

City of Fort Wayne, Indiana

2009 Comprehensive Annual Financial Report For the year ended December 31,2009



Thomas C. Henry
Mayor

Patricia A. Roller CPA
Controller

COMPREHENSIVE ANNUAL FINANCIAL REPORT

**City of Fort Wayne, Indiana
Year Ended December 31, 2009**



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

**Valerie A. Ahr
Deputy Controller**

**Mark Knepper
Deputy Director of Financial Operations**

INTRODUCTION



Table of Contents

<u>I. INTRODUCTION</u>	<u>Page(s)</u>
Table of Contents.....	1-3
Mayor's Letter of Transmittal	5
Chief Financial Officer's Letter of Transmittal.....	6-13
Locator Maps	14-16
Organization Chart.....	17-18
List of Principal Officials	19-20
Department Details	21-33
Fort Wayne at a Glance	34
GFOA Certificate of Excellence	35
<u>II. FINANCIAL SECTION</u>	
Independent Auditor's Report.....	37-38
Management's Discussion and Analysis	39-50
Basic Financial Statements:	
Government-wide Financial Statements:	
Statement of Net Assets	52-53
Statement of Activities.....	54
Fund Financial Statements:	
Balance Sheet – Governmental Funds.....	55
Reconciliation of the Balance Sheet to the Statement of Net Assets	56
Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds.....	57
Reconciliation of the Statement of Revenues Expenditures, and Changes in Fund Balances to the Statement of Activities	58
Statement of Net Assets – Proprietary Funds.....	59
Statement of Revenues, Expenses, and Changes in Fund Net Assets - Proprietary Funds	60
Statement of Cash Flows – Proprietary Funds	61
Statement of Fiduciary Net Assets.....	62
Statement of Changes in Fiduciary Net Assets	63
Combining Statement of Net Assets - Discretely Presented Component Units.....	64
Combining Statement of Activities - Discretely Presented Component Units.....	65
Notes to the Financial Statements	
1. Summary of Significant Accounting Policies	67-76
2. Deposits and Investments	76-78
Capital Assets 79-81	
4. Short-Term Liabilities	81
5. Long-Term Debt.....	82-91
Operating Leases 91	
Deficit Fund Balances – Deficit Net Assets 91	
8. Interfund Balances and Activity	92-93
9. Risk Management.....	93-95
10. Segment Information	95-96
11. Other Postemployment Benefits	96-97

FINANCIAL SECTION (Continued)

12. Conduit Debt	97-98
13. Restricted Assets	98-99
14. Restatements – Prior Period Adjustment.....	100
15. Lease of Electric Utility	100
16. City of Fort Wayne Community Trust.....	100-101
17. Net Investment in Direct Financing Lease	101
18. Deferred Revenue – Unearned Revenue.....	101
19. Redevelopment Authority	101-102
20. Commitments and Contingencies	102-103
21. Subsequent Events	103-104
22. Net Assets – Invested in Capital Assets, Net of Related Debt.....	104
23. Pension Plans	104-110
Required Supplementary Information:	
Budgetary Comparison Schedule -	
General Fund.....	112
Budgetary Comparison Schedule -	
Major Special Revenue Funds	113
Modified Approach Schedules:	
Comparison of Needed-to-Actual	
Maintenance/Preservation Schedule	114
Condition Rating for City of Fort Wayne	
Street Infrastructure.....	114
Schedules of Funding Progress - Pensions	115
Schedules of Contributions from the Employer	
and other Contributing Entities - Pensions.....	116
Notes to Required Supplementary Information	117-119
Supplementary Information:	
Major Governmental Funds:	
Schedule of Expenditures -	
Budget and Actual General Fund	122-123
Budgetary Comparison Schedules	
Other Budgeted Major Governmental Funds.....	124
Non-major Governmental Funds:	
Combining Balance Sheet -	
Non-major Governmental Funds (by fund type)	127
Combining Statement of Revenues,	
Expenditures, and Changes in Fund Balances -	
Non-major Governmental Funds (by fund type)	128
Combining Balance Sheet -	
Non-major Governmental Funds	
Non-major Special Revenue Funds.....	129-130
Non-major Capital Project Funds.....	131
Combining Statement of Revenues,	
Expenditures, and Changes in Fund Balances -	
Non-major Special Revenue Funds.....	132-133
Non-major Capital Project Funds.....	134
Budgetary Comparison Schedules	
Other Non-major Budgeted Governmental Funds	135-137
Non-major Proprietary Funds:	
Combining Statement of Net Assets	
Non-major Enterprise Funds	139
Internal Service Funds	140

FINANCIAL SECTION (Continued)

Combining Statement of Revenue, Expenses, and Changes in Fund Net Assets	
Non-major Enterprise Funds	141
Internal Service Funds.....	142
Combining Statement of Cash Flows	
Non-major Enterprise Funds	143
Internal Service Funds.....	144
Non-major Fiduciary Funds:	
Combining Statement of Fiduciary Net Assets - Pension Trust Funds	146
Combining Statement of Fiduciary Net Assets - Agency Funds	147
Combining Statement of Changes in Fiduciary Net Assets – Pension Trust Funds.....	148
Schedule of Changes in Assets and Liabilities - Agency Funds	149

III. STATISTICAL SECTION

Net Assets by Component	152
Changes in Net Assets.....	153-154
Fund Balances – Governmental Funds.....	155
Changes in Fund Balances – Governmental Funds	156-157
Tax Revenues by Source – Governmental Funds	158
Property Tax Levies and Collections.....	159
Assessed and Estimated Actual Value of Taxable Property.....	160
Direct and Overlapping Property Tax Rates	161
Principal Property Taxpayers	162
Water and Sewer Rates	163
Legal Debt Margin Information.....	164
Direct and Overlapping Governmental Activities Debt	165
Ratios of Outstanding Debt by Type	166
Ratio of Net General Bonded Debt Outstanding.....	167
Pledged-Revenue Coverage.....	168
Demographic and Economic Statistics	169
Principal Employers	170
Full-time Equivalent City Government	
Employees by Function/Program.....	171
Operating Indicators by Function/Program	172-173
Capital Asset Statistics by Function/Program	174

(This page intentionally left blank)



CITY OF FORT WAYNE

THOMAS C. HENRY MAYOR

May 26, 2010

Dear Citizens:

I am pleased to present to you the 2009 Comprehensive Annual Financial Report for the City of Fort Wayne. This is an in-depth account of the financial status of the City. This report demonstrates our commitment to provide you with a full and detailed explanation for the use of your tax dollars. We are committed to fiscally conservative management of your tax dollars.

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

Sincerely,

A handwritten signature in cursive script that reads "Thomas C. Henry".

Thomas C. Henry
Mayor

ENGAGE ° INNOVATE ° PERFORM

One Main St. ° Fort Wayne, Indiana ° 46802-1804 ° www.cityoffortwayne.org
An Equal Opportunity Employer

5



CITY OF FORT WAYNE

THOMAS C. HENRY, MAYOR

May 26, 2010

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

With this document, we submit the Comprehensive Annual Financial Report (CAFR) of the City of Fort Wayne for the fiscal year ended December 31, 2009. This is the twenty-first CAFR prepared by the City's financial staff. The twenty previous CAFRs have received the Certificate of Achievement for Excellence in Financial Reporting from the Government Finance Officers Association of the United States and Canada. This award marks a continuing effort to improve the City's accountability and financial disclosure to the citizens of Fort Wayne.

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

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

The Reporting Entity

This CAFR contains financial reporting for all funds of the City. The City operates under a Mayor/Council form of government pursuant to Indiana statute. Listed below are a number of the services the City provides: public safety (police, fire, and communications), community development (planning, neighborhood revitalization, and economic development), parks and recreation, transportation (roads and streets), solid waste disposal, engineering, and general administrative services. In addition, the City provides water, wastewater, and stormwater utility services. In 1975, the City leased its electrical utility to an investor-owned utility.

The City of Fort Wayne, Indiana entity has been carefully defined pursuant to the entity definition criteria promulgated by the Governmental Accounting Standards Board (GASB) in Statement 14, "The Financial Reporting Entity". In accordance with this criterion, the City has included various component units in its presentation of the general-purpose financial statements. Blended component units are included as part of the primary government's operations even though they are legally separate entities. The Fort Wayne Municipal Building Corporation has been presented as a blended component unit because the financial statements would be misleading if data from this component unit was not included.

ENGAGE • INNOVATE • PERFORM

One Main St. • Fort Wayne, Indiana • 46802-1804 • www.cityoffortwayne.org

An Equal Opportunity Employer

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

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

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

The oversight body for the Civil City (governmental operations) is the Common Council of the City of Fort Wayne. The Council is composed of nine elected Council members who serve four-year terms, six of whom represent geographic councilmanic districts and three of whom are elected at-large. The oversight body for the City Utilities of Fort Wayne is the Board of Public Works. The Board of Public Works, as of December 31, 2009, is composed of the Chairman of the Board of Public Works and two citizen members appointed by the Mayor.

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

Economic Condition and Outlook

With a population of 251,591 (US Census 2008 population estimates), Fort Wayne is the second largest city in Indiana. In 2009, Fort Wayne's unemployment rate rose above unemployment rates in the State of Indiana and the nation. The 2009 annual average for Fort Wayne was 10.7% compared to the 2008 annual average of 6.3%. Respectively, 2009 annual averages for the state and nation were 10.1% and 9.3%. The area continues to see a decline in manufacturing jobs though our concentration in this industry sector remain higher than the nation.

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

In early 2000, the City's economic development objectives were refocused on gaining higher quality jobs in the manufacturing, service and technology sectors. The City, in collaboration with Allen County and the Greater Fort Wayne Chamber of Commerce, created the Fort Wayne - Allen County Economic Development Alliance. Over the last nine years, The Alliance has been responsible for marketing the

county's assets, which include a high quality of life, existing commercial building sites and an outstanding workforce, to new and expanding businesses. The largest project announced by the Alliance in 2009 was the expansion of BAE Systems. BAE's relocation of production from a Texas facility will result in the creation of over 200 jobs at their Fort Wayne Urban Enterprise Zone operation. Other announcements included Swiss Re and Superior Essex. Swiss Re, a provider of reinsurance services, will invest over \$12 million in a move from its leased facilities on Magnavox Way to a new 80,000 square foot facility currently under construction resulting in the retention of over 245 jobs. Superior Essex's expansion of warehousing operations in Fort Wayne through the consolidation and closure of similar facilities in Columbia City, Indiana and Louisville, Kentucky will result in the creation of 45 jobs.

The bankruptcy and restructuring of General Motors was of great interest to the Fort Wayne community in 2009. General Motors closed thirteen assembly plants in the summer of 2009 for nine weeks hoping to reduce their inventories of unsold vehicles. Our local truck plant on the southwest part of the county shutdown production in May idling over 2,700 workers. Good news arrived in July 2009 when the reorganized General Motors announced it would upgrade our truck plant to make heavy-duty trucks and close an Oshawa, Canada plant where they had previously been made. In order to begin production of these trucks, General Motors announced that a third shift would be added at the plant to handle the increased production resulting in the creation/transfer of 700 workers beginning the first quarter of 2010.

Long Term Financial Planning

City Utilities tentatively agreed to a Long Term Control Plan (LTCP) in the form of a federal consent decree, effective April 1, 2008, which will ultimately bring the Utilities' storm and sanitary sewer system into compliance with the Clean Water Act. City Utilities committed to combined sewer overflow reductions that require an approximate investment of \$240.0 million (denominated in 2005 dollars) in infrastructure solutions over the next eighteen years. City Utilities also agreed to eliminate three sanitary sewer overflows by 2014 at an estimated cost of \$31.0 million. The Fort Wayne City Council has authorized the issuance of \$255.0 million in debt to fund a six year capital plan that will accomplish a significant portion of the infrastructure investment needed to fulfill the requirements of the consent decree.

In 2008, City Utilities purchased Aqua Indiana's North Assets for \$16.9 million. The North Assets are now fully integrated with City Utilities' water and sewer systems and generating revenues at existing rates from 8,600 new retail water customers and 1,600 new retail sewer customers. Aqua Indiana asserts that the purchase price is inadequate and has sued for unspecified damages.

In May, 2009, the City of Fort Wayne issued \$30.0 million in capital improvement bonds in order to finance future infrastructure improvements. These bonds have a twenty-five year maturity and will be repaid with County Economic Development Income Taxes (CEDIT).

Relevant Financial Policies

According to Indiana statute, if the state budget agency determines that a sufficient balance exists in a county account in excess of the amount necessary, when added to other money that will be deposited in the account after the date of the determination, to make certified distributions to the county in the ensuing year, the budget agency shall make a supplemental distribution to a county from the county's

special account. This supplemental distribution is then allocated in the same manner as the certified distributions for deposit in a civil unit's rainy day fund. Funds in the City of Fort Wayne rainy day fund are unrestricted and must be appropriated and approved by the Fort Wayne City Council.

Major Initiatives

Mayor Tom Henry launched his administration in 2008 with the development of a new strategic plan for the City of Fort Wayne. It focuses on these priorities:

- To provide responsive, high quality and courteous customer service (Engage).
- To maintain a pro-investment environment that drives innovation through proactive leadership and strategic partnerships (Innovate).
- To be an outstanding place to work, operating as a trustworthy, transparent organization that drives continuous improvement and high performance (Perform).

Encapsulated in the plan's priorities are three key themes: Engage, Innovate, and Perform. In everything the administration does, it strives to achieve all three objectives.

Maintaining a pro-investment environment means that the City is prepared when opportunity knocks and at the same time, is constantly in pursuit of new possibilities. Ready-to-go business sites for new and expanding companies are one of the essential tools to ensuring that Fort Wayne is a place where good jobs can grow and families can thrive.

To be as competitive as possible, the City has various sites available and is also exploring new options. Summit II Industrial Park and Adams Township Industrial Area, situated east of Adams Center Road and north of Paulding Road, continue to be marketed to new and expanding companies.

Silverado Park lies just south of the GM Truck Assembly plant. It is a collaborative effort of the City, Allen County, and the Fort Wayne-Allen County Economic Development Alliance, and was designated by the State of Indiana as one of its "Shovel Ready" sites in 2006. The "Shovel Ready" designation lets businesses know that a site is completely equipped for development. Baekgaard, Ltd., a designer of high quality gift items, and One Resource Group, an insurance brokerage company, are two companies that have already located in this prime area.

Financial Information

Budgetary Controls

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

Generally, budget hearings are held throughout October in Common Council sessions. Beyond the public and televised Common Council sessions, there is a legal public hearing held as part of the

budget process at which citizens may provide the administration and the Common Council with their comments concerning the budget. By state law, the Common Council must pass the budget by November 1 of each year. The Common Council has the power to decrease any major category proposed by the Administration, but may not increase any major category in the budget.

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

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

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

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

Internal Controls

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

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

External Audit Function

The Indiana State Board of Accounts (SBA) conducts a financial audit of the City of Fort Wayne

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

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

Internal Audit Department

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

Audit Committee

In 1990, the City of Fort Wayne established by ordinance an Audit Committee. The Audit Committee is composed of five members of the community appointed as follows: 1) one member appointed by the Common Council; 2) one member appointed by the Mayor; 3) one member appointed by the Board of the Allen County Bar Association; 4) one member, approved by the State Board of Accounts, who is a chief financial officer of another governmental unit in Allen County and is familiar with governmental accounting in Indiana; and 5) one member appointed by the Board of the local chapter of the Institute of Internal Auditors.

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

The duties of the Audit Committee include recommending a budget to the Mayor for the Internal Audit Department, approving an annual audit plan for the staff of the Internal Audit Department, publicly receiving audit reports of the State Board of Accounts, recommending the City's independent external auditors, making sure timely and appropriate remedial actions are taken on all exceptions and comments in audit reports and management letters, and mandating and monitoring compliance with all applicable Indiana laws, generally accepted accounting principles, governmental accounting standards, regulations of the Internal Revenue Service, and other federal agencies.

Certificate of Achievement for Excellence in Financial Reporting

The Government Finance Officers Association (GFOA) of the United States and Canada annually awards the Certificate of Achievement for Excellence in Financial Reporting to state, provincial, and local governmental units that publish an easily readable and efficiently organized comprehensive annual

financial report whose contents conform to program standards. Such reports must satisfy both generally accepted accounting principles and applicable legal requirements.

This comprehensive annual financial report is the twenty-first published by the City of Fort Wayne. The 1989-2008 Comprehensive Annual Financial Reports were awarded the Certificate of Achievement by GFOA. The award is good for only one year. We believe our report conforms to Certificate program requirements, and we are hopeful that GFOA will confirm, through its review process, our eligibility for a twenty-first Certificate.

Acknowledgments

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

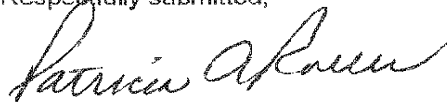
The City Controller and Deputy Controller are not able to produce a report of this type and magnitude alone. A number of people are part of the team effort that produces the City's CAFR.

