and streets	-	-	-	62,287	62,287
<b>Debt service:</b>					
Principal	-	-	-	-	183,117
Interest	-	-	-	-	23,578
Bond issue costs	-	-	-	54,096	54,096
Capital outlay	750	-	14,215	2,131,305	10,005,758
<b>Total expenditures</b>	<b>750</b>	<b>-</b>	<b>14,215</b>	<b>2,590,375</b>	<b>10,671,523</b>
<b>Excess (deficiency) of revenues over (under) expenditures</b>	<b>(750)</b>	<b>279,885</b>	<b>1,152,042</b>	<b>(2,537,129)</b>	<b>7,162,588</b>
<b>Other financing sources (uses):</b>					
Transfers in	-	-	-	3,498	3,498
Transfers out	-	-	-	(2,230)	(3,872,333)
Bond issuance	-	-	-	8,445,810	8,445,810
Premium on bond issuance	-	-	-	145,880	145,880
<b>Total other financing sources and uses</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>8,592,958</b>	<b>4,722,855</b>
<b>Net change in fund balances</b>	<b>(750)</b>	<b>279,885</b>	<b>1,152,042</b>	<b>6,055,829</b>	<b>11,885,443</b>
<b>Fund balances - beginning</b>	<b>67,280</b>	<b>227,792</b>	<b>134,006</b>	<b>440,215</b>	<b>16,309,761</b>
<b>Fund balances - ending</b>	<b>\$ 66,530</b>	<b>\$ 507,677</b>	<b>\$ 1,286,048</b>	<b>\$ 6,496,044</b>	<b>\$ 28,195,204</b>

CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008

	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		
<b>Revenues:</b>								
Taxes	\$ 1,386,838	\$ 1,710,032	\$ 1,893,503	\$ 183,471	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	1,157,457	1,155,225	1,325,339	170,114	501,229	524,999	543,000	18,001
Charges for services	271,663	1,000	2,200	1,200	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	4,000	4,000	25,087	21,087	-	-	-	-
<b>Total revenues</b>	<b>2,819,958</b>	<b>2,870,257</b>	<b>3,246,129</b>	<b>375,872</b>	<b>501,229</b>	<b>524,999</b>	<b>543,000</b>	<b>18,001</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	2,378,115	2,378,447	2,338,685	39,762	-	-	-	-
Supplies	425,571	426,130	411,098	15,032	-	-	-	-
Other services and charges	405,097	547,459	382,467	164,992	500,000	500,000	499,784	216
Capital	43,500	44,500	44,224	276	-	-	-	-
<b>Total highways and streets</b>	<b>3,252,283</b>	<b>3,396,536</b>	<b>3,176,474</b>	<b>220,062</b>	<b>500,000</b>	<b>500,000</b>	<b>499,784</b>	<b>216</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>3,252,283</b>	<b>3,396,536</b>	<b>3,176,474</b>	<b>220,062</b>	<b>500,000</b>	<b>500,000</b>	<b>499,784</b>	<b>216</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(432,325)</b>	<b>(526,279)</b>	<b>69,655</b>	<b>595,934</b>	<b>1,229</b>	<b>24,999</b>	<b>43,216</b>	<b>18,217</b>
<b>Fund balances - beginning</b>	<b>323,118</b>	<b>323,118</b>	<b>323,118</b>	<b>-</b>	<b>31,100</b>	<b>31,100</b>	<b>31,100</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ (109,207)</b>	<b>\$ (203,161)</b>	<b>\$ 392,773</b>	<b>\$ 595,934</b>	<b>\$ 32,329</b>	<b>\$ 56,099</b>	<b>\$ 74,316</b>	<b>\$ 18,217</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	County Option Income Tax				Local Law Enforcement Continuing Education			
	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis Amounts	Variance With Final Budget Positive (Negative)
	Original	Final			Original	Final		
<b>Revenues:</b>								
Taxes	\$ 2,953,300	\$ 2,953,300	\$ 2,953,300	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	14,585	14,585	22,690	8,105
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	-	-	-	-	6,740	6,740	6,135	(605)
Fines and forfeits	-	-	-	-	7,514	7,514	8,561	1,047
Other	-	-	31,047	31,047	-	111	15	(96)
<b>Total revenues</b>	<b>2,953,300</b>	<b>2,953,300</b>	<b>2,984,347</b>	<b>31,047</b>	<b>28,839</b>	<b>28,950</b>	<b>37,401</b>	<b>8,451</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	16,497	16,497	16,485	12
Supplies	-	-	-	-	6,000	6,000	6,000	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>22,497</b>	<b>22,497</b>	<b>22,485</b>	<b>12</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>2,444,048</b>	<b>20,444,048</b>	<b>2,342,857</b>	<b>18,101,191</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>2,444,048</b>	<b>20,444,048</b>	<b>2,342,857</b>	<b>18,101,191</b>	<b>22,497</b>	<b>22,497</b>	<b>22,485</b>	<b>12</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(2,690,620)	(2,690,620)	(2,690,620)	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>(2,690,620)</b>	<b>(2,690,620)</b>	<b>(2,690,620)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(2,181,368)</b>	<b>(20,181,368)</b>	<b>(2,049,130)</b>	<b>18,132,238</b>	<b>6,342</b>	<b>6,453</b>	<b>14,916</b>	<b>8,463</b>
<b>Fund balances - beginning</b>	<b>18,940</b>	<b>18,940</b>	<b>4,599,279</b>	<b>4,580,339</b>	<b>18,940</b>	<b>18,940</b>	<b>18,940</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ (2,162,428)</b>	<b>\$ (20,162,428)</b>	<b>\$ 2,550,149</b>	<b>\$ 22,712,577</b>	<b>\$ 25,282</b>	<b>\$ 25,393</b>	<b>\$ 33,856</b>	<b>\$ 8,463</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	Park and Recreation				Park Nonreverting Operating			
	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)	Budgeted Amounts		Actual Budgetary Basis	Variance With Final Budget Positive (Negative)
	Original	Final	Amounts	(Negative)	Original	Final	Amounts	(Negative)
<b>Revenues:</b>								
Taxes	\$ 955,115	\$ 955,115	\$ 1,070,248	\$ 115,133	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	93,036	93,036	107,052	14,016	-	-	-	-
Charges for services	-	-	77,758	77,758	-	-	-	-
Fines and forfeits	-	-	-	-	914,768	914,768	888,436	(26,332)
Other	169,000	185,521	31,495	(154,026)	134,356	134,356	23,842	(110,514)
<b>Total revenues</b>	<b>1,217,151</b>	<b>1,233,672</b>	<b>1,286,553</b>	<b>52,881</b>	<b>1,049,124</b>	<b>1,049,124</b>	<b>912,278</b>	<b>(136,846)</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	964,003	945,002	944,970	32	605,452	605,452	587,500	17,952
Supplies	639,347	76,353	73,526	2,827	193,074	193,074	191,086	1,988
Other services and charges	258,615	258,814	258,780	34	315,507	315,507	255,033	60,474
Capital	47,758	63,104	24,363	38,741	181,912	181,912	171,208	10,704
<b>Total culture and recreation</b>	<b>1,909,723</b>	<b>1,343,273</b>	<b>1,301,639</b>	<b>41,634</b>	<b>1,295,945</b>	<b>1,295,945</b>	<b>1,204,827</b>	<b>91,118</b>
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>1,909,723</b>	<b>1,343,273</b>	<b>1,301,639</b>	<b>41,634</b>	<b>1,295,945</b>	<b>1,295,945</b>	<b>1,204,827</b>	<b>91,118</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	280,000	280,000
Transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>280,000</b>	<b>280,000</b>
<b>Net change in fund balances</b>	<b>(692,572)</b>	<b>(109,601)</b>	<b>(15,086)</b>	<b>94,515</b>	<b>(246,821)</b>	<b>(246,821)</b>	<b>(12,549)</b>	<b>234,272</b>
<b>Fund balances - beginning</b>	<b>138,166</b>	<b>138,166</b>	<b>138,166</b>	<b>-</b>	<b>46,391</b>	<b>46,391</b>	<b>46,391</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ (554,406)</b>	<b>\$ 28,565</b>	<b>\$ 123,080</b>	<b>\$ 94,515</b>	<b>\$ (200,430)</b>	<b>\$ (200,430)</b>	<b>\$ 33,842</b>	<b>\$ 234,272</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	Parking Meter				Adult Probation			
	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		
<b>Revenues:</b>								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	-	-	-	-	-
Charges for services	83,327	83,327	92,452	9,125	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	1,435	1,435
Other	-	4,226	4,546	320	-	-	-	-
<b>Total revenues</b>	<b>83,327</b>	<b>87,553</b>	<b>96,998</b>	<b>9,445</b>	<b>-</b>	<b>-</b>	<b>1,435</b>	<b>1,435</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	70,424	70,424	66,664	3,760	-	-	-	-
Supplies	4,192	4,192	2,339	1,853	-	-	-	-
Other services and charges	10,408	11,408	8,300	3,108	-	-	-	-
Capital	1,500	1,500	812	688	-	-	-	-
<b>Total general government</b>	<b>86,524</b>	<b>87,524</b>	<b>78,115</b>	<b>9,409</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>86,524</b>	<b>87,524</b>	<b>78,115</b>	<b>9,409</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>(3,197)</b>	<b>29</b>	<b>18,883</b>	<b>18,854</b>	<b>-</b>	<b>-</b>	<b>1,435</b>	<b>1,435</b>
<b>Fund balances - beginning</b>	<b>372,434</b>	<b>372,434</b>	<b>372,434</b>	<b>-</b>	<b>4,549</b>	<b>4,549</b>	<b>4,549</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ 369,237</b>	<b>\$ 372,463</b>	<b>\$ 391,317</b>	<b>\$ 18,854</b>	<b>\$ 4,549</b>	<b>\$ 4,549</b>	<b>\$ 5,984</b>	<b>\$ 1,435</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	Fire Station 2 Debt				Public Safety Building Debt Bonds			
	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		
<b>Revenues:</b>								
Taxes	\$ 116,655	\$ 116,655	\$ 93,455	\$ (23,200)	\$ 663,477	\$ 663,477	\$ 725,188	\$ 61,711
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	10,340	10,340	9,353	(987)	58,813	58,813	72,540	13,727
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>126,995</b>	<b>126,995</b>	<b>102,808</b>	<b>(24,187)</b>	<b>722,290</b>	<b>722,290</b>	<b>797,728</b>	<b>75,438</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(124,500)	(124,500)	(122,838)	1,662	(754,000)	(754,000)	(752,000)	2,000
<b>Total other financing sources (uses)</b>	<b>(124,500)</b>	<b>(124,500)</b>	<b>(122,838)</b>	<b>1,662</b>	<b>(754,000)</b>	<b>(754,000)</b>	<b>(752,000)</b>	<b>2,000</b>
<b>Net change in fund balances</b>	<b>2,495</b>	<b>2,495</b>	<b>(20,030)</b>	<b>(22,525)</b>	<b>(31,710)</b>	<b>(31,710)</b>	<b>45,728</b>	<b>77,438</b>
<b>Fund balances - beginning</b>	<b>84,318</b>	<b>84,318</b>	<b>84,318</b>	<b>-</b>	<b>337,340</b>	<b>337,340</b>	<b>337,340</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ 86,813</b>	<b>\$ 86,813</b>	<b>\$ 64,288</b>	<b>\$ (22,525)</b>	<b>\$ 305,630</b>	<b>\$ 305,630</b>	<b>\$ 383,068</b>	<b>\$ 77,438</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	Fire Stations 5 & 6 Debt				Little Chicago Road 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		
<b>Revenues:</b>								
Taxes	\$ 573,555	\$ 573,555	\$ 599,208	\$ 25,653	\$ 607,580	\$ 507,580	\$ 551,076	\$ 43,496
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	50,842	50,842	59,941	9,099	47,179	47,179	55,128	7,949
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	-	-
<b>Total revenues</b>	<b>624,397</b>	<b>624,397</b>	<b>659,149</b>	<b>34,752</b>	<b>654,759</b>	<b>554,759</b>	<b>606,204</b>	<b>51,445</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	(621,838)	(621,838)	(621,838)	-	(573,609)	(573,609)	(573,609)	-
<b>Total other financing sources (uses)</b>	<b>(621,838)</b>	<b>(621,838)</b>	<b>(621,838)</b>	<b>-</b>	<b>(573,609)</b>	<b>(573,609)</b>	<b>(573,609)</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>2,559</b>	<b>2,559</b>	<b>37,311</b>	<b>34,752</b>	<b>81,150</b>	<b>(18,850)</b>	<b>32,595</b>	<b>51,445</b>
<b>Fund balances - beginning</b>	<b>279,970</b>	<b>279,970</b>	<b>279,970</b>	<b>-</b>	<b>254,770</b>	<b>254,770</b>	<b>254,770</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ 282,529</b>	<b>\$ 282,529</b>	<b>\$ 317,281</b>	<b>\$ 34,752</b>	<b>\$ 335,920</b>	<b>\$ 235,920</b>	<b>\$ 287,365</b>	<b>\$ 51,445</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (Continued)

	City Hall 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		
<b>Revenues:</b>								
Taxes	\$ 940,533	\$ 940,533	\$ 965,715	\$ 25,182	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	83,372	83,372	96,607	13,235	138,119	136,632	127,968	(8,664)
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	-	-	-	-	1,385	1,385
<b>Total revenues</b>	<b>1,023,905</b>	<b>1,023,905</b>	<b>1,062,322</b>	<b>38,417</b>	<b>138,119</b>	<b>136,632</b>	<b>129,353</b>	<b>(7,279)</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>112,000</b>	<b>112,000</b>	<b>9,000</b>	<b>103,000</b>
<b>Total expenditures</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>112,000</b>	<b>112,000</b>	<b>9,000</b>	<b>103,000</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	(998,590)	(998,590)	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>(998,590)</b>	<b>(998,590)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>1,023,905</b>	<b>1,023,905</b>	<b>63,732</b>	<b>(960,173)</b>	<b>26,119</b>	<b>24,632</b>	<b>120,353</b>	<b>95,721</b>
<b>Fund balances - beginning</b>	<b>439,341</b>	<b>439,341</b>	<b>439,341</b>	<b>-</b>	<b>278,923</b>	<b>278,923</b>	<b>278,923</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ 1,463,246</b>	<b>\$ 1,463,246</b>	<b>\$ 503,073</b>	<b>\$ (960,173)</b>	<b>\$ 305,042</b>	<b>\$ 303,555</b>	<b>\$ 399,276</b>	<b>\$ 95,721</b>

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CITY OF NOBLESVILLE  
 BUDGETARY COMPARISON SCHEDULES  
 NONMAJOR BUDGETED GOVERNMENTAL FUNDS  
 For The Year Ended December 31, 2008  
 (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		
<b>Revenues:</b>								
Taxes	\$ 729,096	\$ 729,096	\$ 849,386	\$ 120,290	\$ 338,738	\$ 338,738	\$ 563,426	\$ 224,688
Licenses and permits	-	-	-	-	-	-	-	-
Intergovernmental	71,663	71,372	84,956	13,584	26,760	26,760	56,353	29,593
Charges for services	-	-	-	-	-	-	-	-
Fines and forfeits	-	-	-	-	-	-	-	-
Other	-	-	11,152	11,152	-	-	748,228	748,228
<b>Total revenues</b>	<b>800,759</b>	<b>800,468</b>	<b>945,494</b>	<b>145,026</b>	<b>365,498</b>	<b>365,498</b>	<b>1,368,007</b>	<b>1,002,509</b>
<b>Expenditures:</b>								
<b>Current:</b>								
<b>General government:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total general government</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Public safety:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
<b>Total public safety</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Highways and streets:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total highways and streets</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Culture and recreation:</b>								
Personal services	-	-	-	-	-	-	-	-
Supplies	-	-	-	-	-	-	-	-
Other services and charges	-	-	-	-	-	-	-	-
Capital	-	-	-	-	-	-	-	-
<b>Total culture and recreation</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Capital outlay</b>	<b>645,000</b>	<b>653,466</b>	<b>600,676</b>	<b>52,790</b>	<b>616,841</b>	<b>616,841</b>	<b>615,229</b>	<b>1,612</b>
<b>Total expenditures</b>	<b>645,000</b>	<b>653,466</b>	<b>600,676</b>	<b>52,790</b>	<b>616,841</b>	<b>616,841</b>	<b>615,229</b>	<b>1,612</b>
<b>Other financing sources (uses):</b>								
Transfers in	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-
<b>Total other financing sources (uses)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>
<b>Net change in fund balances</b>	<b>155,759</b>	<b>147,002</b>	<b>344,818</b>	<b>197,816</b>	<b>(251,343)</b>	<b>(251,343)</b>	<b>752,778</b>	<b>1,004,121</b>
<b>Fund balances - beginning</b>	<b>976,734</b>	<b>976,734</b>	<b>976,734</b>	<b>-</b>	<b>877,549</b>	<b>877,549</b>	<b>877,549</b>	<b>-</b>
<b>Fund balances - December 31</b>	<b>\$ 1,132,493</b>	<b>\$ 1,123,736</b>	<b>\$ 1,321,552</b>	<b>\$ 197,816</b>	<b>\$ 626,206</b>	<b>\$ 626,206</b>	<b>\$ 1,630,327</b>	<b>\$ 1,004,121</b>