We acknowledge and thank the following City employees:

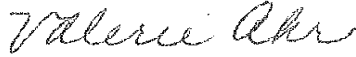
Randy Rowe, Financial Analyst
Jay Bigham, Senior Financial Accountant
Doug Robertson, Senior Financial Accountant
Susan Ludlow, Senior Financial Accountant
Amit Thakkar, Senior Financial Accountant
Greg Weisser, Financial Accountant
Suzanne Sims, Bookkeeper/Receptionist
Jeanne Cook, Administrative Assistant to the Controller

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

Respectfully submitted,



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



Valerie Ahr
Deputy Controller

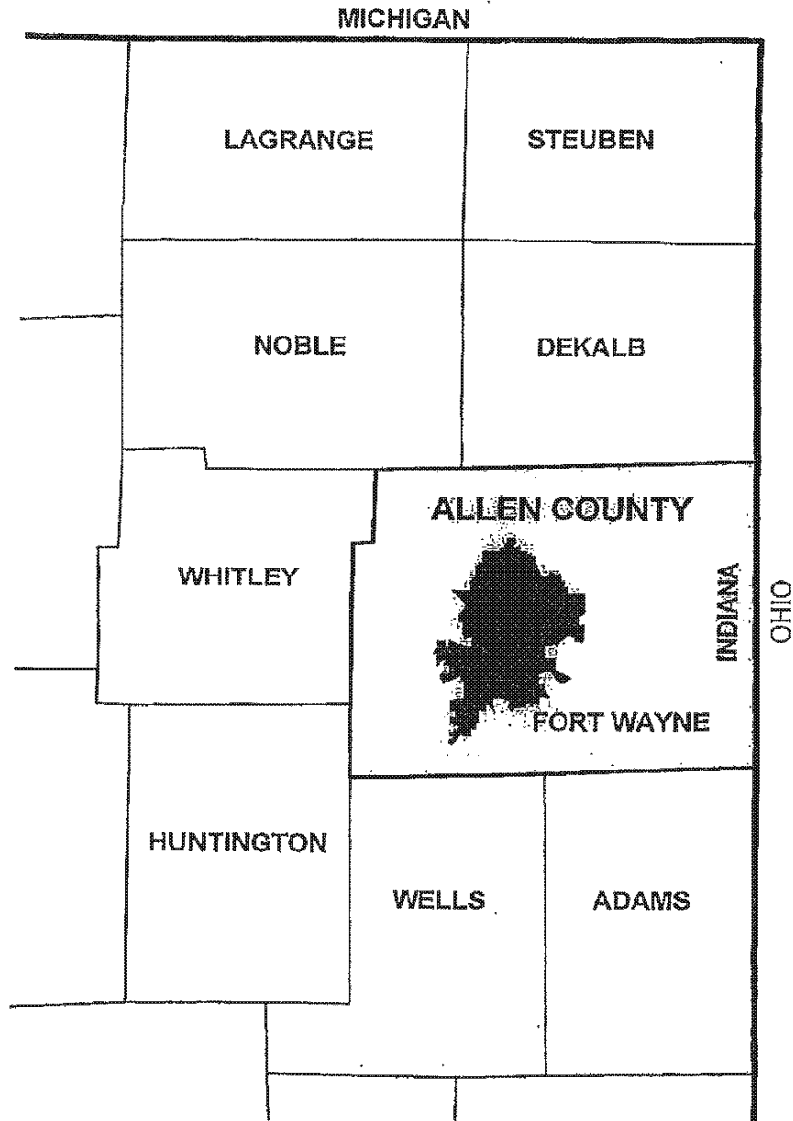


Mark Knepper
Deputy Director of Financial Operations

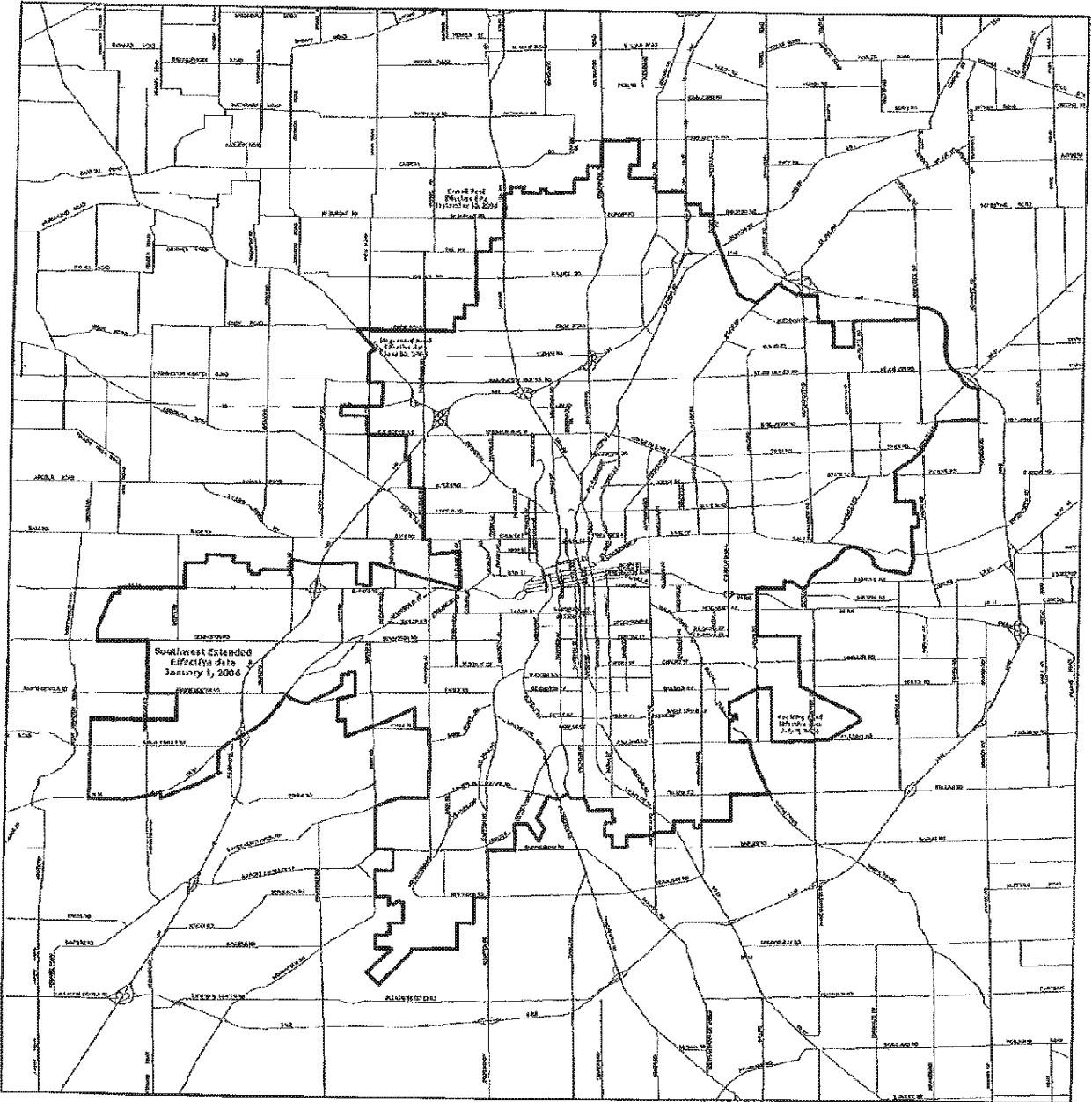
Midwest Locator Map



Northeast Indiana Locator Map





Fort Wayne Future/Recent Annexations



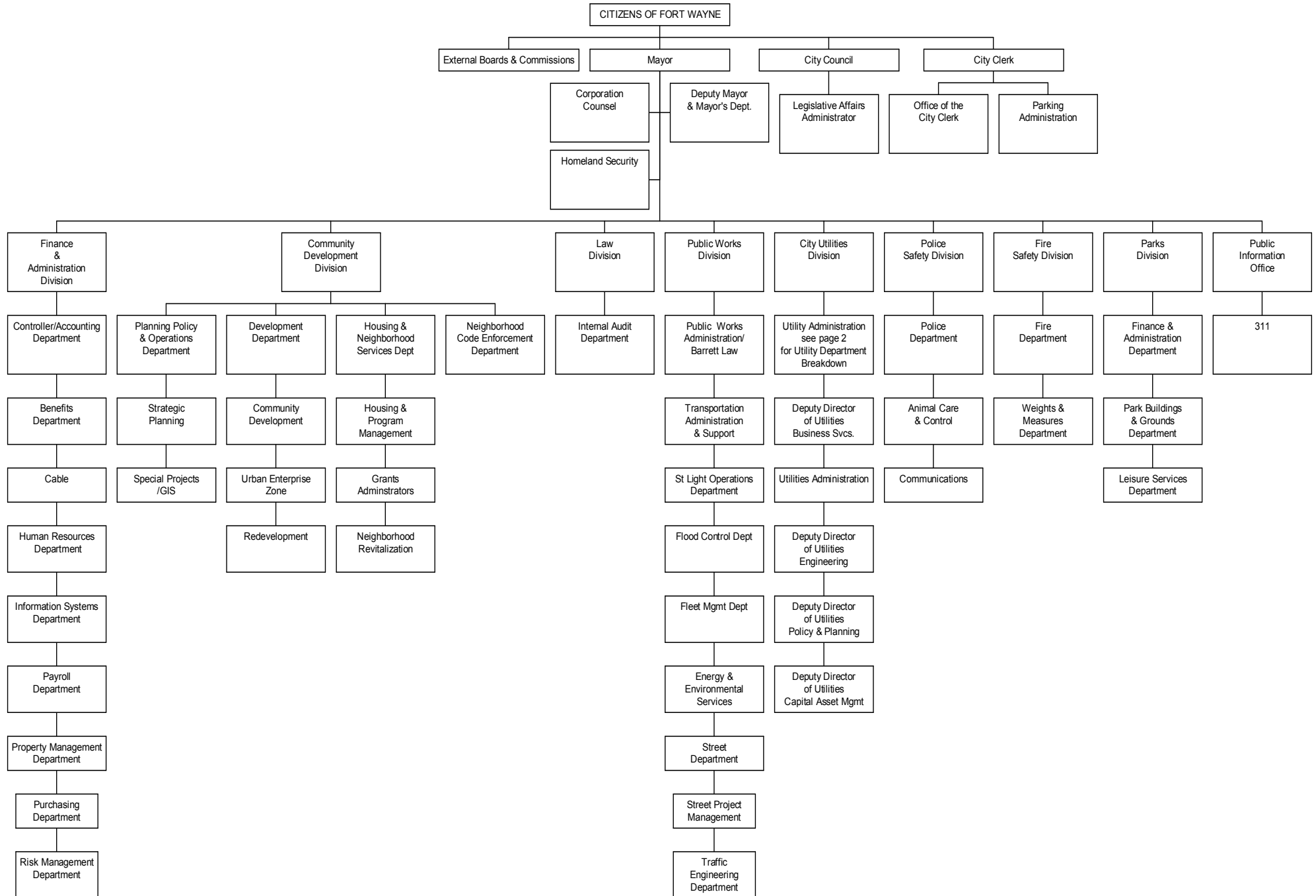
Created on January 02, 2006
 Updated on May 1, 2007
 File Path: o:\community_development\website_pdf\future_annexations_printable.pdf
 Layout: WEBSITE DEN
 Prepared By Fort Wayne Community Development

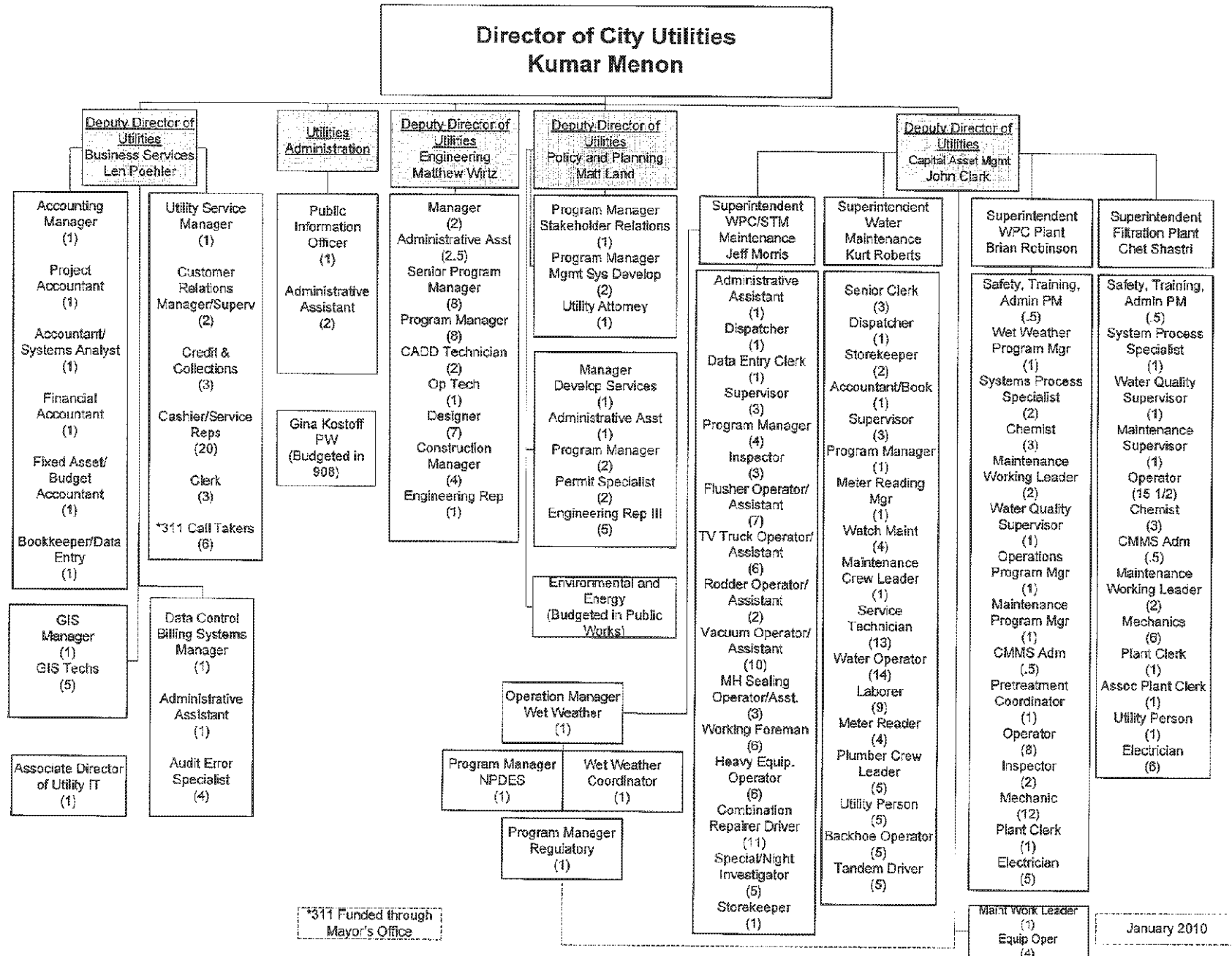
Legend

-  Fort Wayne City Limits
-  Future Annexations



City of Fort Wayne 2009 Organization Chart
December 14, 2009





**CITY OF FORT WAYNE
LIST OF PRINCIPAL OFFICIALS
December 31, 2009**

<u>NAME</u>	<u>TITLE</u>	<u>YEARS OF SERVICE WITH CITY</u>
Elected Officials:		
Thomas Henry	Mayor	2
Sandra E. Kennedy	City Clerk	30
Thomas Smith	Council Member	10
Karen Goldner	Council Member	2
Thomas Didier	Council Member	6
Mitch Harper	Council Member	2
Timothy M. Pape	Council Member	10
Glynn Hines	Council Member	11
John Shoaff	Council Member	6
Elizabeth Brown	Council Member	2
Martin Bender	Council Member	2
Division Directors:		
Greg Purcell	Deputy Mayor	2
John Urbahns	Director of Community and Economic Development	11
Alvin R. Moll, Jr.	Director of Parks and Recreation	8
Kumar Menon	Director of Utilities	2
Robert Kennedy	Director of Public Works	26
Russell York	Director of Public Safety	32
Pete Kelly	Director of Public Safety	25
Patricia A. Roller	Director of Finance and Administration	6
Carol Taylor	City Attorney	10
Civil City Department Directors:		
Belinda Lewis	Animal Control - Manager	21
David Ross	City Engineer	20
Tom Bando	Interim Communications - District Chief	24
Greg Leatherman	CD - Deputy Director of Development	11
Heather Presley	CD - Deputy Director of Housing & Neighborhood Services	16
Rozlyn Rader	CD - OHNS Housing Program Administrator	5
Pam Holocher	CD - Director of Planning	31
Greg Leatherman	CD - Executive Director of Redevelopment	11
Cheryl Schuster	CD/CDC - Manager	4
James Haley	Interim Chief Technology Officer	5
Valerie Ahr	Controller's Office - Deputy Controller	13
Pete Kelly	Fire Department - Chief	14
Larry Campbell	City Garage - Fleet Manager	6
Patricia Roller	Interim Human Resources Director	6
Lynn Trittipio	Internal Audit - Director	8
Gerald Foday	Metropolitan Human Relations - Director	7
Cindy Joyner	Neighborhood Code Enforcement - Administrator	24
Garry Morr	Parks & Recreation - Associate Director of Admin	16
Jackie Callahan	Payroll - Supervisor	14
Russell York	Police - Chief	32
Dan Brenner	Property Management - Manager	7
(Open)	Public Information Office - Director	

CITY OF FORT WAYNE
 LIST OF PRINCIPAL OFFICIALS
 December 31, 2009
 (Continued)

<u>NAME</u>	<u>TITLE</u>	<u>YEARS OF SERVICE WITH CITY</u>
Civil City Department Directors continued:		
Jim Howard	Purchasing/Administrative Services - Director	9
Nancy McAfee	Risk Management - Manager	5
Wendy Barrott	Energy & Environmental Services Manager	3
Brad Baumgartner	Street Department - Director	29
Mario Trevino	Transportation Engineering Services - Director	30
Doug Hilkey	Traffic/Street Light Engineering & Traffic/Street Light Operations Director	5
Terry McCaffrey	Urban Enterprise Association - Business Development Specialist	12
Gary Brown	Weights & Measures - Inspector	7
City Utilities Department Directors:		
Gail Bradley	City Utilities Accounting - General Accounting Manager	3
Maggie Fiedler	City Utilities Customer Svc - Manager	8
Sally Clem	City Utilities Data Control - Manager	17
Chet Shastri	Filtration Plant - Superintendent	18
Kevin Holle	GIS - Manager	24
Patrick Faherty	Meter Reading - Manager	16
Judy Black	New Water & Sewer Permits - Supervisor	28
Anne Smrchek	Storm Planning & Design - Program Manager	2
Gary Merriman	Stormwater Maintenance - Assistant Superintendent	34
Len Poehler	City Utilities Administration - Associate Director of Finance	6
Phil Giaquinta	City Utilities Services Manager	10
John Clark	Deputy Director of Utilities Capital Assets	1
Matthew Wirtz	Deputy Director of Utilities Engineering	9
Matt Land	Deputy Director of Utilities Policy & Planning	1
Mary Jane Slaton	Planning and Design Services	16
(OPEN)	Water Maintenance/Service - Superintendent	
Mark Gensic	Planning and Design Services - Manager	9
Jeffrey Morris	WPC Maintenance - Interim Superintendent	31
Cheryl Cronin	WPC Plant - Interim Superintendent	21

CITY OF FORT WAYNE

DEPARTMENT DETAILS

OFFICE OF THE MAYOR

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

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

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

Public Information Office

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

Neighborhoods and Citizen's Advocate Office

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

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

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

Department of Law

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

Internal Audit Department

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

OFFICE OF THE CITY CLERK AND COMMON COUNCIL

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

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

FINANCE AND ADMINISTRATION DIVISION

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

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

Payroll Department

The Payroll Department is responsible for maintaining the City government payroll records to meet the requirements of the various laws (federal, state, and local) under which it is operating; maintaining a payroll accounting system that embodies all of the procedures and methods related to the disbursement of pay to

employees in a highly technical environment; and promoting goodwill and a positive working environment by processing the payroll accurately and on time.

Purchasing Department/Contract Compliance Office

The City of Fort Wayne's **Purchasing Department** provides a centralized, service-oriented focal point for all Civil City and City Utilities departments. The role of the Purchasing Department is to assist with identifying, acquiring, accessing, positioning, and managing resources the City needs to achieve its strategic objectives. The staff of the Purchasing Department ensures that all activity is conducted within the framework of State code and local ordinance, and always adheres to professional purchasing practices.

The **Contract Compliance Office** monitors construction and procurement contracts to ensure that local, state and federal regulations are followed by all City contractors. In addition, the Department monitors the City's Community Development Block Grant (CDBG) contracts with private agencies.

Property Management

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

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

Risk Management Department

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

Human Resources Department

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

Information Systems Department

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

FORT WAYNE CITY UTILITIES

City Utilities is a municipal utility and a division of the City of Fort Wayne. The City Utilities Division is organized into four Strategic Business Units (SBU); Capital Asset Management, Policy and Planning, Engineering Services and Business Services under the leadership of the Director of City Utilities. Along with the Director, Each SBU has a Deputy Director that comprises the Senior Management team. City Utilities' mission is to protect the health, welfare and prosperity of the Fort Wayne community and therefore, committed to provide quality water, sewer and stormwater services in an efficient, effective and reliable manner.

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

Three Rivers Filtration Plant:

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

Water Maintenance and Service Department:

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

Water Pollution Control Plant:

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

Water Pollution Control Maintenance/Stormwater Maintenance Departments:

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

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

Policy and Planning Department:

The Policy and Planning SBU ensures the work of all SBU's within the Utility is coordinated. Additionally, the Policy & Planning SBU identifies and coordinates work with Civil City and Public Works officials. Functions include setting and administering public policy as it relates to the Utility, including strategic and operational planning, liaison for human resources and training, union relationships, developer and business relationships and other key stakeholder groups. Policy and Planning engages all SBU's in performance management programs including, but not limited to, Lean/Six Sigma/TQM/ISO et al.

Development Services Department:

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

Note: New Water & Sewer Permits is not a separate department – it is part of Development Services.

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

Planning & Design Services Department:

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

Engineering Support Services Department:

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

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

Financial Services Department:

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

Customer Relations:

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

Data Control:

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

Geographic Information Systems (GIS):

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

DIVISION OF COMMUNITY DEVELOPMENT

Vision Statement

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

Mission Statement

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

Director’s Office

The Director’s Office provides coordination and overall direction for the Division comprised of by the following departments: Finance, Special Projects/GIS, Strategic Planning, Community Development Corporation of Northeast Indiana, Redevelopment, Housing Programs, Grants Administration, Neighborhood Revitalization, and Neighborhood Code Enforcement.

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

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

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

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

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

Community Collaboration - Pursue a stronger commitment with citizens, neighborhoods, businesses and organizations to collaborate as strategic partners in achieving community development goals.

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

Deputy Director of Planning & Policy

Working under the Division Director, this Director oversees the implementation of integrated strategic and operational planning initiatives that enhance development opportunities and efficiencies for the City of Fort Wayne. The Deputy Director oversees the daily operations of the following departments:

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

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

Historic Preservation, a sub-area within this department, manages the historic and aesthetic resources of the community, working with property owners, city agencies and other groups to coordinate improvement efforts, provide technical assistance and cost-effective design solutions.

Deputy Director of Development

Working under the Division Director, this Director oversees the implementation of an aggressive development partnership between the public and private sectors. The Deputy Director oversees the following departments and provides direct liaison/support to the Fort Wayne/Allen County Economic Development Alliance and support for international trade:

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

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

Deputy Director of Housing and Neighborhood Services

Working under the Division Director, this Director oversees the implementation of initiatives to attract and support housing investment and reinvestment in the City to promote community development and expand access to desirable housing. The Deputy Director oversees the strategic investment of public funds in neighborhood revitalization-oriented projects and programs which leverage significantly higher levels of private investment through the following departments:

HANDS is a quasi-public not-for-profit Corporation of the city organized under chapter 246 of the Indiana Acts of 1921.

Housing Programs administers the City’s Home Investment Partnerships Act (HOME) Program from the federal department of Housing and Urban Development (HUD).

Grants Administration administers the City’s Community Development Block Grant (CDBG) and Emergency Shelter Grant (ESG) programs from the federal department of Housing and Urban Development (HUD).

Neighborhood Revitalization plans, coordinates and directs the City’s neighborhood revitalization implementation program and ancillary projects.

Director of Neighborhood Code Enforcement

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

METROPOLITAN HUMAN RELATIONS

Metropolitan Human Relations Commission was established to ensure and protect the equal rights of all people in the City of Fort Wayne, regardless of race, color, sexual orientation, age, religion, national origin, ancestry, or disability. The Commission strives to promote community harmony and alleviate tensions caused by harassment, prejudice, and misunderstanding, through the use of enforcement, education, training, and community awareness. The Commission further strives to ensure that all business entities within the City of Fort Wayne are protected and vindicated from unfounded allegations of unlawful discrimination, through education, empowerment, and enforcement.

PUBLIC WORKS

The Division of Public Works manages Fort Wayne's infrastructure, including the City’s systems for streets, traffic, roadway lighting and flood control. From engineering an intersection improvement to battling floods, the Division of Public Works provides vital support to neighborhoods, businesses and economic development projects. Responsibility for managing the various departments listed below resides with the Director of Public Works.

Public Works Administration

This Department includes the support staff for the Board of Public Works. It is the center for processing construction projects, public hearings and a variety of other functions related to purchasing and contracting.

Barrett Law

The primary purpose of the Barrett Law office is the performance of all accounting functions necessary to administer the Barrett Law process according to Indiana Code. This includes invoicing, recording receipts and disbursements, filing of waivers, issuance of bonds, pro-rating available cash for individual bond issues, monitoring and investment of funds, preparation of various supporting schedules, etc.

Since the development of an automated system with the capability of computer interface with Allen County real estate files, the Barrett Law office prepares property ownership lists and assessment rolls for all projects. The office also performs research and serves as an information source for the general public as well as other City departments in regard to the purpose, procedures and regulations governing the system.

Energy and Environmental Services

The Energy and Environmental Services Department is responsible for administering and monitoring the City's residential garbage, recycling, and yard waste collection and disposal contracts. Additionally, the department is involved in other waste issues such as illegal dumping, waste reduction education, enforcement of the City's garbage ordinance, litter prevention programs, and citywide clean-up programs.

Transportation Administration & Support

The functions of this group are varied, and generally fall within three department subsets: a surveying-drafting-inspection group; a permit and plan review group; and an administrative-clerical group.

Department staff provides surveying, drafting, and inspection services necessary for the successful completion of street, curb, and sidewalk projects. Employees in this group also assess and report on pavement condition in order to maintain and update our pavement management system.

Other employees in this department are responsible for fielding a variety of other customer service requests, responses, and interactions. These responsibilities include permit functions; plan review of developer projects; investigation and reporting functions; data base maintenance activities; blueprint reproduction services; right of way acquisition functions; and general customer service activities.

Department personnel also provide financial management, budgeting, purchasing, payroll, and clerical support services needed within the Transportation division.

Flood Control

Flood Control administers the City's responsibilities for the Army Corps of Engineers Flood Control Project; as well as planning, construction, and maintenance of the City's existing Flood Control system.

Transportation Engineering Services/Street Project Management

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

Traffic Engineering

The Traffic Engineering Department provides the following services to the public: design, installation and maintenance of traffic signal systems; traffic signs and pavement markings; record, tabulate and analyze accident reports; investigate all requests and complaints related to traffic conditions and operations; and conduct traffic studies relating to one way streets, parking regulations, speed limits, traffic calming, roadway design, traffic control, special signing, maintain traffic impact attenuators.

Street Lighting

The Street Lighting Department provides the following services to the public:

Design and install new street lights and systems that provide safe and efficient illumination for both motorists and pedestrians during nighttime hours. Maintain and update over 30,000 existing City Street Lights.

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

Street Department

The Fort Wayne Street Department is responsible for the cost-efficient maintenance and construction of the more than 920 miles of City streets. The Street Department also maintains alleys and publicly owned guardrails. The Street Departments work is divided into three separate Seasons: Summer Construction, Leaf Season and Snow Season. During the Spring and Summer months, its crews mow roadside right-of-ways, sweep approximately 16,000 miles of streets, resurface improved and unimproved streets and perform general maintenance on streets and alleys. During the Fall the department conducts a citywide leaf collection, and during the Winter the department focuses on snow and ice removal on all city streets.

Fleet Management

The Fleet Management Department is responsible for 1,200 city owned vehicles and ancillary equipment. The Fleet Superintendent oversees the contract with the private company, which provides vehicle maintenance services to the City's fleet. The department is also responsible for developing approval policies for vehicle use, preventive maintenance and replacement.

PARKS AND RECREATION

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

Administration/Marketing

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

Headwaters Park

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

Parks/Horticulture/Forestry

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

Leisure Services

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

Fort Wayne Children's Zoo

The award winning Fort Wayne Children's Zoo and the Diehm Museum of Natural History are operated under our operating agreement between the Fort Wayne Parks and Recreation Division and the Zoological Society.

PUBLIC SAFETY

Department of Public Safety

This Department maintains order and protects the rights and property of the citizens of Fort Wayne. The Fire Chief and Chief of Police serve as the Directors of Public Safety. The Directors retain responsibility for major policy decisions, budgeting, long-range planning and the day-to-day coordination of six departmental divisions: Police, Fire, Animal Control, Human Resources, Weights and Measures, and Communications. The Division Directors serve as the Mayor's appointee on many commissions and councils in order to coordinate activities and plan cooperative efforts with other state and local agencies.

The Board of Public Safety is authorized to have five (5) members, but currently has only four (4), pending another appointment by the Mayor. The Board studies problems of the Department of Public Safety, hires new police and fire officers, and is the disciplinary body for those departments. Also, it governs traffic regulations.

Police Department

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

Fire Department

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

Communications

The Communications Department of the Fort Wayne Police Department is responsible for the planning, design, construction, maintenance and operation of all electronic communication systems utilized by the City of Fort Wayne. Communications is comprised of the Emergency 911 Communications Center, the Records Bureau and Police Desk of the Fort Wayne Police Department, and the Radio Repair Shop. Primary functions are the answering of 911 calls for service as well as non-emergency calls, dispatching all Public Safety support units, maintaining all Police Records and supporting the Data and Voice Communication Systems of the City of Fort Wayne.

Animal Care and Control

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






Weights & Measures

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

Fort Wayne at a Glance

As of December 31, 2009

Date Founded	October 22, 1794
Date of Incorporation	February 22, 1840
Population	254,397
Area in Square Miles	110.5
Miles of Streets	1,145
Number of Street Lights	33,385
Miles of Water lines	1,152
Miles of Sewer/Stormwater Mains	1,833
Number of City Employees	1,949
Labor Statistics: (September '06)	
Fort Wayne Metropolitan Service Area - Allen	
Labor Force	213,120
Employed	195,708
Unemployed	17,412
Unemployment Rate	8.2
Building Permits for Ft Wayne & Allen County - Dec. '07	2008 2009
Total New Construction - Number of Permits (no wrecking b	709 239
- Estimated Assessed Value	\$ 89,472,901 \$147,903,938
Total Construction Permits - Number of Permits (no wrecking b	3,641 1,920
- Estimated Assessed Value	\$137,886,135 \$172,513,559
Relative Size	2nd largest city in Indiana
Form of Government	Elected Mayor, Clerk, Councilperson (9)
Airports	Fort Wayne International, Smith Field
Rail Service	Norfolk Southern, Chicago Fort Wayne Eastern Railroad
Motor Carriers	39
Public Transportation Route	12
Taxi Service	3 cab companies, 10 limousine companies
Bank Holding Companies	3
Banks/Finance Companies	45
Credit Unions	15
Museums	7
Media	3 monthly, 3 weekly, 2 daily newspapers; 8 TV stations; 11 cable & satellite systems, 17 radio stations
Market Location	Area within 250 miles of Fort Wayne includes a population of 43.9 million, or 14.5% of the total U.S. population; 70th Largest City in United States

Parks & Recreation		86 parks & playgrounds covering 2,805 acres, including: 1 campground, 20 rental pavilions, 13 open shelters (not reserved), 62 tennis courts, 20 soccer fields, 3 public golf 18-hole golf courses and 1 public nine-hole golf course, 2 driving ranges, 1 skateboard rink, 1 permanent ice skating rink and 1 seasonal ice skating rink, 39 baseball/softball diamonds, 2 Frisbee golf courses, 4 swimming pools, 4 Spray parks, 26 basketball courts, 1 outdoor theater, 1 community center, 3 youth centers, Children's Zoo, Solomon Farm Learning Ctr., Botanical Gardens, The Old Fort, 1 Life Time Sports Center
Water System		Municipally owned, treatment capacity of 72 million gallons/day
Sewage System		Municipally owned, treatment capacity of 60 million gallons/day
Electric Utility		3 - American Electric Power, Northeastern REMC, United REMC
Natural Gas		Northern Indiana Public Service Co., Vectron Energy
Telephone		Verizon, Comcast, Century Tel, Budget Phone, Bitec, Inndigital Telecom, Media Com
Garbage Service		City residents charged: \$9.75/mo. user fee for single family dwelling; \$19.50/mo. user fee for duplex, 3- or 4-plex. Services presently contracted with Nat'l Serv-All.
Yard Waste Collection		
Gross Income Tax		3.4%
County Option Income Tax		0.6%
County Economic Development Income Tax		0.4%
State Sales and Use Tax		7.0%
Allen County Food & Beverage Tax		1.0%
Property Tax Rate:		\$2.8565** per \$100 assessed value - 2008 pay
(Fort Wayne - Wayne Township)		2009; City's portion is \$1.1515
Annual Wheel Tax		Rate by vehicle class \$7.50 to \$25.00
State Excise Tax		Cigarettes - 99.5 cents/pkg of 20, 124.375 cents/pkg of 25 Gasoline - 34.1 cents/gallon Auto - various class rates
Hospitals		6 (1,463 beds)
Churches		390
Number of Schools		Fort Wayne Community Schools 50 Northwest Allen County Schools 11 East Allen County Schools 18 Southwest Allen County Schools 10 Parochial & Other 49 Higher Education 12

Certificate of
Achievement
for Excellence
in Financial
Reporting

Presented to

City of Fort Wayne
Indiana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
December 31, 2008

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.