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS  
 FIDUCIARY FUNDS  
 December 31, 2008

<u>Assets</u>	Pension Trust Funds		
	Police Pension	Fire Pension	Totals
Cash and cash equivalents	\$ 579,172	\$ 684,002	\$ 1,263,174
Total assets	579,172	684,002	1,263,174
 <u>Net Assets</u>			
Held in trust for:			
Employees' pension benefits	579,172	684,002	1,263,174
Total net assets	\$ 579,172	\$ 684,002	\$ 1,263,174

CITY OF NOBLESVILLE  
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS  
 NONMAJOR FIDUCIARY FUNDS  
 For The Year Ended December 31, 2008

	Pension Trust Funds		
	Police Pension	Fire Pension	Totals
<b><u>Additions</u></b>			
Contributions:			
Employer	\$ 6,600	\$ 14,627	\$ 21,227
Intergovernmental	<u>123,214</u>	<u>273,346</u>	<u>396,560</u>
Total contributions	<u>129,814</u>	<u>287,973</u>	<u>417,787</u>
Investment income:			
Interest	<u>4,034</u>	<u>9,601</u>	<u>13,635</u>
Total additions	<u>133,848</u>	<u>297,574</u>	<u>431,422</u>
<b><u>Deductions</u></b>			
Benefits	<u>229,204</u>	<u>472,408</u>	<u>701,612</u>
Changes in net assets	(95,356)	(174,834)	(270,190)
Net assets - beginning	<u>674,528</u>	<u>858,836</u>	<u>1,533,364</u>
Net assets - ending	<u>\$ 579,172</u>	<u>\$ 684,002</u>	<u>\$ 1,263,174</u>

CITY OF NOBLESVILLE  
STATEMENT OF CHANGES IN ASSETS AND LIABILITIES  
AGENCY FUND  
For The Year Ended December 31, 2008

	<u>Payroll</u>
<b>Assets:</b>	
Cash and cash equivalents, January 1, 2008	\$ 217,962
Additions	23,233,747
Deductions	<u>(23,218,158)</u>
Cash and cash equivalents, December 31, 2008	<u>\$ 233,551</u>
 <b>Liabilities:</b>	
Withholdings payable, January 1, 2008	\$ 217,962
Additions	23,233,747
Deductions	<u>(23,218,158)</u>
Withholdings payable, December 31, 2008	<u>\$ 233,551</u>

# STATISTICAL SECTION

**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.*

<b><u>Contents</u></b>	<b><u>Page</u></b>
<b>Financial Trends</b> These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	<b>109-113</b>
<b>Revenue Capacity</b> These schedules contain information to help the reader assess the City's most significant local revenue source , property tax.	<b>115-119</b>
<b>Debt Capacity</b> 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.	<b>120-125</b>
<b>Demographic and Economic Information</b> These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.	<b>126-129</b>
<b>Operating Information</b> 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.	<b>130-132</b>

**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.

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

	2008	2007	2006 <sup>b</sup>	2005	2004	2003 <sup>*</sup>
<b>Governmental Activities:</b>						
Invested in capital assets,						
net of related debt	\$ 127,424,781	\$ 123,500,699 <sup>c</sup>	\$ 87,341,828	\$ 99,520,872	\$ 82,009,761	\$ 71,874,501
Restricted	25,929,821	14,871,782 <sup>d</sup>	1,607,990	1,356,836	6,731,844	7,864,532
Unrestricted	19,829,946	23,652,015	11,441,257	14,745,448	4,747,818	6,075,466
<b>Total governmental activities net assets</b>	<b>\$ 173,184,548</b>	<b>\$ 162,024,496</b>	<b>\$ 100,391,075</b>	<b>\$ 115,623,156</b>	<b>\$ 93,489,423</b>	<b>\$ 85,814,499</b>
<b>Business - Type Activities:</b>						
Invested in capital assets,						
net of related debt	\$ 70,311,934	\$ 67,208,835	\$ 56,974,554	\$ 51,602,046	\$ 45,676,516	\$ 41,073,217
Restricted	2,065,804	23,419,114 <sup>e</sup>	1,717,275	1,654,786	1,408,424	1,524,961
Unrestricted	19,941,737	(380,408)	26,856,156	22,405,018	19,365,768	14,332,674
<b>Total business - type activities net assets</b>	<b>\$ 92,319,475</b>	<b>\$ 90,247,541</b>	<b>\$ 85,547,985</b>	<b>\$ 75,661,850</b>	<b>\$ 66,450,708</b>	<b>\$ 56,930,852</b>
<b>Primary government:</b>						
Invested in capital assets,						
net of related debt	\$ 197,736,715	\$ 190,709,534	\$ 144,316,382	\$ 151,122,918	\$ 127,686,277	\$ 112,947,718
Restricted	27,995,625	38,290,896	3,325,265	3,011,622	8,140,268	9,389,493
Unrestricted	39,771,683	23,271,607	38,297,413	37,150,466	24,113,586	20,408,140
<b>Total primary government net assets</b>	<b>\$ 265,504,023</b>	<b>\$ 252,272,037</b>	<b>\$ 185,939,060</b>	<b>\$ 191,285,006<sup>a</sup></b>	<b>\$ 159,940,131</b>	<b>\$ 142,745,351</b>

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.

<sup>a</sup> 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.

<sup>b</sup> The 2006 balances were restated in 2007 to reflect certain prior period adjustments.

<sup>c</sup> Capital assets for 2007 were restated in 2008 to include \$42.7 million of infrastructure assets from the 146th Street project.

<sup>d</sup> Restricted funds from governmental activities include bond proceeds for debt service reserves and capitalized interest.

<sup>e</sup> Restricted funds from business activities include new revenue bond proceeds for construction of improvements to wastewater utility facilities.