A handwritten signature in black ink, appearing to be "J. R. Emery".

President

A handwritten signature in black ink, appearing to be "Jeffrey R. Emery".

Executive Director

(This page intentionally left blank)

FINANCIAL SECTION



STATE OF INDIANA
AN EQUAL OPPORTUNITY EMPLOYER

State Board of Accounts
302 West Washington Street
4TH Floor, Room E418
Indianapolis, Indiana 46204-2765
Telephone: (317) 232-2513
Fax: (317) 232-4711
Web Site: www.in.gov/sboa

INDEPENDENT AUDITORS' REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City of Fort Wayne (City), as of and for the year ended December 31, 2009, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City's management. Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of three of the seven discretely presented component units, Fort Wayne Urban Enterprise Association Inc., Allen County Fort Wayne Capital Improvements Board of Managers, and Fort Wayne Public Transportation Corporation, which represent 46.81 percent and 83.12 percent, respectively, of the assets and revenues of the discretely presented component units. Other auditors whose reports thereon have been furnished to us audited those financial statements. Our opinion, insofar as it relates to the amounts included for the three discretely presented component units, is based solely upon the reports of the other auditors.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes consideration of internal control over financial reporting as a basis for designing audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the City's internal control over reporting. An audit also includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements, 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 and the reports of the other auditors provide a reasonable basis for our opinions.

In our opinion, based on our audit and the reports of the other auditors, the respective financial statements referred to above present fairly, in all material respects, the financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund and the aggregate remaining fund information of the City as of December 31, 2009, 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, Budgetary Comparison Schedules (General and Major Special Revenue funds), Modified Approach Schedules, Schedules of Funding Progress, and Schedules of Contributions from the Employer and Other Contributing Entities as listed in the table of contents are not a required part 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.

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 financial statements and other budgetary comparison schedules have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements. 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.

In accordance with Government Auditing Standards, we have also issued a report dated May 26, 2010, on our consideration of the City's internal control structure and a report dated May 26, 2010, on its compliance with laws and regulations.

State Board of Accounts

STATE BOARD OF ACCOUNTS

May 26, 2010

Management's Discussion and Analysis

As management of the City of Fort Wayne (the City), we offer the following discussion as insight into the financial performance of the City for the fiscal year ended December 31, 2009. To gain a fair understanding of the City's financial position, this discussion and analysis should be read in conjunction with our letter of transmittal, the basic financial statements, and the notes to the basic financial statements.

Financial Highlights

The assets of the City exceeded its liabilities at the end of 2009 by \$1,178.5 million. Of this amount, \$94.2 million is considered unrestricted. The unrestricted net assets of the City's governmental activities are \$88.4 million and the unrestricted net assets of the City's business-type activities are \$5.8 million.

The City's total net assets increased \$26.8 million in 2009. The net assets of the City's business-type activities increased \$17.1 million (or 3.8 percent from 2008). The net assets of the City's governmental activities increased \$9.6 million (or 1.4 percent from 2008).

At the end of 2009, the City's governmental funds reported a combined ending fund balance of \$137.3 million. The combined governmental funds' fund balance increased by \$33 million from the prior year ending fund balance. Approximately \$96.8 million of the \$137.3 million fund balance is considered unreserved at December 31, 2009.

At the end of 2009, unreserved fund balance for the general fund was \$22.1 million or 27.3 percent of the 2009 general fund expenditures.

The City's total debt increased by \$78.4 million (or 23.9 percent) during 2009.

Overview of the Financial Statements

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

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

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

The statement of activities presents information on all of the City's revenues and expenses, showing how the government's general expenses less the program revenues equal net expenses for the most recent fiscal year. General revenues are then subtracted from net expenses to get the change in net assets. All of the current year's revenues and expenses are taken into account regardless of when the cash is received or paid. Thus, revenue and expenses reported in this

statement for some items will only result in cash flows in future fiscal periods (e.g., uncollected taxes and earned, but unused vacation leave).

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

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

The government-wide financial statements can be found on pages 52-54 of this report.

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

Governmental funds. Governmental funds are used to account for most of the City's basic services. These funds generally do not provide enough revenue to completely cover their expenses; therefore, they need taxes, fees, interest or any other intergovernmental revenue to help support them. These funds use the modified accrual method of accounting, which measures cash and all other financial assets that can readily be converted to cash. Governmental fund financial statements focus on near-term inflows and outflows of unrestricted resources, as well as on balances of unrestricted resources available at the end of the fiscal year. Such information may be useful in evaluating a government's near-term financing requirements. The differences of results in the governmental fund financial statements to those in the government-wide financial statements are explained in a reconciliation following each governmental fund financial statement. The basic governmental fund financial statements can be found on pages 53-56 of this report.

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

group health insurance, general auto and liability insurance, worker's compensation, and garage services. The internal service funds are reported within the governmental activities section of the government-wide financial statements. The basic proprietary fund financial statements can be found on pages 59-61 of this report.

Fiduciary funds. Fiduciary funds are funds held by a governmental unit as an agent or a trustee. They are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City's own programs. The City holds two types of fiduciary funds: pension trust funds and agency funds. Pension trust funds are used to account for pension plans held by the City on behalf of its employees. The City uses pension trust funds to report the police pension, fire pension, and sanitary officers' pension funds. Agency funds are used to account for monies held by the City for an external party. The City uses agency funds to report the allocated expense clearing, payroll, Barrett Law Regular Waivered Fund, and the Fort Wayne Neighborhood Housing Partnership (FWNP). The basic fiduciary fund financial statements can be found on pages 62-63 of this report.

Notes to the financial statements. The notes are a required part of the basic financial statements that provide necessary information for the understanding of the City's financial report. The notes to the financial statements can be found on pages 67-110 of this report.

Other information. The City is also required to provide more detailed information about certain issues disclosed in required supplementary information (RSI) schedules. The City's RSI schedules include: Budgetary Comparison Schedule for General Fund and Major Special Revenue Funds, Comparison of Needed-to-Actual Maintenance/Preservation including the condition rating of the City's street system, Schedule of Funding Progress, and the Schedule of Contributions from the Employer and other Contributing Entities. The combining financial statements for the non-major governmental funds, non-major enterprise funds, and the internal service funds are found immediately following the RSI schedules listed above. The RSI schedules can be found on pages 112-116 of this report.

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

	Governmental activities		Business-type activities		Total		Component Units	
	2009	2008	2009	2008	2009	2008	2009	2008
Assets	\$ 170,148	\$ 131,332	\$ 108,197	\$ 88,938	\$ 278,345	\$ 220,270	\$ 92,533	\$ 97,473
Capital assets	763,250	720,850	598,515	580,650	1,361,765	1,301,500	52,096	52,996
Total assets	933,398	852,182	706,712	669,588	1,640,110	1,521,770	144,629	150,469
Current liabilities	21,497	9,748	46,482	44,350	67,979	54,098	6,156	7,642
Noncurrent liabilities	205,236	234,526	188,386	170,514	393,622	405,040	102,891	105,353
Total liabilities	226,733	244,274	234,868	214,864	461,601	459,138	109,047	112,995
Net assets	\$ 706,665	\$ 607,908	\$ 471,844	\$ 454,724	\$ 1,178,509	\$ 1,062,632	\$ 35,582	\$ 37,474
Invested in capital assets,								
net of related debt	\$ 618,276	\$ 607,547	\$ 414,352	\$ 402,816	\$ 1,032,628	\$ 1,010,363	\$ 26,900	\$ 27,167
Restricted	-	-	51,704	43,201	51,704	43,201	163	-
Unrestricted	88,389	361	5,788	8,707	94,177	9,068	8,519	10,307
Total net assets	\$ 706,665	\$ 607,908	\$ 471,844	\$ 454,724	\$ 1,178,509	\$ 1,062,632	\$ 35,582	\$ 37,474

Government-wide Financial Analysis

The City's (primary government) assets exceeded liabilities by \$1,178.5 million at the close of 2009. The largest portion of the City's net assets (total assets less total liabilities), which amounts to \$1,032.6 million (or 87.6 percent), reflects its investment in capital assets (e.g., land, distribution and collection, roads, buildings and improvements, machinery and equipment, construction in progress, and net investment in joint venture), less any outstanding debt used to acquire these assets. These assets are designated as invested in capital assets because they are used to provide the everyday services the citizens of the City expect; they are not liquid and

are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset.

The remainder of the City's net assets is designated as either restricted or unrestricted. The restricted portion, which totals \$51.7 million (or 4.4 percent), are dollars that are subject to an external restriction and cannot be spent on everyday operations. The unrestricted portion of the net assets is \$94.2 million (or 8.0 percent).

At the end of 2009, the City shows a positive net asset figure as a whole as well as in the governmental and business-type activities sections individually. This shows that the City has been able to make sound financial decisions over the past several years leaving them with a solid equity base on which to build.

In 2009, the City's net assets increased by \$26.8 million. There was an increase in the City's net asset figure for the business-type activities of \$17.1 million and a net increase for the governmental activities of \$9.7 million.

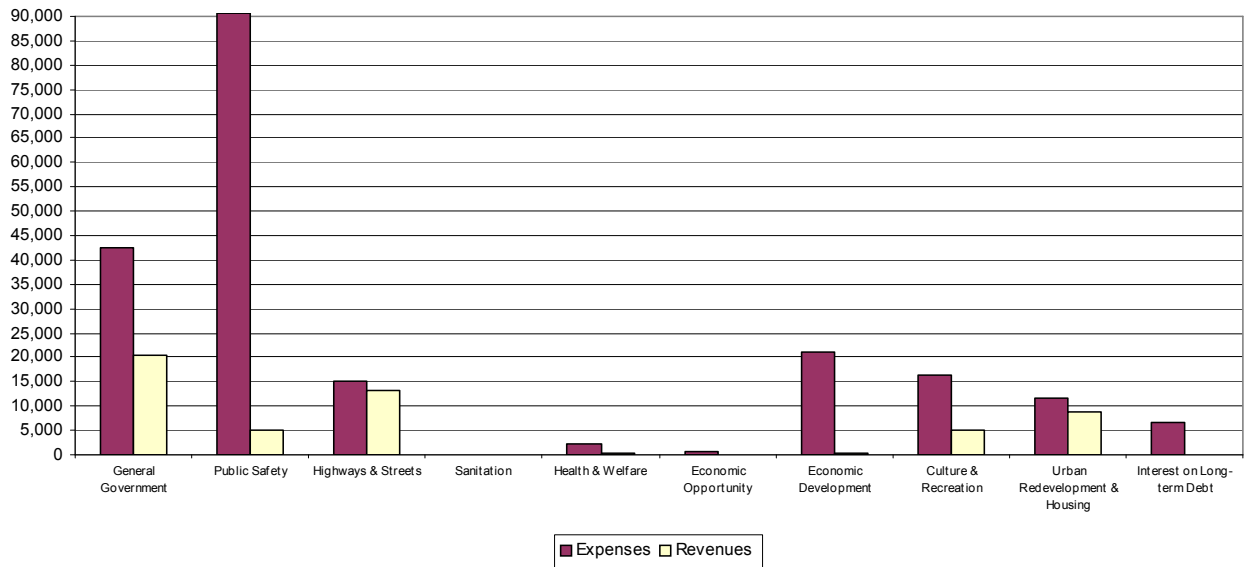
The City's component units showed assets exceeding liabilities by \$35.6 million at the end of 2009. Of the net assets (total assets less total liabilities), \$26.9 million reflects its investment in capital assets less any debt used to acquire these assets that is still outstanding. These assets are designated as invested in capital assets because they are used to provide the everyday services to the users of the component units, these assets are not liquid and are not available for future spending. The debt associated with these capital assets must be paid from sources other than the capital assets themselves because, as stated before, they cannot be used as a liquid asset. Unrestricted net assets equal \$8.5 million at the end of 2009. These assets may be used by the City's component units for normal operations.

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

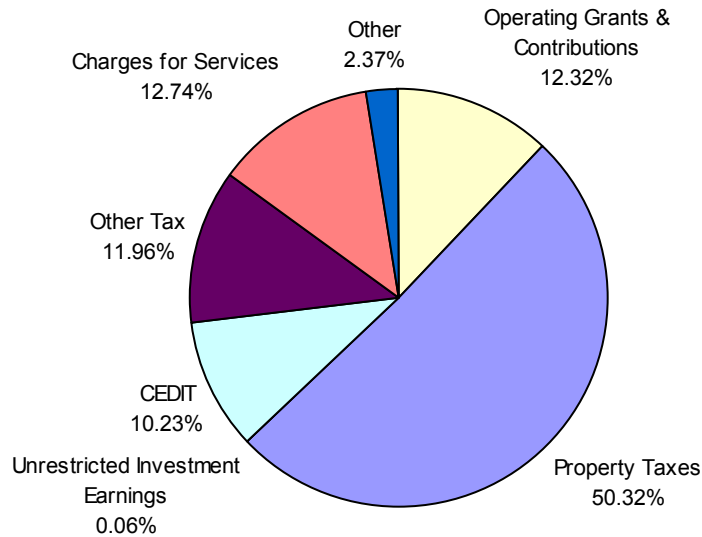
	Governmental Activities		Business-type Activities		Total		Component Units	
	2009	2008	2009	2008	2009	2008	2009	2008
Revenues-								
Program revenues:								
Charges for services	\$ 26,896	\$ 30,173	\$ 90,835	\$ 88,825	\$ 117,731	\$ 118,998	\$ 3,219	\$ 3,320
Operating grants and contributions	26,007	26,298	-	-	26,007	26,298	4,545	4,470
Capital grants and contributions	-	-	2,051	4,043	2,051	4,043	2,503	3,687
General revenues:								
Property taxes	106,258	101,144	-	-	106,258	101,144	-	-
CEDIT	21,598	26,044	-	-	21,598	26,044	-	-
Local assessments and taxes	-	-	-	-	-	-	5,376	4,835
Indiana room tax	-	-	-	-	-	-	2,368	2,541
Other taxes	25,257	25,611	-	-	25,257	25,611	-	-
Investment earnings	133	1,203	7,369	(7,760)	7,502	(6,557)	188	365
Refunds and reimbursements	-	447	-	-	-	447	-	36
Other	5,002	7,421	4	-	5,006	7,421	3,136	1,513
Total revenues	211,151	218,341	100,259	85,108	311,410	303,449	21,335	20,767
Expenses:								
General government	42,500	46,912	-	-	42,500	46,912	-	-
Public safety	91,472	89,437	-	-	91,472	89,437	-	-
Highways and streets	15,232	16,182	-	-	15,232	16,182	-	-
Health and welfare	2,209	2,242	-	-	2,209	2,242	-	-
Economic opportunity	615	581	-	-	615	581	-	-
Economic development	21,003	14,196	-	-	21,003	14,196	-	-
Culture and recreation	16,239	18,465	-	-	16,239	18,465	-	-
Urban redevelopment and housing	11,556	9,881	-	-	11,556	9,881	-	-
Interest on long-term debt	6,596	4,898	-	-	6,596	4,898	-	-
Water	-	-	27,115	25,534	27,115	25,534	-	-
Wastewater	-	-	30,155	27,108	30,155	27,108	-	-
Stormwater	-	-	8,815	9,297	8,815	9,297	-	-
Parking garages	-	-	927	1,103	927	1,103	-	-
Solid waste	-	-	9,421	9,174	9,421	9,174	-	-
Other	-	-	793	790	793	790	-	-
Summit	-	-	-	-	-	-	-	-
UEA	-	-	-	-	-	-	427	451
CIB	-	-	-	-	-	-	5,919	6,140
RA	-	-	-	-	-	-	3,739	1,477
PTC	-	-	-	-	-	-	12,564	12,246
DID	-	-	-	-	-	-	578	489
Total expenses	207,422	202,794	77,226	73,006	284,648	275,800	23,227	20,803
Inc(Dec) in net assets before transfers	3,729	15,547	23,033	12,102	26,762	27,649	(1,892)	(36)
Transfers	5,913	5,411	(5,913)	(5,411)	-	-	-	-
Inc(Dec) in net assets	9,642	20,958	17,120	6,691	26,762	27,649	(1,892)	(36)
Net assets -- January 1st	607,908	586,950	454,724	448,033	1,062,632	1,034,983	37,474	37,510
Prior period adjustment	89,115	-	-	-	89,115	-	-	-
Net assets -- January 1st (Restated)	697,023	586,950	454,724	448,033	1,151,747	1,034,983	37,474	37,510
Net assets -- December 31st	\$ 706,665	\$ 607,908	\$ 471,844	\$ 454,724	\$ 1,178,509	\$ 1,062,632	\$ 35,582	\$ 37,474

Governmental Activities. The governmental activities accounted for a \$9.7 million increase in the City's total net assets in 2009. Property tax revenue increased \$5.1 million in 2009, CEDIT and other tax revenue decreased by approximately \$4.8 million. Through sound budgeting practices, the City was able to remain within or below its expense budget while still providing all of the necessary government services, thus resulting in an increase in the City's net assets.

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

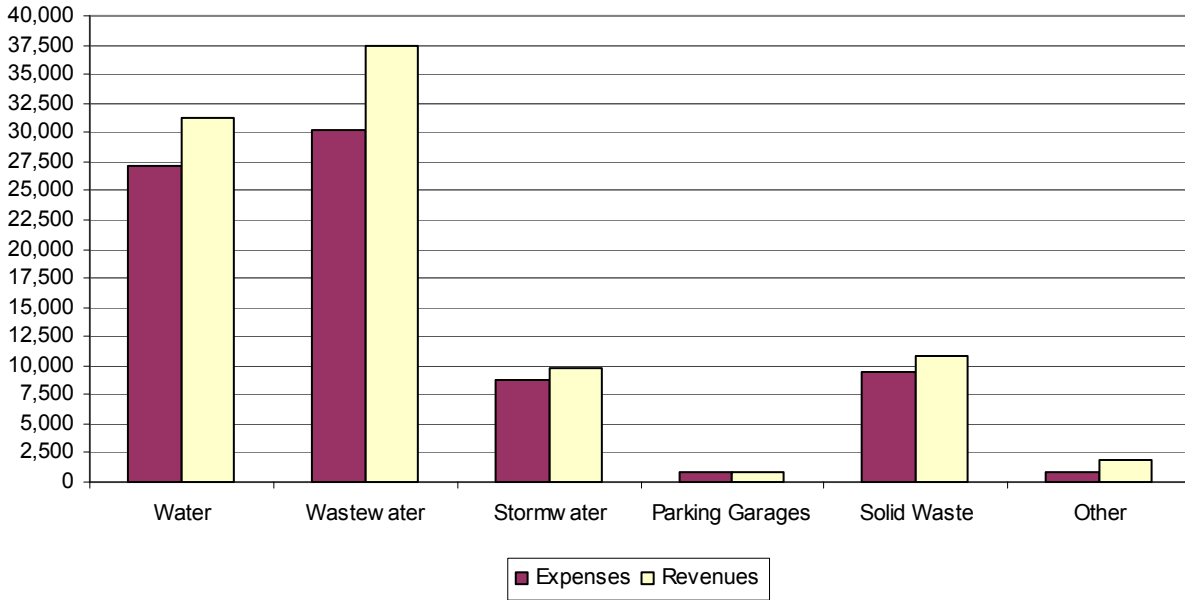


Revenues by Source - Governmental Activities

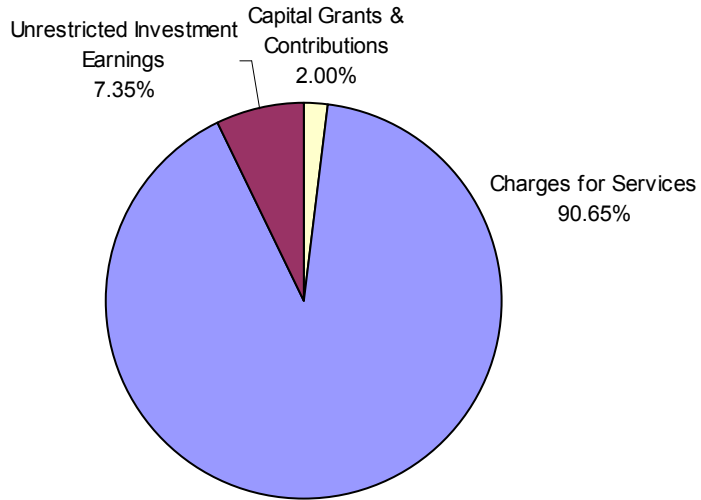


Business-type Activities. The business-type activities of the City increased net assets by \$17.1 million or 63.8 percent of the total increase in the City's net assets of \$26.8 million. Business-type activities represent 32.2 percent of the Primary Government's revenues and 27.2 percent of the expenses. The City's Water and Wastewater utilities account for 74.4 percent of the business-type activities' program revenues and 74.2 percent of the expenses

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



Revenues by Source - Business-type Activities



Financial Analysis of the Government's Funds

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

Governmental funds. The City's fund financial statements use modified accrual accounting providing information on near term inflows, outflows, and balances of available resources. This provides the reader with useful information regarding the City's financial position. The

unreserved fund balance of the City's governmental funds gives good insight into its ability to meet current obligations as well as meet the City's ongoing service needs.

At the end of 2009, the City's governmental funds reported combined ending fund balances of \$137.3 million, an increase of \$33 million in comparison with the prior year. Of that total about \$96.8 million (or 71 percent) is unreserved fund balance. The remaining \$40.5 million (or 29 percent) is reserved for prior commitments. The reserved amount is for encumbrances of \$22 million, non-current loans receivable of \$3.3 million, and assets held for resale of \$15.2 million.

The largest portion of the City's governmental fund totals is made up of the General fund, the City's chief operating fund. At the end of 2009 the General fund had an unreserved fund balance of \$22.1 million and a total fund balance of \$22.4 million. As a measure of the General fund's liquidity, you can compare the total fund balance and unreserved fund balance to the total fund expenditures. The General fund expenditures for fiscal year ended 2009 were \$81 million. The total fund balance represents 27.6 percent of General fund expenditures, while the unreserved fund balance is 27.3 percent of that same amount.

The fund balance of the City's General fund increased by \$4.4 million during fiscal year ended 2009. During 2009, the General fund expenditures were mostly in line with revenues received. However, the City also received transfers in of \$4.4 million from City Utilities for their annual Contributions in Lieu of Taxes payments, which accounts for the increase in the General fund balance.

The City has five other funds that meet the major fund criteria: the Highways and Streets, CEDIT, Parks, Fire, and Redevelopment. The combined fund balance at the end of 2009 for the other five major funds is \$74.1 million. This results in a net increase in fund balances for the other major funds of \$14.4 million from the prior year. The major reasons for this increase are:

The Highways and Streets fund balance decreased by \$2.5 million to \$2.7 million at the end of 2009. This was the result of construction fees increasing \$2.1 million in 2009, while street engineering revenues from the State decreased \$0.3 million.

The CEDIT fund balance increased by \$18.4 million to \$26.3 million at the end of 2009. This was due to the issuance of a \$30 million bond in May 2009. The proceeds are being used to provide funding for the construction and installation of infrastructure and lighting improvement within the City.

The Fire fund balance decreased by \$0.9 million to \$0.8 million at the end of 2009. While 2009 total expenditures were down \$910,000 from 2008, total tax revenues were also down in 2009, resulting in the reduction in the fund balance.

The non-major governmental funds have a combined increase of \$14.2 million to a fund balance of \$40.8 million at the end of 2009.

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

Net assets of the City's proprietary funds at the end of 2009 were \$471.8 million. Of that total, they had restricted net assets of \$51.7 million, invested in capital assets of \$414.3 million, and unrestricted net assets of \$5.8 million. This is a total increase of about \$17.1 million, and was almost entirely reinvested in additional capital assets.

General Fund Budgetary Highlights

The differences between the original adopted budget and the final amended budget were immaterial; the original budget was increased \$187 thousand (or 0.22 percent). The difference is summarized as follows:

- \$152 thousand decrease in general government's appropriation
- \$ 76 thousand decrease in public safety's appropriation
- \$425 thousand increase in highway and streets appropriation
- \$ 9 thousand decrease in economic development's appropriation

The actual expenditures were \$2.8 million lower than budgeted, while the revenues of the general fund were \$4.9 million lower than budgeted. For the year, the general fund balance increased by \$4.4 million.

The 2009 final approved budget was \$83.778 million; actual expenditures amounted to \$80.970 million, leaving a \$2.808 million positive variance. The variance is summarized as follows:

- \$ 499 thousand for general government
- \$1,640 thousand for public safety
- \$ 277 thousand for highway and streets
- \$ 62 thousand for health and welfare
- \$ 53 thousand for economic opportunity
- \$ 277 thousand for economic development

Of the \$2.808 million positive variance, \$1.057 million was in personnel services. This variance was primarily due to unfilled positions as a result of resignations, retirements, and/or terminations. The remaining variance consisted of \$605 thousand for supplies expense, \$940 thousand for other services and charges, and \$206 thousand for capital outlays. These variances were incurred due to the City departments meeting the challenges of monitoring and controlling expenses while still maintaining adequate services to the city.

Capital Asset and Debt Administration

Capital assets. The City's Primary Government's capital assets as of December 31, 2009, are equal to \$1,361.8 million (net of accumulated depreciation). Capital assets include land, distribution and collection, roads, buildings and improvements, machinery and equipment, and construction in progress. The total increase in the City's capital assets for the current fiscal year was \$60.3 million or 4.6 percent (a 5.9 percent increase for governmental activities and a 3.1 percent increase for business-type activities).

Governmental activities. Capital assets for the governmental activities total \$855 million with an accumulated depreciation figure of \$92 million for a net book value of \$763 million. The amount includes \$11.8 million in construction in progress reflecting capital projects in various stages of completion. The City chose to report its roads using the modified approach accepted under the new reporting model. This allows the City to make additions and deletions to the overall asset figure without actually depreciating. The conditions of the City's road pavement are measured using a pavement condition index (PCI). The City has adopted the following condition categories. "Very Good" (100-80), "Good" (79-60), "Fair" (59-40), "Poor" (39-20), and "Very Poor" (19-0).

It is the policy of the City to maintain a pavement condition index of good (79-60). In 2008, the City had a pavement condition index rating of "Good" (72). The City has maintained a "Good" (71) rating in 2009. The City maintains there are no material variances between the needed expenditures and the actual expenditures for the maintenance of infrastructure for 2009.

More information regarding the modified approach can be found on pages 114 and 117-119 in the Required Supplementary Information (RSI) section of this report.

Business-type activities. Capital assets for the business-type activities total \$861.5 million with an accumulated depreciation figure of \$263.0 million for a net book value of \$598.5 million. The amount also includes \$35.9 million in construction in progress reflecting capital projects in various stages of completion.

Major projects include: An upgrade to the north pump building, an upgrade to the electrical components of the St. Joe dam, the purchase of the Town of Zanesville's wastewater assets, continued work on projects to reduce the number of Combined Sewer Overflows (CSO's) and the volume of discharges directly to the rivers, Combined Sewer Capacity improvements to reduce the risk of basement backups, replacement of six miles of water mains per year, increasing finished water storage capacity, and the development of emergency electrical back-up systems for key pump stations and the treatment plants. During 2009, approximately \$36.6 million was spent on capital projects.

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

	Governmental activities		Business-type activities		Total	
	2009	2008	2009	2008	2009	2008
Land	\$ 40,271	\$ 40,116	\$ 6,743	\$ 6,681	\$ 47,014	\$ 46,797
Distribution and collection	-	-	460,343	439,982	460,343	439,982
Roads	508,857	507,514	-	-	508,857	507,514
Buildings and improvements	232,218	168,227	192,362	166,478	424,580	334,705
Machinery and equipment	61,873	59,699	166,247	158,826	228,120	218,525
Construction in progress	11,820	28,718	35,867	55,613	47,687	84,331
Less: Accumulated depreciation	(91,789)	(83,424)	(263,047)	(246,930)	(354,836)	(330,354)
Total	\$ 763,250	\$ 720,850	\$ 598,515	\$ 580,650	\$ 1,361,765	\$ 1,301,500

Additional information regarding the City's capital assets can be found in Note 3 on pages 79-81 of this report.

Long-term debt. At the end of the current fiscal year, the City's Primary Government had total bonded debt outstanding of \$206.5 million. Of this amount \$120.7 million is considered to be general obligation bonds, special obligation bonds, or first mortgage bonds. The City is responsible to pay for this debt with general revenues. The remaining \$85.8 million is revenue bonds that are paid for from the revenues earned by the business-type fund that is responsible for the debt.

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

	Governmental activities		Business-type activities		Total	
	2009	2008	2009	2008	2009	2008
General obligation bonds	\$ 3,100	\$ 3,085	\$ -	\$ -	\$ 3,100	\$ 3,085
Special obligation bonds	77,710	56,080	-	-	77,710	56,080
First mortgage bonds	39,875	24,765	-	-	39,875	24,765
Capital leases	57,829	35,511	2,359	2,710	60,188	38,221
Notes & loans payable	11,260	11,870	110,802	84,052	122,062	95,922
Net pension obligation	4,206	4,170	-	-	4,206	4,170
Compensated absences	9,145	9,145	2,389	2,189	11,534	11,334
Other post-employment ben liab	509	509	-	-	509	509
Other long-term liabilities	-	-	23	24	23	24
Revenue bonds	-	-	85,795	94,325	85,795	94,325
Total	\$ 203,634	\$ 145,135	\$ 201,368	\$ 183,300	\$ 405,002	\$ 328,435

The City's total debt increased \$78.4 million during the current fiscal year, including additions of \$117.4 million and reductions of \$39.0 million. This increase was due mainly to the addition of capital leases of \$28.5 million, \$30 million in an Economic Development Income Tax Revenue Bond, \$16.5 million in First Mortgage Bonds, and \$29 million to invest in improvements in the Wastewater Utility's infrastructure.

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

Additional information on the City's long-term debt can be found in Note 5 on pages 82-91 of this report.

Economic Factors and Next Year's Budgets and Rates

The unemployment rate for the City is currently 10.7 percent, which is up from a rate of 9.9 percent a year ago. The state average unemployment rate is 10.1 percent and the national average is 9.3 percent. The increase in the unemployment rate and the resultant lower individual earnings could manifest itself in future years as lower income tax revenues.

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

These factors along with others were considered when preparing the City's budget for the 2010 fiscal year.

Request for Information

This financial report is designed to provide a general overview of the City's finances. Questions concerning any of the information provided in this report or requests for additional information should be directed to the City's Controllers office, One Main Street, City of Fort Wayne, Indiana, 46802.

BASIC FINANCIAL STATEMENTS



CITY OF FORT WAYNE
STATEMENT OF NET ASSETS
December 31, 2009

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
<u>Assets</u>				
Cash and cash equivalents-unrestricted	\$ 116,046,991	\$ 9,916,217	\$ 125,963,208	\$ 2,575,633
Investments-unrestricted	-	-	-	4,384,822
Receivables (net of allowances for uncollectibles):				
Accounts	-	8,818,289	8,818,289	469,717
Taxes	11,822,155	-	11,822,155	-
Intergovernmental	5,346,682	-	5,346,682	4,544,981
Loans	5,337,083	-	5,337,083	121,882
Miscellaneous	3,828,908	19,629	3,848,537	1,141,369
Assessments receivable	2,369,562	135,667	2,505,229	-
Internal balances	3,987,269	(3,987,269)	-	-
Inventories	1,005,246	1,062,507	2,067,753	224,072
Prepaid expense	331,686	172,735	504,420	92,089
Assets held for resale	15,184,970	-	15,184,970	885,000
Deferred debits	2,136,120	1,887,297	4,023,417	1,176,521
Net investment in direct financing lease	391,686	-	391,686	73,042,549
Net pension asset	278,091	640,448	918,539	-
Restricted assets:				
Cash and cash equivalents-restricted	2,082,484	57,042,298	59,124,782	3,874,835
Investments-restricted	-	32,490,225	32,490,225	-
Capital assets:				
Land, roads and construction in progress	560,947,842	42,610,261	603,558,103	1,428,430
Other capital assets, net of depreciation	202,301,769	555,904,219	758,205,988	50,667,278
Total assets	933,398,543	706,712,523	1,640,111,066	144,629,178
<u>Liabilities</u>				
Accounts payable	4,548,218	6,734,412	11,282,630	473,835
Payroll withholdings payable	4,128,266	4,264	4,132,530	-
Accrued group insurance benefits	2,207,152	-	2,207,152	-
Contracts payable	4,002,088	-	4,002,088	-
Retainage payable	502,407	-	502,407	-
Accrued interest payable	2,008,064	-	2,008,064	1,547,988
Customer deposits	-	-	-	27,176
Unearned revenue	3,340,463	-	3,340,463	-
Other current liabilities	760,794	4,657,061	5,417,855	1,046,811
Current liabilities payable from restricted assets:				
Accrued interest payable - due in one year	-	2,888,852	2,888,852	-
Revenue bonds payable - due in one year	-	8,295,000	8,295,000	-
Notes payable - due in one year	-	17,840,000	17,840,000	-
Loans payable - due in one year	-	4,949,347	4,949,347	-
Customer deposits	-	1,112,921	1,112,921	-
Noncurrent liabilities:				
Due within one year:				
Compensated absences payable	7,169,267	1,086,833	8,256,100	-
Capital leases payable	5,457,877	362,669	5,820,546	1,285,332
Notes and loans payable	638,962	-	638,962	-
General obligation bonds payable	295,000	-	295,000	-
Special obligation bonds payable	9,155,000	-	9,155,000	-
First mortgage bonds payable	1,455,000	-	1,455,000	-
Lease rental revenue bonds payable	-	-	-	1,775,000