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

	2008	2007	2006	2005	2004	2003
<b>Expenses:</b>						
<b>Governmental Activities:</b>						
General government	\$ 14,192,964	\$ 9,958,044	\$ 8,359,829	\$ 6,657,239	\$ 6,348,626	\$ 5,970,438
Public safety	23,282,769	21,691,988	18,782,406	18,071,974	14,889,511	13,884,319
Highways and streets	8,048,830 g	2,226,661 d	10,076,224	11,100,802	5,825,152	4,267,896
Culture and recreation	2,657,713	2,060,880	2,130,404	3,118,197	2,044,571	1,743,814
Capital Outlay	-	-	-	-	-	2,089,076
Interest on long-term debt	11,517,623 h	6,990,544	4,472,514	4,925,787	3,250,764	3,996,924
<b>Total governmental activities expenses</b>	<b>59,699,899</b>	<b>42,928,117</b>	<b>43,821,377</b>	<b>43,873,999</b>	<b>32,358,624</b>	<b>31,952,467</b>
<b>Business-Type Activities:</b>						
Wastewater	10,342,104	10,867,030 e	4,897,159	6,036,462	4,908,398	5,405,729
<b>Total business-type activities expenses</b>	<b>10,342,104</b>	<b>10,867,030</b>	<b>4,897,159</b>	<b>6,036,462</b>	<b>4,908,398</b>	<b>5,405,729</b>
<b>Total primary government expenses</b>	<b>70,042,003</b>	<b>53,795,147</b>	<b>48,718,536</b>	<b>49,910,461</b>	<b>37,267,022</b>	<b>37,358,196</b>
<b>Program Revenues:</b>						
<b>Governmental Activities:</b>						
<b>Charges for services:</b>						
General Government	3,256,605	3,251,548	1,920,314	1,843,666	2,660,519	1,711,218
Public Safety	2,093,103	2,259,777	2,044,568	2,163,480	1,757,397	1,661,158
Highways and streets	1,873,564	2,380,210	3,111,325	2,929,185	1,571,658	1,722,519
Culture and recreation	2,269,568	2,778,122	2,314,207	2,494,759	1,738,371	1,250,089
<b>Operating grants and contributions</b>						
General Government	195,690	115,190	40,990	760,431	3,848	9,055,039 b
Public Safety	49,399	107,557	321,454	793,661	156,128	112,752
Highways and streets	5,863,335	2,276,912	4,297,129	4,207,127	1,472,769	1,603,351
Culture and recreation	-	39,582	119,298	734,666	123,967	83,907
<b>Capital grants and contributions</b>						
General Government	-	352,550	424,803	3,330,430	73,127	4,243,170
Public Safety	-	53,371	52,067	74,482	43,463	40,318
Highways and streets	3,544,410	6,975,876 f	15,290,162	13,859,985 a	5,577,548	58,968
Culture and recreation	-	-	-	155,000	39,701	-
<b>Total governmental activities revenues</b>	<b>19,145,674</b>	<b>20,590,695</b>	<b>29,936,317</b>	<b>33,346,872</b>	<b>15,218,496</b>	<b>21,542,489</b>
<b>Business-Type Activities:</b>						
Wastewater:						
Charges for services	10,305,669	10,265,927	10,081,629	9,999,960	9,800,980	8,717,327
Operating grants and contributions	-	-	-	-	167	478
Capital grants and contributions	1,194,750	3,315,824	3,347,996	4,669,631	4,461,900	4,155,742
<b>Total business-type activities revenues</b>	<b>11,500,419</b>	<b>13,581,751</b>	<b>13,429,625</b>	<b>14,669,591</b>	<b>14,263,047</b>	<b>12,873,547</b>
<b>Total primary government revenues</b>	<b>30,646,093</b>	<b>34,172,446</b>	<b>43,365,942</b>	<b>48,016,463</b>	<b>29,481,543</b>	<b>34,416,036</b>
<b>Net Revenues (expenses):</b>						
Governmental activities	(40,554,225)	(22,337,422)	(13,885,060)	(10,527,127)	(17,140,128)	(10,409,978)
Business-type activities	1,158,315	2,714,721	8,532,466	8,633,129	9,354,649	7,467,818
<b>Total net revenues (expenses):</b>	<b>(39,395,910)</b>	<b>(19,622,701)</b>	<b>(5,352,594)</b>	<b>(1,893,998)</b>	<b>(7,785,479)</b>	<b>(2,942,160)</b>

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

	2008	2007	2006	2005	2004	2003
<b>General revenues and other changes in net assets:</b>						
<b>Governmental activities:</b>						
<b>Taxes:</b>						
Property Taxes	\$ 31,297,880 <sup>i</sup>	\$ 21,496,817	\$ 18,938,695	\$ 17,690,397	\$ 13,622,792	\$ 11,487,257
Food and beverage tax	1,057,393	906,666	786,550	92,843 <sup>c</sup>	-	-
County Option income tax <sup>o</sup>	14,819,612	12,939,381	9,684,323	11,960,197	8,735,420	-
Financial institutions tax	113,471	68,756	69,533	75,661	-	-
Auto and aircraft excise tax <sup>o</sup>	1,914,759	1,158,011	961,210	1,002,165	1,015,497	-
Commercial vehicle excise tax	36,149	20,881	20,057	20,340	-	-
State cigarette tax <sup>o</sup>	34,900	37,660	42,882	23,932	146,725	-
Gaming tax	246,845	248,132	247,622	180,281	180,281	-
Other taxes	221,809	102,025	80,738	86,717	204,712	-
Other Miscellaneous	351,169	479,202	521,137	389,597	525,768	535,739
Unrestricted investment earnings	1,620,290	3,759,583	2,526,149	1,138,730	383,857	279,044
Transfers	-	-	-	-	-	12,549,758
<b>Total Governmental activities:</b>	<u>51,714,277</u>	<u>41,217,114</u>	<u>33,878,896</u>	<u>32,660,860</u>	<u>24,815,052</u>	<u>24,851,798</u>
<b>Business - Type activities:</b>						
Other Miscellaneous	-	470,461	6,507	19,937	2,285	2,785
Unrestricted investment earnings	913,619	1,514,374	1,347,162	558,076	162,922	185,920
Transfers	-	-	-	-	-	(12,549,758)
<b>Total Business - Type activities:</b>	<u>913,619</u>	<u>1,984,835</u>	<u>1,353,669</u>	<u>578,013</u>	<u>165,207</u>	<u>(12,361,053)</u>
<b>Total Primary Government</b>	<u>52,627,896</u>	<u>43,201,949</u>	<u>35,232,565</u>	<u>33,238,873</u>	<u>24,980,259</u>	<u>12,490,745</u>
<b>Change in net assets</b>						
Governmental activities	11,160,052	18,879,692	19,993,836	22,133,733	7,674,924	14,441,820
Business-type activities	2,071,934	4,699,556	9,886,135	9,211,142	9,519,856	(4,893,235)
<b>Total primary government</b>	<u>\$ 13,231,986</u>	<u>\$ 23,579,248</u>	<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.*

**Notes:**

<sup>a</sup> The increase is due to infrastructure (roadways, right of ways, storm sewers) contributed by developers or acquired in annexations.

<sup>b</sup> Certain tax revenues were reported as operating contributions prior to 2004.

<sup>c</sup> The food and beverage tax is a new local tax established in the last quarter of 2005.

<sup>d</sup> Various road maintenance and repair projects were completed in 2005 and 2006 that would interface with the Corporate Campus, 146th Street Extension and Hamilton Town Center.

<sup>e</sup> In 2007, the plant expansion was complete. Operating Expenses increased due to additional staff and treatment cost; growth in customer base and the maintaining of the Stormwater lines. A rate increase is planned beginning in 2008 to fund higher costs.

<sup>f</sup> In 2007, developers contributed a lower level of infrastructure assets.

<sup>g</sup> The increase in 2008 was a result of unusually low expenses in 2007. The majority of roadwork in 2007 included new bond funded capitalized infrastructure. Street repair and maintenance expenditures returned to historical norms in 2008.

<sup>h</sup> The increase in 2008 was due to interest incurred on on three major bond issues in 2007, in addition the City reimbursed the County \$1.9 Million which paid a portion of the County's short term financing obligation for the 146<sup>th</sup> street project based on the terms of their interlocal agreement.

<sup>i</sup> Increase due to additional tax increment revenues from growth in the City's economic development district and increase in the general levy to support the cost of services to growing areas.