CITY OF FORT WAYNE
STATEMENT OF NET ASSETS
December 31, 2009

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Due in more than one year:				
Compensated absences	2,107,880	1,302,185	3,410,065	-
Capital leases payable	52,371,348	1,996,432	54,367,780	27,683,452
Notes and loans payable	10,621,038	105,852,423	116,473,461	-
Mortgage payable	-	-	-	749,980
General obligation bonds payable (net)	2,653,601	-	2,653,601	-
Special obligation bonds payable (net)	68,300,935	-	68,300,935	-
First mortgage bonds payable (net)	38,574,728	-	38,574,728	-
Revenue bonds payable (net)	-	77,768,083	77,768,083	-
Lease rental revenue bonds payable (net)	-	-	-	72,996,015
Net pension obligation	4,206,188	-	4,206,188	-
Other postemployment benefits liability	2,229,188	-	2,229,188	1,113,609
Other noncurrent liabilities	-	17,877	17,877	348,359
Total liabilities	226,733,464	234,868,359	461,601,823	109,047,557
Net assets				
Invested in capital assets, net of related debt	618,276,569	414,351,923	1,032,628,492	26,900,220
Restricted for:				
Debt service	-	16,933,721	16,933,721	-
Capital projects	-	1,836,189	1,836,189	-
Community trust	-	32,934,140	32,934,140	-
Component unit	-	-	-	162,862
Unrestricted	88,388,510	5,788,191	94,176,701	8,518,539
Total net assets	\$ 706,665,079	\$ 471,844,164	\$ 1,178,509,243	\$ 35,581,621

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

CITY OF FORT WAYNE
STATEMENT OF ACTIVITIES
For The Year Ended December 31, 2009

Functions/Programs	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			Component Units
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government		Total	
					Governmental Activities	Business-type Activities		
Primary government:								
Governmental activities:								
General government	\$ 42,499,929	\$ 16,211,704	\$ 4,132,500	\$ -	\$ (22,155,725)	\$ -	\$ (22,155,725)	\$ -
Public safety	91,472,609	2,784,920	2,156,904	-	(86,530,785)	-	(86,530,785)	-
Highways and streets	15,232,445	3,534,887	9,696,207	-	(2,001,351)	-	(2,001,351)	-
Sanitation	-	-	2,800	-	2,800	-	2,800	-
Health and welfare	2,208,504	-	241,215	-	(1,967,289)	-	(1,967,289)	-
Economic opportunity	614,539	-	-	-	(614,539)	-	(614,539)	-
Economic development	21,003,458	358,399	39,068	-	(20,605,991)	-	(20,605,991)	-
Culture and recreation	16,239,119	3,420,932	1,526,177	-	(11,292,010)	-	(11,292,010)	-
Urban redevelopment and housing	11,556,347	585,395	8,212,206	-	(2,758,746)	-	(2,758,746)	-
Interest on long-term debt	6,595,660	-	-	-	(6,595,660)	-	(6,595,660)	-
Total governmental activities	207,422,610	26,896,237	26,007,077	-	(154,519,296)	-	(154,519,296)	-
Business-type activities:								
Water	27,115,430	31,275,117	-	392,815	-	4,552,502	4,552,502	-
Wastewater	30,155,146	36,112,762	-	1,373,053	-	7,330,669	7,330,669	-
Stormwater	8,814,871	9,838,056	-	285,507	-	1,308,692	1,308,692	-
Parking garages	927,160	936,653	-	-	-	9,493	9,493	-
Solid waste	9,421,139	10,769,150	-	-	-	1,348,011	1,348,011	-
Electric	656,653	1,740,000	-	-	-	1,083,347	1,083,347	-
Yardwaste	135,596	163,148	-	-	-	27,552	27,552	-
Total business-type activities	77,225,995	90,834,886	-	2,051,375	-	15,660,266	15,660,266	-
Total primary government	\$ 284,648,605	\$ 117,731,123	\$ 26,007,077	\$ 2,051,375	(154,519,296)	15,660,266	(138,859,030)	-
Component units:								
HANDS	\$ -	\$ -	\$ -	\$ -	-	-	-	-
Summit	-	-	-	-	-	-	-	-
UEA	427,079	252,844	-	-	-	-	-	(174,235)
CIB	5,919,623	1,330,733	-	1,366,724	-	-	-	(3,222,166)
RA	3,738,830	-	-	-	-	-	-	(3,738,830)
PTC	12,563,826	1,249,327	4,343,996	1,135,961	-	-	-	(5,834,542)
DID	577,833	386,290	201,289	-	-	-	-	9,746
Total component units	\$ 23,227,191	\$ 3,219,194	\$ 4,545,285	\$ 2,502,685	-	-	-	(12,960,027)
General revenues:								
Property taxes					106,258,189	-	106,258,189	-
County Economic Development Income Tax					21,597,717	-	21,597,717	-
County Option Income Tax					14,657,823	-	14,657,823	-
Shared revenues					10,598,990	-	10,598,990	-
Local assessments and taxes					-	-	-	5,375,583
Indiana room tax income					-	-	-	2,368,114
Unrestricted investment earnings					133,281	7,369,457	7,502,738	187,876
Other					5,001,387	4,215	5,005,602	3,135,685
Transfers					5,913,483	(5,913,483)	-	-
Total general revenues and transfers					164,160,870	1,460,189	165,621,059	11,067,258
Change in net assets					9,641,574	17,120,455	26,762,029	(1,892,769)
Net assets - beginning					607,907,928	454,723,709	1,062,631,637	37,474,390
Prior period adjustment - see Note 14					89,115,577	-	89,115,577	-
Net assets - beginning (restated)					697,023,505	454,723,709	1,151,747,214	37,474,390
Net assets - ending					\$ 706,665,079	\$ 471,844,164	\$ 1,089,393,666	\$ 35,581,621

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

CITY OF FORT WAYNE
BALANCE SHEET
GOVERNMENTAL FUNDS
December 31, 2009

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Non-major Governmental Funds	Totals
<u>Assets</u>								
Cash and cash equivalents	\$ 18,519,517	\$ 4,580,354	\$ 25,792,069	\$ 6,194,274	\$ 2,298,235	\$ 27,605,617	\$ 27,064,436	\$ 112,054,502
Receivables (net of allowances for uncollectibles):								
Taxes	3,545,203	-	-	623,487	2,017,388	29,276	5,606,801	11,822,155
Assessments	-	-	-	-	-	-	2,369,562	2,369,562
Intergovernmental	210,626	1,444,808	-	-	957	407,500	3,282,791	5,346,682
Loans	-	-	308,888	-	-	-	5,028,195	5,337,083
Miscellaneous	2,635,894	180,064	-	196,858	27,562	117,013	349,619	3,507,010
Interfund receivable - pooled cash	-	-	-	-	-	-	1,209,078	1,209,078
Due from other funds	4,188,276	27,699	10,460	171	-	-	-	4,226,606
Net investment in direct financing lease	391,686	-	-	-	-	-	-	391,686
Assets held for resale	-	-	-	-	-	11,380,698	3,804,272	15,184,970
Restricted Assets:								
Cash and cash equivalents - restricted	-	-	2,082,484	-	-	-	-	2,082,484
Total assets	\$ 29,491,202	\$ 6,232,925	\$ 28,193,901	\$ 7,014,790	\$ 4,344,142	\$ 39,540,104	\$ 48,714,754	\$ 163,531,818
<u>Liabilities and fund balances</u>								
Liabilities:								
Accounts payable	\$ 597,888	\$ 371,094	\$ 1,210,606	\$ 749,581	\$ 67,186	\$ 264,623	\$ 721,992	\$ 3,982,970
Payroll withholdings payable	2,210,613	219,908	-	180,694	1,437,647	9,400	50,612	4,108,874
Contracts payable	120,200	2,228,581	430,860	1,700	-	311,839	908,908	4,002,088
Retainage payable	-	-	232,925	2,020	-	60,784	206,678	502,407
Interfund payable - pooled cash	-	-	-	-	-	-	1,209,078	1,209,078
Due to other funds	267,190	-	-	-	-	-	98,659	365,849
Deferred revenue	3,936,889	716,756	-	623,487	2,017,388	29,276	1,394,197	8,717,993
Unearned revenue	-	-	-	12,191	-	-	3,328,272	3,340,463
Total liabilities	7,132,780	3,536,339	1,874,391	1,569,673	3,522,221	675,922	7,918,396	26,229,722
Fund balances:								
Reserved for:								
Encumbrances	237,956	202,689	1,380,517	929,072	133,511	1,298,203	17,882,448	22,064,396
Noncurrent loans receivable	-	-	45,000	-	-	-	3,230,451	3,275,451
Assets held for resale	-	-	-	-	-	11,380,698	3,804,272	15,184,970
Unreserved, reported in:								
General fund	22,120,466	-	-	-	-	-	-	22,120,466
Special revenue funds	-	2,493,897	-	4,516,045	688,410	-	12,662,221	20,360,573
Capital projects funds	-	-	24,893,993	-	-	26,185,281	3,216,966	54,296,240
Total fund balances	22,358,422	2,696,586	26,319,510	5,445,117	821,921	38,864,182	40,796,358	137,302,096
Total liabilities and fund balances	\$ 29,491,202	\$ 6,232,925	\$ 28,193,901	\$ 7,014,790	\$ 4,344,142	\$ 39,540,104	\$ 48,714,754	\$ 163,531,818

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

City of Fort Wayne, Indiana
Reconciliation of the Balance Sheet to the Statement of Net Assets
Governmental Funds
December 31, 2009

Total **fund balances** for governmental funds \$ 137,302,096

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

Capital assets used in governmental activities (excluding internal service fund capital assets) are not financial resources and therefore, are not reported in the funds.

Those assets consist of:

Land	40,243,369	
Roads accounted for using the modified approach	508,857,110	
Construction in progress	11,820,086	
Buildings, net of \$29,484,844 accumulated depreciation	122,438,500	
Improvements other than buildings, net of \$21,387,153 accumulated depreciation	58,390,007	
Machinery and equipment, net of \$40,285,487 accumulated depreciation	<u>21,006,262</u>	
Total capital assets		762,755,334

Bond issuance costs associated with new debt issued by the City in 2009 were reported as expenditures in the governmental funds when the debt was issued, whereas bond issuance costs are deferred in the statement of net assets. Deferred bond issuance costs are amortized, over the life of the debt issued, as an adjustment to interest expense in the statement of activities. 2,136,120

Inventory of assets purchased from governmental funds. 945,981

Some assets are not available to pay for current-period expenditures and therefore, are deferred in the funds. 331,442

Net pension asset from the PERF Pension Plan is considered an asset of the general government. 278,091

Internal service funds are used by the City to account for the financing of goods or services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The assets and liabilities of the internal service funds are included in governmental activities in the statement of net assets. Internal service fund net assets are: 1,420,363

City tax collections related to 2009 will be collected beyond the 60 day period used to record revenue in the fund statements. Revenue and a corresponding receivable for this amount are included in the government-wide statements. 6,215,897

State shared revenue appropriated during the State of Indiana's fiscal year ended June 30, 2009 will be collected by the City in calendar year 2010. Revenue and a corresponding receivable for the amount appropriated but not received by December 31, 2009 are included in the government-wide statements. 1,586,835

Some of the City's revenues will be collected after year-end, but are not available soon enough to pay for the current period's expenditures and therefore, are deferred in the funds. 915,261

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

Balances at December 31, 2009 are:

Bonds payable	(120,685,000)	
Bond interest payable	(602,873)	
Unamortized discount	557,301	
Unamortized premium	(531,708)	
Unamortized loss on refunding	225,143	
Leases payable	(57,829,225)	
Lease interest payable	(1,174,189)	
Loans payable	(11,260,000)	
Loan interest payable	(231,002)	
Compensated absences payable	(9,255,412)	
Other postemployment benefits liability	<u>(2,229,188)</u>	
Total long-term liabilities		(203,016,153)

Net pension obligation for the Sanitary Officers' Pension Plan is not due and payable in the current period and therefore, is not reported in the funds, but is included in the government-wide statements. (4,206,188)

Total **net assets** of governmental activities \$ 706,665,079

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

CITY OF FORT WAYNE
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
For The Year Ended December 31, 2009

	General	Highways and Streets	CEDIT	Parks	Fire	Redevelopment	Non-major Governmental Funds	Total Governmental Funds
Revenues:								
Taxes	\$ 73,178,240	\$ 2,197,107	\$ 23,021,823	\$ 10,610,854	\$ 32,710,606	\$ 10,891,271	\$ 6,615,232	\$ 159,225,133
Special assessments	-	-	-	-	-	-	518,243	518,243
Licenses and permits	2,058,730	-	-	52,268	-	-	1,186,010	3,297,008
Intergovernmental	3,136,085	9,490,193	1,360	-	-	-	8,134,433	20,762,071
Charges for services	3,010,208	1,349,218	12,472	3,173,459	11,942	546,056	4,400,821	12,504,176
Fines and forfeits	840,143	-	-	-	12,008	-	776,846	1,628,997
Other	815,343	352,528	338,890	1,430,381	21,939	1,153,025	2,204,775	6,316,881
Total revenues	83,038,749	13,389,046	23,374,545	15,266,962	32,756,495	12,590,352	23,836,360	204,252,509.00
Expenditures:								
Current:								
General government	14,285,795	-	-	-	-	-	3,733,055	18,018,850
Public safety	53,624,675	-	-	-	33,669,636	-	5,485,025	92,779,336
Highways and streets	5,814,645	17,418,840	-	-	-	-	-	23,233,485
Health and welfare	2,457,450	-	-	-	-	-	216,364	2,673,814
Economic opportunity	614,539	-	-	-	-	-	-	614,539
Economic development	4,172,656	-	-	-	-	-	595,787	4,768,443
Culture and recreation	-	-	-	17,043,814	-	-	-	17,043,814
Urban redevelopment and housing	-	-	-	-	-	6,755,641	5,509,723	12,265,364
Debt service:								
Principal	-	-	8,215,000	-	-	570,000	1,385,000	10,170,000
Interest	-	-	2,734,023	-	-	1,568,149	1,130,236	5,432,408
Bond issuance costs	-	-	-	-	-	-	68,471	68,471
Capital outlay	-	-	17,666,816	-	-	31,690,921	14,299,162	63,656,899
Total expenditures	80,969,760	17,418,840	28,615,839	17,043,814	33,669,636	40,584,711	32,422,823	250,725,423
Excess (deficiency) of revenues over (under) expenditures	2,068,989	(4,029,794)	(5,241,294)	(1,776,852)	(913,141)	(27,994,359)	(8,586,463)	(46,472,914)
Other financing sources (uses):								
Transfers in	4,388,422	1,642,366	5,284,715	1,335,275	-	11,481,641	6,972,395	31,104,814
Transfers out	(2,063,543)	(137,000)	(11,081,391)	(13,474)	(50,000)	(9,315,421)	(3,730,502)	(26,391,331)
Bond proceeds	-	-	30,000,000	3,100,000	-	-	16,495,000	49,595,000
Premiums on bonds sold	-	-	-	73,745	-	-	163,722	237,467
Discount on bonds sold	-	-	(528,731)	-	-	-	-	(528,731)
Payment to refunded bond escrow agent	-	-	-	(3,056,144)	-	-	-	(3,056,144)
Capital leases issued	-	-	-	-	-	25,635,000	2,900,000	28,535,000
Total other financing sources (uses)	2,324,879	1,505,366	23,674,593	1,439,402	(50,000)	27,801,220	22,800,615	79,496,075
Net change in fund balances	4,393,868	(2,524,428)	18,433,299	(337,450)	(963,141)	(193,139)	14,214,152	33,023,161
Fund balances - beginning	17,964,554	5,221,014	7,886,211	5,782,567	1,785,062	39,057,321	26,582,206	104,278,935
Fund balances - ending	\$ 22,358,422	\$ 2,696,586	\$ 26,319,510	\$ 5,445,117	\$ 821,921	\$ 38,864,182	\$ 40,796,358	\$ 137,302,096

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

City of Fort Wayne, Indiana
Reconciliation of the Statement of Revenues, Expenditures, and Changes in Fund Balances to the Statement of Activities
Governmental Funds
For the Year Ended December 31, 2009

Net change in **fund balances** - total governmental funds \$ 33,023,161

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

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

Capital assets not being depreciated:

Land	154,561
Roads accounted for using the modified approach	1,343,451
Construction in progress	<u>(16,897,688)</u>
Total change in capital assets not being depreciated	(15,399,676)

Capital assets being depreciated:

Buildings, net of \$2,458,467 depreciation expense	59,148,950
Improvements other than buildings, net of \$2,081,907 depreciation expense	424,684
Machinery and equipment, net of \$5,800,815 depreciation expense	<u>(1,743,046)</u>
Total change in capital assets being depreciated	57,830,588

Total changes in capital assets 42,430,912

The issuance of long-term debt provides current financial resources to governmental funds, but increases the long-term liabilities on the statement of net assets. Repayment of principal for long-term debt consumes the current financial resources of governmental funds, but reduces long-term liabilities in the statement of net assets. This is the amount by which repayments exceed issuance proceeds. (58,463,182)

Governmental funds report the effect of bond issue costs, deferred loss on refunding, discounts and premiums when debt is first issued, whereas these amounts are deferred and amortized in the statement of activities. 1,099,457

Some expenses were deferred as assets in the statement of net assets and therefore were not reported in the statement of activities, but were reported as expenditures in the governmental funds. 144,884

Net pension obligation for the Sanitary Officers' Pension Plan is considered a long-term obligation of the general government, but is not a current expenditure. (36,464)

Net pension asset from the PERF Pension Plan is considered an asset of the general government, but is not current revenues. (101,495)

Other postemployment benefits liability is considered a long-term obligation of the general government, but is not a current expenditure. (1,720,258)

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the governmental funds. (4,539,527)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore, are not reported as expenditures in the governmental funds. (1,208,092)

Internal service funds are used by the City to account for the financing of goods and services provided by one department or agency to other City departments or agencies, generally on a cost reimbursement basis. The net revenue (expense) of the internal service funds is reported with governmental activities. (987,822)

Changes in **net assets** of governmental activities \$ 9,641,574

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

CITY OF FORT WAYNE
STATEMENT OF NET ASSETS
PROPRIETARY FUNDS
December 31, 2009

	Business-type Activities - Enterprise Funds				Totals	Governmental
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds		Internal Service Funds
Assets						
Current assets:						
Cash and cash equivalents	\$ 2,288,483	\$ 3,339,053	\$ 1,368,777	\$ 2,919,904	\$ 9,916,217	\$ 3,992,489
Receivables:						
Accounts receivable (net of allowance for uncollectibles)	3,057,003	4,661,867	1,062,879	36,540	8,818,289	-
Miscellaneous receivable	-	-	-	19,629	19,629	321,898
Due from other funds	259,283	22,671	10,362	1,581,439	1,873,755	126,512
Interfund receivable	1,407,780	-	-	-	1,407,780	-
Inventories	1,015,967	46,540	-	-	1,062,507	59,265
Prepaid expenses	88,559	75,159	6,675	2,342	172,735	243
Total current assets	8,117,075	8,145,290	2,448,693	4,559,854	23,270,912	4,500,407
Noncurrent assets:						
Restricted cash and cash equivalents	9,100,484	46,712,986	630,177	598,651	57,042,298	-
Restricted investments	-	-	-	32,490,225	32,490,225	-
Net pension asset	206,224	298,449	135,775	-	640,448	-
Assessments receivable	-	135,667	-	-	135,667	-
Unamortized issuance cost	701,903	881,721	261,040	42,633	1,887,297	-
Capital assets:						
Land, improvements to land and construction in progress	9,690,819	23,073,068	8,737,701	1,108,673	42,610,261	27,277
Other capital assets (net of accumulated depreciation)	191,654,383	276,649,327	80,535,389	7,065,120	555,904,219	467,000
Total noncurrent assets	211,353,813	347,751,218	90,300,082	41,305,302	690,710,415	494,277
Total assets	219,470,888	355,896,508	92,748,775	45,865,156	713,981,327	4,994,684
Liabilities						
Current liabilities:						
Accounts payable	1,378,275	3,928,969	619,783	807,385	6,734,412	565,248
Payroll withholdings payable	-	-	-	4,264	4,264	19,392
Due to other funds	2,040,568	2,507,264	1,281,340	31,852	5,861,024	-
Interfund payable	-	1,407,780	-	-	1,407,780	-
Compensated absences payable - current portion	559,019	391,820	132,408	3,586	1,086,833	21,735
Accrued group insurance benefits payable	-	-	-	-	-	2,207,152
Capital lease payable - current portion	-	-	-	362,669	362,669	-
Customer deposits payable	1,112,921	-	-	-	1,112,921	-
Notes payable - current portion	17,840,000	-	-	-	17,840,000	-
Loans payable - current portion	1,800,000	2,875,776	-	273,571	4,949,347	-
Revenue bonds payable - current portion	1,645,000	5,625,000	945,000	80,000	8,295,000	-
Accrued interest payable	849,111	1,739,531	236,427	63,783	2,888,852	-
Other current liabilities	860,866	3,462,930	182,096	151,169	4,657,061	760,794
Total current liabilities	28,085,760	21,939,070	3,397,054	1,778,279	55,200,163	3,574,321
Noncurrent liabilities:						
Compensated absences payable	801,173	413,423	86,699	890	1,302,185	-
Capital lease payable	-	-	-	1,996,432	1,996,432	-
Loans payable	25,160,000	79,871,709	-	820,714	105,852,423	-
Revenue bonds payable (net of discounts/ premiums)	18,112,676	44,964,900	13,480,507	1,210,000	77,768,083	-
Other noncurrent liabilities	-	-	-	17,877	17,877	-
Total noncurrent liabilities	44,073,849	125,250,032	13,567,206	4,045,913	186,937,000	-
Total liabilities	72,159,609	147,189,102	16,964,260	5,824,192	242,137,163	3,574,321
Net assets						
Invested in capital assets, net of related debt	142,011,717	194,062,215	74,847,584	3,430,407	414,351,923	494,277
Restricted for:						
Debt service	287,085	16,087,236	393,750	165,650	16,933,721	-
Capital projects	627,176	1,209,013	-	-	1,836,189	-
Community trust	-	-	-	32,934,140	32,934,140	-
Unrestricted	4,385,301	(2,651,058)	543,181	3,510,767	5,788,191	926,086
Total net assets	\$ 147,311,279	\$ 208,707,406	\$ 75,784,515	\$ 40,040,964	\$ 471,844,164	\$ 1,420,363

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

CITY OF FORT WAYNE
STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
PROPRIETARY FUNDS
For The Year Ended December 31, 2009

	Business-type Activities - Enterprise Funds				Totals	Governmental
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds		Activities - Internal Service Funds
Operating revenues:						
Charges for goods and services	\$ 31,275,117	\$ 36,112,762	\$ 9,838,056	\$ 11,834,625	\$ 89,060,560	\$ 6,060,689
Leases	-	-	-	1,774,326	1,774,326	-
City contributions	-	-	-	-	-	22,129,673
Employee contributions	-	-	-	-	-	699,553
Total operating revenues	<u>31,275,117</u>	<u>36,112,762</u>	<u>9,838,056</u>	<u>13,608,951</u>	<u>90,834,886</u>	<u>28,889,915</u>
Operating expenses:						
Personnel services	7,637,884	5,741,596	1,554,286	228,345	15,162,111	654,137
Contractual services	1,281,341	2,370,781	204,728	8,887,854	12,744,704	5,073,250
Utilities	1,418,451	1,648,602	-	55,724	3,122,777	56,422
Chemicals	2,519,880	739,307	-	-	3,259,187	-
Administrative services	3,369,151	4,880,546	2,214,613	31,488	10,495,798	-
Other supplies and services	2,813,392	2,269,498	2,664,856	864,919	8,612,665	2,144,052
Insurance claims and premiums	-	-	-	4,475	4,475	23,629,661
Depreciation	6,196,518	8,791,779	1,894,465	878,086	17,760,848	55,170
Total operating expenses	<u>25,236,617</u>	<u>26,442,109</u>	<u>8,532,948</u>	<u>10,950,891</u>	<u>71,162,565</u>	<u>31,612,692</u>
Operating income (loss)	<u>6,038,500</u>	<u>9,670,653</u>	<u>1,305,108</u>	<u>2,658,060</u>	<u>19,672,321</u>	<u>(2,722,777)</u>
Nonoperating revenues (expenses):						
Interest and investment revenue	91,765	196,690	23,973	7,057,029	7,369,457	8,697
Miscellaneous revenue	-	-	-	4,215	4,215	526,258
Interest expense	(1,478,106)	(3,193,701)	(240,277)	(148,950)	(5,061,034)	-
Amortization of debt issuance costs	(97,538)	(112,334)	(40,640)	(3,553)	(254,065)	-
Loss on disposal of assets	(303,169)	(407,002)	(1,006)	-	(711,177)	-
Miscellaneous expense	-	-	-	(37,154)	(37,154)	-
Total nonoperating revenue (expenses)	<u>(1,787,048)</u>	<u>(3,516,347)</u>	<u>(257,950)</u>	<u>6,871,587</u>	<u>1,310,242</u>	<u>534,955</u>
Income (loss) before contributions and transfers	<u>4,251,452</u>	<u>6,154,306</u>	<u>1,047,158</u>	<u>9,529,647</u>	<u>20,982,563</u>	<u>(2,187,822)</u>
Capital contributions	392,815	1,373,053	285,507	-	2,051,375	-
Transfers in	-	-	952,401	70,000	1,022,401	1,200,000
Transfers out	(1,383,247)	(3,147,675)	(668,479)	(1,736,483)	(6,935,884)	-
Change in net assets	<u>3,261,020</u>	<u>4,379,684</u>	<u>1,616,587</u>	<u>7,863,164</u>	<u>17,120,455</u>	<u>(987,822)</u>
Total net assets - beginning	<u>144,050,259</u>	<u>204,327,722</u>	<u>74,167,928</u>	<u>32,177,800</u>	<u>454,723,709</u>	<u>2,408,185</u>
Total net assets - ending	<u>\$ 147,311,279</u>	<u>\$ 208,707,406</u>	<u>\$ 75,784,515</u>	<u>\$ 40,040,964</u>	<u>\$ 471,844,164</u>	<u>\$ 1,420,363</u>

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

CITY OF FORT WAYNE
STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
For The Year Ended December 31, 2009

	Business-type Activities - Enterprise Funds					Governmental
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-major Enterprise Funds	Total	Activities - Internal Service Funds
Cash flows from operating activities:						
Receipts from customers and users	\$ 31,127,002	\$ 35,585,608	\$ 9,832,271	\$ 11,893,577	\$ 88,438,458	\$ 29,436,772
Receipts from leases	-	-	-	1,740,000	1,740,000	-
Payments to suppliers	(9,289,500)	(7,933,900)	(4,478,321)	(9,641,185)	(31,342,906)	(31,486,616)
Payments to employees	(7,994,784)	(5,969,220)	(1,554,286)	(232,003)	(15,750,293)	(662,072)
Other receipts (payments)	(51,550)	(42,457)	42,997	44	(50,966)	-
Net cash provided (used) by operating activities	13,791,168	21,640,031	3,842,661	3,760,433	43,034,293	(2,711,916)
Cash flows from noncapital financing activities:						
Transfer from other funds	-	-	-	70,000	70,000	1,200,000
Transfer to other funds	(1,383,247)	(2,195,274)	(668,479)	(1,736,483)	(5,983,483)	-
Net cash provided (used) by noncapital financing activities	(1,383,247)	(2,195,274)	(668,479)	(1,666,483)	(5,913,483)	1,200,000
Cash flows from capital and related financing activities:						
Acquisition and construction of capital assets	(8,898,403)	(18,507,328)	(4,606,894)	(2,279)	(32,014,904)	(24,049)
Proceeds from capital debt	17,840,000	31,381,391	-	-	49,221,391	-
Principal paid on capital debt	(21,155,000)	(8,588,000)	(854,909)	(699,915)	(31,297,824)	(29,571)
Interest paid on capital debt	(2,299,918)	(4,483,495)	(656,642)	(150,555)	(7,590,610)	-
Debt issuance costs	(104,961)	(197,684)	-	-	(302,645)	-
Net cash used by capital and related financing activities	(14,618,282)	(395,116)	(6,118,445)	(852,749)	(21,984,592)	(53,620)
Cash flows from investing activities:						
Proceeds from sales and maturities of investments	-	-	-	2,973,059	2,973,059	-
Purchase of investments	-	-	-	(3,706,785)	(3,706,785)	-
Investment income received	91,765	226,507	23,973	873,828	1,216,073	8,697
Net cash provided by investing activities	91,765	226,507	23,973	140,102	482,347	8,697
Net increase (decrease) in cash and cash equivalents	(2,118,596)	19,276,148	(2,920,290)	1,381,303	15,618,565	(1,556,839)
Cash and cash equivalents, January 1	13,507,563	30,775,891	4,919,244	2,137,252	51,339,950	5,549,328
Cash and cash equivalents, December 31	\$ 11,388,967	\$ 50,052,039	\$ 1,998,954	\$ 3,518,555	\$ 66,958,515	\$ 3,992,489
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:						
Operating income	\$ 6,038,500	\$ 9,670,653	\$ 1,305,108	\$ 2,658,060	\$ 19,672,321	\$ (2,722,777)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:						
Nonoperating revenue	-	-	-	4,215	4,215	526,258
Depreciation expense	6,196,518	8,791,779	1,894,465	878,086	17,760,848	55,170
Allowance for uncollectible accounts	(29,590)	(46,380)	(3,755)	-	(79,725)	-
(Increase) decrease in assets:						
Accounts receivable	(148,115)	(527,154)	(5,785)	-	(681,054)	-
Miscellaneous receivable	-	-	-	(7,126)	(7,126)	38,956
Due from other funds	-	-	-	27,537	27,537	(18,358)
Inventories	-	-	-	-	-	(30,218)
Prepaid items	-	-	-	(11)	(11)	(195)
Other assets	(21,960)	3,923	46,752	44	28,759	-
Increase (decrease) in liabilities:						
Accounts payable and other liabilities	1,755,815	3,747,210	605,876	170,099	6,279,000	(219,908)
Due to other funds	-	-	-	25,153	25,153	-
Payroll withholdings payable	-	-	-	4,264	4,264	19,392
Accrued group insurance benefits	-	-	-	-	-	(352,301)
Compensated absence payable	-	-	-	112	112	(7,935)
Total adjustments	7,752,668	11,969,378	2,537,553	1,102,373	23,361,972	10,861
Net cash provided (used) by operating activities	\$ 13,791,168	\$ 21,640,031	\$ 3,842,661	\$ 3,760,433	\$ 43,034,293	\$ (2,711,916)
Noncash investing, capital and financing activities:						
Capital assets included in accounts payable	\$ 646,617	\$ 2,594,525	\$ 404,694	\$ -	\$ 3,645,836	\$ -
Contributions of capital assets from government	392,815	1,373,053	285,507	-	2,051,375	-
Interfund capital asset contribution	-	(952,401)	952,401	-	-	-
Capitalized interest added to capital assets	1,203,801	1,193,701	338,413	-	2,735,915	-
Unrealized gain on investments	-	-	-	7,694,212	7,694,212	-

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

CITY OF FORT WAYNE
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
December 31, 2009

	Pension Trust Funds	Agency Funds
	<u> </u>	<u> </u>
<u>Assets</u>		
Cash and cash equivalents	\$ 4,474,780	\$ 29,442
Receivables:		
Taxes	27,108	-
Loans	<u> -</u>	<u>122,542</u>
Total assets	<u>4,501,888</u>	<u>\$ 151,984</u>
<u>Liabilities</u>		
Accounts payable	-	\$ 151,984
Payroll withholdings payable	<u>37,197</u>	<u> -</u>
Total liabilities	<u>37,197</u>	<u>\$ 151,984</u>
<u>Net assets</u>		
Held in trust for:		
Employees' pension benefits	<u>\$ 4,464,691</u>	

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

CITY OF FORT WAYNE
STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS
For The Year Ended December 31, 2009

	Pension Trust Funds
<u>Additions</u>	
Contributions:	
Employer	\$ 16,144,277
Plan members	3,509
Other	13,933
Investment income:	
Interest	<u>6,613</u>
 Total additions	 <u>16,168,332</u>
 <u>Deductions</u>	
Benefits and refunds paid to plan members and beneficiaries	15,697,777
Administrative expenses	<u>45,350</u>
 Total deductions	 <u>15,743,127</u>
 Changes in net assets	 425,205
 Net assets - beginning	 <u>4,039,486</u>
 Net assets - ending	 <u>\$ 4,464,691</u>

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET ASSETS
 DISCRETELY PRESENTED COMPONENT UNITS
 December 31, 2009

	HANDS	Summit	UEA	CIB	RA	PTC	DID	Totals
Assets								
Cash and cash equivalents	\$ -	\$ 84,697	\$ 653,680	\$ 562,235	\$ -	\$ 933,823	\$ 341,198	\$ 2,575,633
Investments	-	-	200,483	4,184,339	-	-	-	4,384,822
Receivables (net of allowances for uncollectibles):								
Accounts	-	-	9,605	460,112	-	-	-	469,717
Intergovernmental	-	-	-	3,773,296	-	771,685	-	4,544,981
Loans	-	-	121,882	-	-	-	-	121,882
Miscellaneous	-	-	5,788	59,583	-	1,075,998	-	1,141,369
Inventories	-	-	-	-	-	224,072	-	224,072
Prepaid expense	-	-	8,476	-	-	70,028	13,585	92,089
Assets held for resale	819,100	-	65,900	-	-	-	-	885,000
Deferred debits	-	-	-	-	1,176,521	-	-	1,176,521
Net investment in direct financing lease (Note 19)	-	-	-	-	73,042,549	-	-	73,042,549
Restricted assets:								
Cash and cash equivalents	-	-	-	-	1,442,600	2,432,235	-	3,874,835
Capital assets:								
Land and construction in progress	-	-	38,000	975,000	-	415,430	-	1,428,430
Other capital assets, net of depreciation	-	-	652,685	42,245,735	-	7,755,651	13,207	50,667,278
Total assets	819,100	84,697	1,756,499	52,260,300	75,661,670	13,678,922	367,990	144,629,178
Liabilities								
Accounts payable	-	-	71,845	358,308	-	33,410	10,272	473,835
Contracts payable	-	-	-	-	-	-	-	-
Accrued interest payable	-	-	-	-	1,547,988	-	-	1,547,988
Customer deposits	-	-	-	27,176	-	-	-	27,176
Retainage payable	-	-	-	-	-	-	-	-
Due to primary government	-	-	-	-	-	-	-	-
Other current liabilities	-	-	-	-	-	1,041,245	5,566	1,046,811
Noncurrent liabilities:								
Due within one year:								
Capital lease payable	-	-	-	1,285,332	-	-	-	1,285,332
Lease rental revenue bonds payable	-	-	-	-	1,775,000	-	-	1,775,000
Due in more than one year:								
Capital lease payable	-	-	-	27,683,452	-	-	-	27,683,452
Mortgages payable	749,980	-	-	-	-	-	-	749,980
Lease rental revenue bonds payable (net of premium) (Note 19)	-	-	-	-	72,996,015	-	-	72,996,015
Other postemployment benefits liability	-	-	-	-	-	1,113,609	-	1,113,609
Other noncurrent liabilities	-	-	-	-	-	348,359	-	348,359
Total liabilities	749,980	-	71,845	29,354,268	76,319,003	2,536,623	15,838	109,047,557
Net assets								
Invested in capital assets, net of related debt	-	-	690,685	18,025,247	-	8,171,081	13,207	26,900,220
Temporarily restricted	-	-	159,362	-	-	-	3,500	162,862
Unrestricted	69,120	84,697	834,607	4,880,785	(657,333)	2,971,218	335,445	8,518,539
Total net assets	\$ 69,120	\$ 84,697	\$ 1,684,654	\$ 22,906,032	\$ (657,333)	\$ 11,142,299	\$ 352,152	\$ 35,581,621