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

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>
General Fund						
Reserved	\$ -	\$ -	\$ 438,066	\$ 404,161	\$ 181,262	\$ 264,185
Unreserved	11,365,305	9,575,844	8,429,043	7,126,256	5,588,667	4,243,336
Total general fund	<u>\$ 11,365,305</u>	<u>\$ 9,575,844</u>	<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	\$ 52,257	\$ 8,000	\$ 93,109	\$ 157,343	\$ 119,502	\$ 677,137
Unreserved, reported in:						
Special revenue funds	4,518,786	8,746,607	9,248,520	7,612,249	1,703,223	1,263,375
Debt service funds	16,705,425	13,796,356	15,539,652 <sup>a</sup>	8,202,844	8,479,147	8,530,397
Capital projects funds	39,471,780	37,923,233	52,345,426 <sup>a</sup>	27,084,780	26,516,138	32,872,739
Total all other governmental funds	<u>\$ 60,748,248</u>	<u>\$ 60,474,196</u>	<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 six years of data for this schedule.*

<sup>a</sup> Increases due to unexpended 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,**

	2008	2007	2006	2005	2004	2003
<b>Revenues</b>						
Taxes	\$ 42,828,747	\$ 35,313,930	\$ 33,373,858 <sup>c</sup>	\$ 22,074,028 <sup>a</sup>	\$ 13,768,201	\$ 14,349,025
License and Permits	4,015,080	4,766,746	1,927,403	4,774,613	3,992,689	3,129,928
Intergovernmental	9,733,750	4,568,974	4,499,564 <sup>c</sup>	11,522,024	12,124,701	11,537,554
Charges for Services	3,498,977	4,255,528	3,488,269	7,400,288 <sup>b</sup>	3,136,888	2,722,277
Fines and Forfeits	529,368	226,955	472,565	437,111	555,854	489,444
Miscellaneous	3,420,874	9,514,350	9,246,271	6,333,400 <sup>c</sup>	1,099,802	954,215
<b>Total Revenues</b>	<b>64,026,796</b>	<b>58,646,483</b>	<b>53,007,930</b>	<b>52,541,464</b>	<b>34,678,135</b>	<b>33,182,443</b>
<b>Expenditures</b>						
General Government	10,549,024	9,456,041	7,642,116	6,124,743	5,955,690	5,584,024
Public Safety	20,476,142	15,608,097	17,752,179	15,047,287	12,634,594	12,361,224
Highways and Streets	4,909,892	4,981,030	5,859,767	2,523,005	2,087,222	3,235,819
Culture and Recreation	2,292,540	2,190,187	1,881,389	1,644,881	1,585,824	1,486,752
Capital Outlay	31,744,668	57,263,116 <sup>f</sup>	45,481,300 <sup>d</sup>	29,513,501	27,836,209	17,935,326
Debt Service:						
Principal	3,512,432	2,405,000	10,075,000	3,987,187	10,768,108	17,223,667
Interest	10,114,585	6,939,697	4,339,733	3,378,646	2,940,093	2,785,192
Issuance costs	498,100	144,714	281,300	283,596	432,775	952,518
<b>Total Expenditures</b>	<b>84,097,383</b>	<b>98,987,882</b>	<b>93,312,784</b>	<b>62,502,846</b>	<b>64,240,515</b>	<b>61,564,522</b>
Excess (deficiency) of revenues over (under) expenditures	(20,070,587)	(40,341,399)	(40,304,854)	(9,961,382)	(29,562,380)	(28,382,079)
<b>Other Financing Sources (Uses)</b>						
Financing by capital lease	438,435	176,861	926,182	234,705	3,101,586	-
Transfers in	11,662,418	7,915,290	6,434,805	1,336,881	11,478,444	21,983,242
Transfers out	(11,662,418)	(7,915,290)	(6,434,805)	(1,336,881)	(11,478,444)	(9,433,484)
Issuance of debt	21,615,000	24,330,000	74,884,855	17,040,000	21,225,000	43,970,000
Premium (discount) on issuance of debt	80,665	(209,238)	-	686,371	(27,436)	1,366,009
<b>Total other financing sources (uses)</b>	<b>22,134,100</b>	<b>24,297,623</b>	<b>75,811,037</b>	<b>17,961,076</b>	<b>24,299,150</b>	<b>57,885,767</b>
<b>Net change in fund balance</b>	<b>\$ 2,063,513</b>	<b>\$ (16,043,776)</b>	<b>\$ 35,506,183</b>	<b>\$ 7,999,694</b>	<b>\$ (5,263,230)</b>	<b>\$ 29,503,688</b>
Debt service as a percentage of noncapital expenditures	<u>26.0%</u>	<u>22.4%</u>	<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 six years of data for this schedule.*

<sup>a</sup> 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.

<sup>b</sup> Increases in road and park impact fees from new development.

<sup>c</sup> Reflects funds from the redevelopment authority for road maintenance and repair benefiting Corporate Campus.

<sup>d</sup> City issued \$65 million in bonds for 146th Street extension and infrastructure improvements for Hamilton Town Center.

<sup>e</sup> In 2006, County Option Income Tax was reclassified from Intergovernmental Revenue to Tax Revenue

<sup>f</sup> City issued \$24 million for Hazel Dell Road extension.

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

Real Property						
	Residential	Commercial	Industry	Other (3)	Total Real Property	
2008	\$ 704,495,331	\$ 228,779,813	\$ 17,894,646	\$ 3,654,537	\$ 954,824,327	
2007	641,280,191	195,884,750	14,517,472	3,484,120	855,166,533 (5)	
2006	518,083,923	161,383,154	12,452,283	11,891,857	703,811,217	
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	

Total						
	Personal Property	Total Real and Personal Property	Less Tax Increment District	Assessed Value (1)	True Tax Value (2)	Total Direct Tax Rate
2008	\$ 44,880,451	\$ 999,704,778	\$ 108,682,282	\$ 891,022,496	\$ 2,673,067,486	\$ 0.7814
2007	41,141,530 (4)	896,308,063	86,201,737	810,106,326	2,430,318,978	0.7670
2006	63,145,279	766,956,497	63,356,882	703,599,615	2,110,798,844	0.8189
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

(1) Property reassessments were effective in 2003.

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

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

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

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

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>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<b>City Direct Rates</b>					
Corporation General	\$ 0.4662	\$ 0.4652	\$ 0.5009	\$ 0.5061	\$ 0.4961
MVH	0.0673	0.0606	0.0571	0.0697	0.0760
Fire Pension	-	0.0082	0.0094	0.0104	0.0172
Police Pension	-	0.0037	0.0047	0.0052	0.0051
Cumulative Cap Development	0.0300	0.0300	0.0309	0.0309	0.0309
Park	0.0377	0.0393	0.0358	0.0299	0.0331
Debt Service	0.0032	0.0048	0.0044	0.0052	0.0095
Lease Rental	0.0338	0.0387	0.0500	-	-
Fire Building Debt	0.0210	0.0236	0.0318	0.0236	-
Thoroughfare Bond	0.0193	0.0219	0.0241	0.0219	-
Fire Equipment Debt	0.0255	0.0273	0.0294	0.0376	0.0519
Cum Fire Special	0.0199	0.0199	0.0205	0.0205	0.0205
Redevelopment Bonds #1	0.0200	-	-	-	-
Redevelopment Bonds #2	0.0100	-	-	-	-
City Redevelopment TIF TIR	0.0275	0.0238	0.0199	0.0160	0.0168
<b>Total Direct Rate</b>	<u>\$ 0.7814</u>	<u>\$ 0.7670</u>	<u>\$ 0.8189</u>	<u>\$ 0.7770</u>	<u>\$ 0.7571</u>
<b>Overlapping Rates:</b>					
<b>State Rate</b>	0.0024	0.0024	0.0024	0.0024	0.0024
<b>County Rate</b>	0.2046	0.2191	0.2338	0.2375	0.2305
<b>Solid Waste</b>	0.0023	0.0024	0.0027	0.0028	0.0029
<b>Township Rates</b>					
Noblesville	0.0073	0.0087	0.0068	0.0087	0.0092
Delaware	0.0086	0.0088	0.0153	0.0205	0.0125
Wayne	0.0129	0.0135	0.0148	0.0035	0.0037
Fall Creek	0.0077	0.0090	0.0103	0.0118	0.0137
<b>Library Rates</b>	0.0486	0.0572	0.0611	0.0565	0.0430
<b>School Districts</b>					
Noblesville School Corporation	1.5660	1.4703	1.4946	1.4928	1.4721
Hamilton Southeastern School Corp	1.5514	1.4990	1.5904	1.5146	1.4323

Source: Hamilton County Auditor's Office

\* For the period 2008 - 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)**

	2003	2002	2001	2000	1999
<b>City Direct Rates</b>					
Corporation General	\$ 0.4530	\$ 0.6074	\$ 1.7150	\$ 1.7868	\$ 1.7977
MVH	0.0906	0.1633	0.5490	0.5632	0.5207
Fire Pension	0.0181	0.0232	0.0676	0.0451	0.0426
Police Pension	0.0054	0.0071	0.0228	0.0393	0.0284
Cumulative Cap Development	0.0309	0.0457	0.1371	0.1371	0.1371
Park	0.0343	0.0507	0.1336	0.1342	0.1142
Debt Service	0.0068	-	-	-	-
Lease Rental	-	-	-	-	-
Fire Building Debt	0.0042	0.0066	0.0210	0.0235	0.0250
Thoroughfare Bond	-	-	-	-	-
Fire Equipment Debt	0.0285	0.0656	0.2102	0.2311	0.2468
Cum Fire Special	0.0205	0.0233	0.0700	0.0700	0.0700
Redevelopment Bonds #1	-	-	-	-	-
Redevelopment Bonds #2	-	-	-	-	-
City Redevelopment TIF TIR	0.0146	-	-	-	-
<b>Total Direct Rate</b>	<b>\$ 0.7069</b>	<b>\$ 0.9929</b>	<b>\$ 2.9263</b>	<b>\$ 3.0303</b>	<b>\$ 2.9825</b>
<b>Overlapping Rates:</b>					
<b>State Rate</b>	0.0033	0.0033	0.0100	0.0100	0.0100
<b>County Rate</b>	0.2193	0.3310	1.0055	1.0181	1.0330
<b>Solid Waste</b>	-	-	-	-	-
<b>Township Rates</b>					
Noblesville	0.0081	0.0139	0.0371	0.0483	0.0445
Delaware	0.0118	0.0182	0.0579	0.0843	0.0410
Wayne	0.0046	0.0090	0.0316	0.0326	0.3377
Fall Creek	0.0142	0.0149	0.0516	0.0204	0.4039
<b>Library Rates</b>	0.0414	0.0674	0.2263	0.2071	0.2256
<b>School Districts</b>					
Noblesville School Corporation	1.3894	2.0562	5.7619	5.8111	5.9331
Hamilton Southeastern School Corp	1.4323	2.2006	6.6018	6.6018	6.6018

\* For the period 2008 - 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	2008			1999		
	Assessed Value	Rank	Percent of Total City Assessed Value *	Assessed Value	Rank	Percent of Total City Assessed Value *
Duke Energy/PSI	\$ 13,571,177	1	1.52%	2,785,390	5	1.04%
Inland Southeast Stoney Creek LLC/Inland Real Estate Corp./Inland Real Estate BSC LLC	12,570,683	2	1.41%			
Pedcor Property Acquisition LLC / Lions Creek Associates Ltd.	10,375,367	3	1.16%	3,902,460	3	1.46%
Meijer Stores LP	7,948,557	4	0.89%			
MRP Northlake I LLC	6,703,297	5	0.77%			
BFS Diversified Products LLC/Firestone	5,106,297	6	0.57%	4,798,470	1	1.79%
Wal Mart/RG Indiana	5,101,563	7	0.57%	4,212,340	2	1.57%
Lowes Home Center, Inc	4,631,617	8	0.51%			
Deer Creek Amphitheater	4,541,877	9	0.51%			
Kahlo III LLC	4,030,833	10	0.45%			
Wayne R. Nelson Associates				2,989,900	4	1.12%
K-mart				2,330,520	6	0.87%
Noble Manor Associates				2,184,080	7	0.82%
Noblesville Housing Association, LP				2,176,900	8	0.81%
River's Edge Apartments				2,147,750	9	0.80%
Indiana Gas Company				2,120,700	10	0.79%
	<u>\$ 74,581,267</u>		<u>8.36%</u>	<u>\$ 29,648,510</u>		<u>11.07%</u>

Source: Hamilton County Auditor's Office

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

Note- Total Assessed Value of the City of Noblesville is \$891,022,496 for 2008 and \$267,738,889 for 1999, According to the Hamilton County Auditor's office.

**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>
2008	\$ 20,967,522	\$ 20,729,792	98.87%
2007	18,697,437	18,636,739	99.68%
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%

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 2008, total delinquent property tax due to the City for 2008 and all prior years was approximately \$1,200,926.

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
2008	\$ 33,580,000	\$ 8,690,000	\$ 3,370,000	\$ 144,070,000	\$ 1,702,034
2007	25,130,000	9,900,000	3,670,000	132,280,000	1,942,674
2006	25,580,000	11,075,000	3,960,000	108,440,000	2,469,229
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

	Business Activities		Total Primary Government	Percentage of Personal Income <sup>1</sup>	Debt per Capita <sup>1</sup>
	Total Governmental Activities	Sewage Revenue Bonds			
2008	\$ 191,412,034	\$ 33,025,000	\$ 224,437,034	11.39%	\$ 5,281
2007	172,922,674	33,675,000	206,597,674	10.88%	4,971
2006	151,524,229	17,950,000	169,474,229	9.53%	4,225
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

<sup>1</sup> 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 *
2008	\$ 33,580,000	\$ 8,690,000	42,270,000	\$ 7,649,437	\$ 34,620,563	3.89%	\$ 815
2007	25,130,000	9,900,000	35,030,000	3,133,891	31,896,109	3.94%	767
2006	25,580,000	11,075,000	36,655,000	2,975,356	33,679,644	4.79%	840
2005	25,905,000	12,095,000	38,000,000	2,620,442	35,379,558	5.53%	899
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

\* 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, 2008 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: \$975,000 2001 Building Corp. Lease Rental Bonds; \$6,880,000 2004A Building Corporation 1st Mortgage Bonds; \$6,690,000 2004 Redevelopment Authority Economic Development Lease Rental Bonds; \$2,000,000 2004 Economic Development Infrastructure; \$16,700,000 2005 Building Corporation First Mortgage Bonds; \$9,025,000 2008 Building Corporation 1st Mortgage Bonds.

**CITY OF NOBLESVILLE**  
Direct and Overlapping Debt  
At December 31, 2008

<u>Governmental Unit</u>	<u>Outstanding Debt</u>	<u>Percent Applicable to NOBLESVILLE</u>	<u>Amount Applicable to NOBLESVILLE</u>
<b>Direct Debt:</b>			
City of Noblesville	\$ 191,412,034	100.00%	\$ 191,412,034
<b>Overlapping Debt Paid with Property Taxes:</b>			
Hamilton Southeastern School Corporation	345,461,661	2.82%	9,742,019
Noblesville Schools	139,189,709	85.35%	118,798,417
Noblesville Southeastern Public Library	26,620,000	27.13%	7,222,006
Noblesville Township	83,000	85.35%	70,841
Hamilton County	94,277,202	12.21%	11,511,246
<b>Other Overlapping Debt:</b>			
Hamilton County Tax Increment Bonds	46,905,000	12.21%	5,727,101
Hamilton County - County Option Income Tax	41,535,000	12.21%	5,071,424
Subtotal Overlapping Debt	\$ 694,071,572		\$ 158,143,054
<b>Total Direct and Overlapping Debt</b>			<b>\$ 349,555,088</b>

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, 2008

**Legal Debt Margin Calculation for Fiscal Year 2008**

Assessed value	\$	891,022,496
Debt Limit (2% of assessed value)		17,820,450
Debt applicable to limit		<u>1,210,000</u>
Legal debt margin	\$	<u><u>16,610,450</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>
2008	\$ 17,820,450	\$ 1,210,000	16,610,450	6.79%
2007	16,202,127	1,380,000	14,822,127	8.52%
2006	14,071,992	1,545,000	12,526,992	10.98%
2005	12,801,299	1,705,000	11,096,299	13.32%
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%

(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 <sup>1</sup></u>			
	<u>COIT Revenue</u>	<u>Debt Service</u>			<u>Tax Increment</u>	<u>Debt Service</u>		
		<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>		<u>Principal</u>	<u>Interest</u>	<u>Coverage</u>
2008	\$ 12,159,501	\$ 305,000	\$ 185,778	24.78	\$ 7,079,079	\$ 1,115,000	\$ 6,270,788	0.96
2007	11,069,152	295,000	200,353	22.35	5,807,060	495,000	4,673,608	1.12
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

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.

<sup>1</sup> 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

	<b>Gross Revenue (1)</b>	<b>Direct Operating Expenses (2)</b>	<b>Net Revenue Available for Debt Service</b>	<b>Sewage Revenue Bond Debt Service Requirements</b>			<b>Coverage</b>
				<b>Principal</b>	<b>Interest</b>	<b>Total</b>	
2008	\$ 11,219,288	\$ 6,846,590	\$ 4,372,698	\$ 650,000	\$ 1,500,275	\$ 2,150,275	2.03
2007	11,780,301	8,500,192	3,280,109	630,000	1,069,339	1,699,339	1.93
2006	11,435,298	3,230,805	8,204,493	3,325,000 (4)	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 (3)	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

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

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

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

(4) 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
2008	42,500	8,820	5.6%	\$ 1,971.1	\$ 46,378	269,785	\$ 12,512.1	\$ 46,378
2007	41,561	8,620	3.7%	1,898.3	45,676	261,661	11,509.4	45,676
2006	40,110	8,334	3.3%	1,779.0	44,354	250,979	10,677.0	44,354
2005	39,350	7,775	4.1%	1,719.6	43,701	240,732	9,989.5	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

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. Population for 2006, 2007 & 2008 U.S. Census Bureau, estimates.
- 2) State of Indiana, Department of Education for students attending Noblesville School Corporation schools.
- 3) State of Indiana, Department of Workforce Development (IDWD). 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>2008</u>			<u>1999</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)	1,400	1	6.39%	867	1	5.85%
Noblesville School Corporation	1,108	2	5.06%	734	2	4.96%
Hamilton County	900	3	4.11%	619	3	4.18%
King Systems, Inc.	428	4	1.95%	300	5	2.03%
City of Noblesville	400	5	1.83%	247	6	1.67%
Ryan Fire Protection Services	195	6	0.89%			
Riverwalk Village	179	7	0.82%			
Industrial Dielectrics, Inc.	170	8	0.78%	200	7	1.35%
Lowe's Home Center	150	9	0.68%			
Perfecto Manufacturing Inc	140	10	0.64%	200	8	1.35%
Firestone Industrial Products Company				450	4	3.04%
Noblesville Casting, Inc.				150	9	1.01%
Metro Plastics Technologies, Inc				80	10	0.54%
<b>Total</b>	<b>5,070</b>		<b>23.15%</b>	<b>3,847</b>		<b>25.98%</b>

\* Total employment as used above represents the total employment of all employers located within City limits. Total Employment for 2008 and 1999 was 21,909 and 14,811 respectively.

(1) Includes full and part time employment

Source: Hamilton County Alliance

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

	<b>Full-time Equivalent Employees as of December 31,</b>									
	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
<b>General Government</b>										
Board of Works	6	5	3	3	3	3	3	3	3	3
Mayor	6	6	4	4	4	4	4	4	4	4
Clerk-Treasurer	5	5	4	4	4	4	4	4	4	4
Planning	19	21	18	17	16	16	13	11	14	13
Court	3	3	3	3	3	3	3	3	4	4
Network Administrator	3	3	2	2	2	2	2	2	1	1
Council	7	7	7	7	7	7	7	7	7	7
Human Resources	2	2	2	2	2	1	1	1	1	0
Economic Development	4	4	2	2	1	1	0	0	0	0
Engineering	11	11	8	8	8	7	7	4	0	0
<b>Public Safety</b>										
Police										
Officers	73	67	66	66	66	66	63	60	60	56
Civilians	12	11	10	10	14	14	14	14	13	13
Fire										
Firefighters and Officers	124	124	124	117	110	85	75	72	72	67
Civilians	6	6	5	5	4	3	3	3	3	3
Emergency Medical Services										
Volunteer Police	0	0	1	1	1	1	1	1	1	1
Communications	19	17	17	17	16	15	15	14	14	12
<b>Highway and Streets</b>	37	37	33	31	31	31	31	28	28	22
<b>Parks and recreation</b>	20	19	17	17	16	16	16	16	15	14
<b>Wastewater</b>	41	38	32	31	31	31	31	31	31	31
<b>TOTAL</b>	<u>398</u>	<u>386</u>	<u>358</u>	<u>347</u>	<u>339</u>	<u>310</u>	<u>293</u>	<u>278</u>	<u>275</u>	<u>255</u>

Source: Year End Reports of City Departments

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

	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>	<u>2004</u>
<b>General Government</b>					
Building Permits Issued:					
Residential (Single/Multi Families)	1,000	633	1,457	1,355	1,099
Commercial	45	59	43	24	43
Estimated Property Value of Building Permits Issued	\$ 196,201,736	\$ 224,490,136	\$ 284,319,846	\$ 320,264,582	\$ 255,135,726
<b>Public Safety</b>					
Police:					
Calls for Service	47,355	46,589	48,033	41,730	37,558
Physical Arrests	927	1,427	1,619	1,516	1,374
Citations Issued	4,269	3,407	3,876	3,618	3,906
Fire:					
Emergency Medical Responses	3,181	2,931	2,695	2,638	2,194
Fire Runs	1,303	1,116	1,057	1,018	851
<b>Highway and Streets</b>					
Total miles of public streets	231.36	224.95	204.44	191.44	170.41
<b>Parks and recreation</b>					
Golf Rounds Played	45,313	46,633	47,557	48,409	48,987
Number of reservations at Forest Park Inn	288	313	575	472	522
<b>Wastewater</b>					
Average daily sewage treatment (millions of gallons)	4.600	4.450	4.175	4.028	2.978
Number of customers served	16,267	15,604	14,810	13,758	12,547

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

	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>	<u>1999</u>
<b>General Government</b>					
Building Permits issued:					
Residential (Single/Multi Families)	1,119	625	812	946	674
Commercial	27	35	18	17	23
Estimated Property Value of Building Permits issued	\$ 204,397,649	\$ 141,385,188	\$ 172,387,666	\$ 115,147,096	\$ 104,603,444
<b>Public Safety</b>					
Police:					
Calls for Service	37,270	39,793	38,708	35,893	30,040
Physical arrests	1,206	1,078	1,464	987	1,000
Citations Issued	4,054	3,546	2,331	N/A	N/A
Fire:					
Emergency Medical responses	1,890	1,913	1,730	1,866	1,779
Fire Runs	1,139	1,046	1,070	1,046	993
<b>Highway and Streets</b>					
Total miles of public streets	161.86	117.08	115.97	111.64	108.93
<b>Parks and recreation</b>					
Golf Rounds Played	83,233	42,934	45,347	44,198	50,387
Number of reservations at Forest Park Inn	432	463	338	511	374
<b>Wastewater</b>					
Average daily sewage treatment (million of gallons)	3,111	3,290	2,865	2,431	2,519
Number of customers served	11,662	10,935	10,132	9,419	8,765

Note:

In 1999 and 2000 the Police year end reports omitted citations.

Source: Year End Reports of City Departments

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

	2008	2007	2006	2005	2004	2003	2002	2001	2000	1999
<b>Public Safety</b>										
Police Stations	1	1	1	1	1	1	1	1	1	1
Fire Stations	6	6	6	6	4	4	4	4	4	4
<b>Other public works</b>										
Highways / Streets (miles)	231.26	212.2	204.44	191.44	170.41	161.86	117.08	115.97	111.64	108.93
Traffic signals	11	11	10	8	8	8	7	7	7	7
Street Lights	717 <sup>a</sup>	296	379	347	281	251	221	209	197	165
<b>Parks and recreation</b>										
Number of Parks	4	4	4	3	3	3	3	3	3	3
Acreage	899.3	899.3	615.57	526.67	526.67	526.67	425.37	425.37	425.37	425.37
Playgrounds	6	6	4	4	4	4	4	4	4	4
Baseball/softball diamonds	3	3	3	3	3	3	3	3	3	3
Soccer/football fields	9	9	7	7	7	7	7	7	7	7
Basketball Courts	12	12	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
<b>Wastewater</b>										
Sanitary sewers (miles)	246	241.59	232.73	224.1	212.13	200.69	193.33	185.13	177.63	167.83
Storm sewers (miles)	173	164.93	158.67	146.59	128.4	115.63	108.13	103.41	95.28	90.94

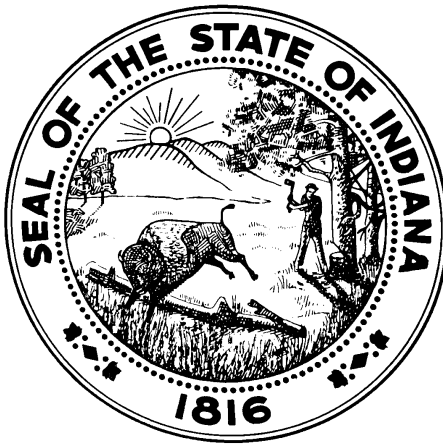
\* Dillon Park opened a spray park in 2007

<sup>a</sup> The increase in 2008 was a result of the implementation of GIS resulting in a more accurate tracking of street lights.

Source: Year End Reports of City Departments

**STATE BOARD OF ACCOUNTS**  
**302 West Washington Street**  
**Room E418**  
**INDIANAPOLIS, INDIANA 46204-2769**

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS  
2008  
CITY OF NOBLESVILLE  
HAMILTON COUNTY, INDIANA



**FILED**  
09/30/2009



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OFFICIALS

<u>Office</u>	<u>Official</u>	<u>Term</u>
Clerk-Treasurer	Janet Jaros	01-01-08 to 12-31-11
Mayor	John Ditslear	01-01-08 to 12-31-11
President of the Board of Public Works	John Ditslear	01-01-08 to 12-31-11
President of the Common Council	Dale Snelling Greg O'Connor	01-01-08 to 12-31-08 01-01-09 to 12-31-09



**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](http://www.in.gov/sboa)

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

We have audited the general purpose financial statements of the City of Noblesville, as of and for the year ended December 31, 2008, as presented in its Comprehensive Annual Financial Report (CAFR), and have expressed our unqualified opinion thereon dated May 21, 2009. The CAFR is a separate report containing our Independent Auditors' Opinion on the general-purpose financial statements and is on file at the City. It is available upon request.

Our audit was made for the purpose of forming an opinion on the general-purpose financial statements taken as a whole and on the individual fund and account group financial statements.

This supplemental report is intended to present our Supplemental Audit of Federal Awards which includes our Report on Compliance with Requirements Applicable to Each Major Program and Internal Control Over Compliance in Accordance With OMB Circular A-133. Also included is the Schedule of Expenditures of Federal Awards and the related notes, as well as the Schedule of Findings and Questioned Costs.

The above schedules have been subjected to the auditing procedures applied in the audit of the general purpose financial statements and, in our opinion, are fairly stated in all material respects in relation to the general purpose financial statements taken as a whole.

STATE BOARD OF ACCOUNTS

May 21, 2009



**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 ON COMPLIANCE AND ON INTERNAL CONTROL  
OVER FINANCIAL REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS  
PERFORMED IN ACCORDANCE WITH GOVERNMENT AUDITING STANDARDS

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

We have audited the financial statements of the City of Noblesville (City), as of and for the year ended December 31, 2008, and have issued our report thereon dated May 21, 2009. We conducted our audit in accordance with auditing standards generally accepted in the United States and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether the City's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under Government Auditing Standards.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered the City's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the City's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

May 21, 2009

SUPPLEMENTAL AUDIT OF  
FEDERAL AWARDS



**STATE OF INDIANA**  
AN EQUAL OPPORTUNITY EMPLOYER

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

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INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

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

Compliance

We have audited the compliance of the City of Noblesville (City) with the types of compliance requirements described in the U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement that are applicable to each of its major federal programs for the year ended December 31, 2008. The City's major federal programs are identified in the Summary of Auditor's Results section of the accompanying Schedule of Findings and Questioned Costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of the City's management. Our responsibility is to express an opinion on the City's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States; the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States; and OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of the City's compliance with those requirements.

In our opinion, the City complied in all material respects with the requirements referred to above that are applicable to each of its major federal programs for the year ended December 31, 2008.

Internal Control Over Compliance

The management of the City is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered the City's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133.

INDEPENDENT AUDITOR'S REPORT ON COMPLIANCE WITH REQUIREMENTS  
APPLICABLE TO EACH MAJOR PROGRAM AND INTERNAL CONTROL OVER  
COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133  
(Continued)

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that noncompliance with applicable requirement(s) of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

Schedule of Expenditures of Federal Awards

We have audited the accompanying basic financial statements of the City of Noblesville (City), as of and for the year ended December 31, 2008, as presented in its Comprehensive Annual Financial Report (CAFR), and have expressed our unqualified opinion thereon dated June 25, 2009. Our audit was performed for the purpose of forming our opinions on the financial statements that collectively comprise City's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.

This report is intended solely for the information and use of the City's management and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties. In accordance with Indiana Code 5-11-5-1, this report is a part of the public records of the State Board of Accounts and of the office examined.

STATE BOARD OF ACCOUNTS

May 21, 2009

CITY OF NOBLESVILLE  
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS  
For The Year Ended December 31, 2008

Federal Grantor Agency/Pass-Through Entity Program Title/Project Title	Federal CFDA Number	Pass-Through Entity (or Other) Identifying Number	Total Federal Awards Expended
<u>U.S. DEPARTMENT OF AGRICULTURE</u>			
Pass-Through Indiana Department of Natural Resources Urban and Community Forestry Program	10.675	C30000027939	\$ <u>10,000</u>
<u>U.S. DEPARTMENT OF HOUSING AND URBAN DEVELOPMENT</u>			
Pass-Through Indiana Housing and Community Development Community Development Block Grants/State's Program	14.228	HCCDBG-07-5	<u>179,305</u>
<u>U.S. DEPARTMENT OF TRANSPORTATION</u>			
Pass-Through Indiana Department of Transportation Highway Planning and Construction	20.205	7022572	4,168,000
Pass-Through Indiana Department of Natural Resources Recreational Trails Program	20.219	610-8-JK23	<u>500,000</u>
Total for federal grantor agency			<u>4,668,000</u>
<u>U.S. DEPARTMENT OF HOMELAND SECURITY</u>			
Pass-Through Indiana Department of Homeland Security Homeland Security Grant Program	97.004	PSF#1-8-14	<u>4,000</u>
Total federal awards expended			<u>\$ 4,861,305</u>

The accompanying notes are an integral part of the Schedule of Expenditures of Federal Awards.

CITY OF NOBLESVILLE  
NOTE TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Note 1. Basis of Presentation

The accompanying Schedule of Expenditures of Federal Awards includes the federal grant activity of the City of Noblesville (primary government) and is presented in accordance with the requirements of OMB Circular A-133, Audits of States, Local Governments, and Non-Profit Organizations. Accordingly, the amount of federal awards expended is based on when the activity related to the award occurs. Therefore, some amounts presented in this schedule may differ from amounts presented in, or used in the preparation of, the basic financial statements.

CITY OF NOBLESVILLE  
SCHEDULE OF FINDINGS AND QUESTIONED COSTS

Section I – Summary of Auditor's Results

Financial Statements:

Type of auditor's report issued: Unqualified

Internal control over financial reporting:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Noncompliance material to financial statements noted? no

Federal Awards:

Internal control over major programs:

Material weaknesses identified?	no
Reportable conditions identified that are not considered to be material weaknesses?	none reported

Type of auditor's report issued on compliance for major programs: Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133? no

Identification of Major Programs:

CFDA Number	Name of Federal Program or Cluster
20.205	Highway Planning and Construction
20.219	Recreational Trails Program

Dollar threshold used to distinguish between Type A and Type B programs: \$300,000

Auditee qualified as low-risk auditee? no

Section II – Financial Statement Findings

No matters are reportable.

Section III – Federal Award Findings and Questioned Costs

No matters are reportable.

CITY OF NOBLESVILLE  
SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS

No matters are reportable.

CITY OF NOBLESVILLE  
EXIT CONFERENCE

The contents of this report were discussed on June 2, 2009, with John Ditslear, Mayor; Greg O'Connor, President of the Common Council; and Janet Jaros, Clerk-Treasurer. Our report disclosed no material items that warrant comment at this time.