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF ACTIVITIES
 DISCRETELY PRESENTED COMPONENT UNITS
 For The Year Ended December 31, 2009

Functions/Programs	Program Revenues			Net (Expense) Revenue and Changes in Net Assets								
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions	HANDS	Summit	UEA	CIB	RA	PTC	DID	Totals
Component units:												
HANDS	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Summit	-	-	-	-	-	-	-	-	-	-	-	-
UEA	427,079	252,844	-	-	-	-	(174,235)	-	-	-	-	(174,235)
CIB	5,919,623	1,330,733	-	1,366,724	-	-	-	(3,222,166)	-	-	-	(3,222,166)
RA	3,738,830	-	-	-	-	-	-	-	(3,738,830)	-	-	(3,738,830)
PTC	12,563,826	1,249,327	4,343,996	1,135,961	-	-	-	-	-	(5,834,542)	-	(5,834,542)
DID	577,833	386,290	201,289	-	-	-	-	-	-	-	9,746	9,746
Total component units	<u>\$ 23,227,191</u>	<u>\$ 3,219,194</u>	<u>\$ 4,545,285</u>	<u>\$ 2,502,685</u>	<u>-</u>	<u>-</u>	<u>(174,235)</u>	<u>(3,222,166)</u>	<u>(3,738,830)</u>	<u>(5,834,542)</u>	<u>9,746</u>	<u>(12,960,027)</u>
General revenues:												
Local assessments and taxes	-	-	-	-	-	-	-	-	-	5,375,583	-	5,375,583
Indiana room tax income	-	-	-	-	-	-	2,368,114	-	-	-	-	2,368,114
Unrestricted investment earnings	-	126	19,438	146,809	-	126	19,438	146,809	5,019	13,785	2,699	187,876
Other	-	-	-	-	-	-	53,073	43,092	3,006,500	33,020	-	3,135,685
Total general revenues	-	126	19,438	146,809	-	126	72,511	2,558,015	3,011,519	5,422,388	2,699	11,067,258
Change in net assets	-	126	(101,724)	(664,151)	-	126	(101,724)	(664,151)	(727,311)	(412,154)	12,445	(1,892,769)
Net assets - beginning	69,120	84,571	1,786,378	23,570,183	69,120	84,571	1,786,378	23,570,183	69,978	11,554,453	339,707	37,474,390
Net assets - ending	<u>\$ 69,120</u>	<u>\$ 84,697</u>	<u>\$ 1,684,654</u>	<u>\$ 22,906,032</u>	<u>\$ 69,120</u>	<u>\$ 84,697</u>	<u>\$ 1,684,654</u>	<u>\$ 22,906,032</u>	<u>\$ (657,333)</u>	<u>\$ 11,142,299</u>	<u>\$ 352,152</u>	<u>\$ 35,581,621</u>

NOTES TO THE FINANCIAL STATEMENTS



CITY OF FORT WAYNE, INDIANA
NOTES TO FINANCIAL STATEMENTS
December 31, 2009

Note 1. Summary of Significant Accounting Policies

A. Reporting Entity

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

The component units discussed below are included in the primary government's reporting entity because of the significance of their operational or financial relationships with the primary government. Blended component units, although legally separate entities are 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. Discretely presented component units are involved in activities of an operational nature independent from the government; their transactions are reported in a separate column in the government-wide financial statements.

Blended Component Unit

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

Discretely Presented Component Units

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

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

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

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

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

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

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

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

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

Controller, City of Fort Wayne
Room 930 City-County Building
Fort Wayne, IN 46802

Fort Wayne Municipal Building Corporation
c/o Wells Fargo Bank Corporate Trust Department
111 E. Wayne Street
Fort Wayne, IN 46801

Neighborhood Care, Inc.
Room 880 City-County Building
Fort Wayne, IN 46802

Summit Development Corporation
Room 840 City-County Building
Fort Wayne, IN 46802

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

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

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

Downtown Fort Wayne Economic Improvement District
111 East Wayne Street
Suite 500
Fort Wayne, IN 46802

Related Organizations

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

B. Government-Wide and Fund Financial Statements

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

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

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

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

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

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

accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences, claims and judgments, are recorded only when payment is due.

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

The government reports the following major governmental funds:

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 Highways and Streets fund (special revenue) accounts for the financial resources and expenses for construction, operation and maintenance of local and arterial roads and street system. The Motor Vehicle Highway and Local Roads and Streets funds have been combined to form the Highways and Streets fund.

The CEDIT fund (capital projects) accounts for the financial resources and expenses or projects related to the County Economic Development Income Tax (CEDIT). The CEDIT Income Tax, CEDIT Construction, Economic Development Incentive, Economic Development Infrastructure, Community Development-Marketing, Community Development-Strategic Objective, 2005 CEDIT Bond, 2009 CEDIT Bond, and the CEDIT Bond Construction funds have been combined to form the CEDIT fund.

The Parks fund (special revenue) accounts for the financial resources and expenses for the construction, operation and maintenance of the City's park system. The Park and Recreation General, Park Land and Water Conservation, Park Cumulative Building, Park Trust, Park Nonreverting Capital, Park Nonreverting Operating, and the 2005 Park Bond funds have been combined to form the Parks fund.

The Fire fund (special revenue) accounts for the financial resources and operations of the Fire District.

The Redevelopment fund (capital projects) accounts for the financial resources and expenses or projects related to redevelopment. The Redevelopment General, 1991 Tax Incremental Financing, 1992 Tax Incremental Financing-Getz Road, Civic Center Urban Renewal 1998, Tax Incremental Financing-Fort Wayne International Airport, 2002 Infrastructure Bond, Grand Wayne Center Ban, Grand Wayne Property and Miscellaneous Expenses, Grand Wayne Obligation Lease, Redevelopment Bond, Harrison Square Project, Harrison Square Tax Exempt Lease, Summit Park Tax Incremental Financing Project, Jefferson Point Tax Incremental Financing Project, Chapel Ridge Tax Incremental Financing Project, Brownfield Redevelopment, Southtown Mall Project, 2005 Southtown Tax-Exempt Bond, Centennial Industrial Park, Harrison Square Stadium Maintenance, Harrison Square Parking Garage, and the Redevelopment District Capital funds have been combined to form the Redevelopment fund.

The government reports the following major proprietary funds:

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

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

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

Additionally, the government reports the following fund types:

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

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

Agency funds (fiduciary) account for the activities and assets held by the government as an agent for the Fort Wayne Neighborhood Housing Partnership (FWNP), Payroll, and Barrett Law Regular Waivered funds.

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 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 water, wastewater, storm water function and various other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

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

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

Assets, Liabilities and Net Assets or Equity

1. Deposits and Investments

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

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

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

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

Open-end mutual funds are reported at fair value.

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

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

2. Interfund Transactions and Balances

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

3. Property Taxes

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

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

6. Restricted Assets/Net Assets

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

7. Capital Assets

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

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

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

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

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

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed. In 2009, net interest capitalized was \$1,203,801 for Water Utility, \$1,193,701 for Wastewater Utility, and \$338,413 for Stormwater Utility.

8. Assets Held for Resale

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

9. Compensated Absences

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

Police Officers and Firefighters

Vacation Leave:

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

Sick Leave:

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

Employees Other Than Police Officers and Firefighters

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

Vacation Leave:

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

For union employees, unused vacation shall automatically be carried over into the next year; however, amounts of more than one year's carryover shall be paid to the employee.

For non-union employees, unused vacation shall automatically be carried over into the next year; however, amounts of more than one year's carryover shall be lost if not taken.

Sick Leave:

Employees hired before January 1, 2002 earn 2.31 hours of sick leave per week of full employment and employees hired 1/1/02 and after earn 1.54 hours of sick leave per week of full employment. Sick leave may be accumulated. An employee with ten years of service will receive compensation for unused sick leave upon retirement at \$1.00 for each hour up to 520 hours.

All City employees, except one bargaining unit, allow for either 50 percent of the employee's normal straight time hourly rate for each accumulated hour over 520, or an employee may receive credit at the rate of 100 percent of the employee's normal straight time hourly rate for each sick leave hour over 520 to be used for the purchase of group health insurance. The maximum payment per employee cannot exceed \$25,000.

10. Unbilled Revenue

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

11. Deferred / Unearned Revenues

Deferred revenues are those where asset recognition criteria have been met, but for which revenue recognition criteria have not been met. "Deferred revenue" is defined as revenue earned, but not available within a 60 day period (applies to fund statements only). "Unearned revenue" is available, but not earned at year-end (applies to government-wide and fund statements).

12. Long-Term Obligations

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

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.

13. 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.

Note 2. Deposits and Investments

A. Primary Government

1. Deposits

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

2. Investments

Authorization for investment activity is stated in Indiana Code 5-13. As of December 31, 2009, the City had the following investments:

<u>Investment Type</u>	<u>Market Value</u>	<u>Investment Maturities Less Than 1 Year</u>
Mutual Funds	<u>\$ 32,490,225</u>	<u>\$ 32,490,225</u>

Investment Policies

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

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

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

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

Investment Custodial Credit Risk

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

Interest Rate Risk

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

Credit Risk

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

	<u>City of Fort Wayne Investments</u>
<u>Morningstar Rating</u>	<u>Mutual Funds</u>
Below Average	\$ 10,286,169
Average	11,873,148
Above Average	8,581,873
Not Rated	1,749,035
Total	<u>\$ 32,490,225</u>

Concentration of Credit Risk

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

Foreign Currency Risk

Foreign currency risk relates to adverse affects on the fair value of an investment from changes in exchange rates. The City does not have a formal policy in regards to foreign currency risk. The City's exposure to foreign currency risk derives from their investment at December 31, 2009 in foreign mutual funds with a fair value of \$8,787,276.

B. Discretely Presented Component Units

1. Deposits

Custodial credit risk is the risk that in the event of a bank failure, the government's deposits may not be returned to it. Indiana Code 5-13-8-1 allows a political subdivision of the State of Indiana to deposit public funds in a financial institution only if the financial institution is a depository eligible to receive state funds, and has a principal office or branch that qualifies to receive public funds of the political subdivision. At December 31, 2009, the City's discretely presented component units' deposits with financial institutions of \$10,835,290 were entirely insured by federal depository insurance, with the exception of UEA's deposits in the amount of \$508,780. These deposits are collateralized with securities held by the counter party's trust department or agent in the UEA's name.

Note 3. Capital Assets

Capital asset activity for the year ended December 31, 2009 was as follows:

Primary government

	Beginning Balance	Additions	Reductions	Ending Balance
Governmental activities:				
Capital assets not being depreciated:				
Land	\$ 40,116,085	\$ 154,561	\$ -	\$ 40,270,646
Roads accounted for using the modified approach	507,513,659	1,343,451	-	508,857,110
Construction in progress	<u>28,717,774</u>	<u>10,891,400</u>	<u>27,789,088</u>	<u>11,820,086</u>
Total capital assets not being depreciated	<u>576,347,518</u>	<u>12,389,412</u>	<u>27,789,088</u>	<u>560,947,842</u>
Capital assets being depreciated:				
Buildings	90,956,566	61,607,417	123,280	152,440,703
Improvements other than buildings	77,270,569	2,506,591	-	79,777,160
Machinery and equipment	<u>59,699,061</u>	<u>4,712,636</u>	<u>2,538,942</u>	<u>61,872,755</u>
Total capital assets being depreciated	<u>227,926,196</u>	<u>68,826,644</u>	<u>2,662,222</u>	<u>294,090,618</u>
Less accumulated depreciation for:				
Buildings	27,243,645	2,510,684	123,280	29,631,049
Improvements other than buildings	19,305,246	2,081,907	-	21,387,153
Machinery and equipment	<u>36,875,002</u>	<u>5,803,768</u>	<u>1,908,123</u>	<u>40,770,647</u>
Total accumulated depreciation	<u>83,423,893</u>	<u>10,396,359</u>	<u>2,031,403</u>	<u>91,788,849</u>
Total capital assets being depreciated, net	<u>144,502,303</u>	<u>58,430,285</u>	<u>630,819</u>	<u>202,301,769</u>
Total governmental activities capital assets, net	<u>\$ 720,849,821</u>	<u>\$ 70,819,697</u>	<u>\$ 28,419,907</u>	<u>\$ 763,249,611</u>

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

	Beginning Balance	Additions	Reductions	Ending Balance
Capital assets not being depreciated:				
Land	\$ 27,277	\$ -	\$ -	\$ 27,277
Capital assets being depreciated:				
Buildings	517,359	-	-	517,359
Machinery and equipment	<u>556,958</u>	<u>24,048</u>	<u>-</u>	<u>581,006</u>
Total capital assets being depreciated	<u>1,074,317</u>	<u>24,048</u>	<u>-</u>	<u>1,098,365</u>
Less accumulated depreciation for:				
Buildings	93,988	52,217	-	146,205
Machinery and equipment	<u>482,207</u>	<u>2,953</u>	<u>-</u>	<u>485,160</u>
Total accumulated depreciation	<u>576,195</u>	<u>55,170</u>	<u>-</u>	<u>631,365</u>
Total capital assets being depreciated, net	<u>498,122</u>	<u>(31,122)</u>	<u>-</u>	<u>467,000</u>
Total internal service capital assets, net	<u>\$ 525,399</u>	<u>\$ (31,122)</u>	<u>\$ -</u>	<u>\$ 494,277</u>

	Beginning Balance	Additions	Reductions	Ending Balance
Business-type activities:				
Capital assets not being depreciated:				
Land	\$ 6,680,722	\$ 62,135	\$ -	\$ 6,742,857
Construction in progress	55,613,460	33,492,685	53,238,741	35,867,404
Total capital assets not being depreciated	62,294,182	33,554,820	53,238,741	42,610,261
Capital assets being depreciated:				
Distribution and collection	439,981,672	21,280,091	918,898	460,342,865
Buildings and improvements	166,477,718	25,884,028	-	192,361,746
Equipment and machinery	158,825,898	8,986,613	1,565,655	166,246,856
Total capital assets being depreciated	765,285,288	56,150,732	2,484,553	818,951,467
Less accumulated depreciation for:				
Distribution and collection	112,288,368	6,678,427	855,739	118,111,056
Buildings and improvements	54,902,628	3,888,016	-	58,790,644
Equipment and machinery	79,739,368	7,194,405	788,225	86,145,548
Total accumulated depreciation	246,930,364	17,760,848	1,643,964	263,047,248
Total capital assets being depreciated, net	518,354,924	38,389,884	840,589	555,904,219
Total business-type activities capital assets, net	\$ 580,649,106	\$ 71,944,704	\$ 54,079,330	\$ 598,514,480
	Beginning Balance	Additions	Reductions	Ending Balance
Discretely presented component units:				
Capital assets not being depreciated:				
Land	\$ 1,428,430	\$ -	\$ -	\$ 1,428,430
Capital assets being depreciated:				
Buildings and improvements	54,775,832	334,718	40,658	55,069,892
Equipment and machinery	15,558,886	1,137,680	120,071	16,576,495
Total capital assets being depreciated	70,334,718	1,472,398	160,729	71,646,387
Less accumulated depreciation for:				
Buildings and improvements	8,758,046	1,380,051	40,658	10,097,439
Equipment and machinery	10,009,269	990,137	117,736	10,881,670
Total accumulated depreciation	18,767,315	2,370,188	158,394	20,979,109
Total capital assets being depreciated, net	51,567,403	(897,790)	2,335	50,667,278
Total discretely presented component units capital assets, net	\$ 52,995,833	\$ (897,790)	\$ 2,335	\$ 52,095,708

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

Governmental activities:	
General government	\$ 959,351
Public safety	4,343,834
Highways and streets	2,482,213
Health and welfare	119,986
Urban redevelopment and housing	160,104
Culture and recreation	2,275,701
Internal Service Funds*	<u>55,170</u>
Total depreciation expense - governmental activities	<u>\$ 10,396,359</u>
Business-type activities:	
Water	\$ 6,196,518
Wastewater	8,791,779
Stormwater	1,894,465
Parking garages	358,127
Solid waste	406,066
Other	<u>113,893</u>
Total depreciation expense - business-type activities	<u>\$ 17,760,848</u>

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

Note 4. Short-Term Liabilities

Bond Anticipation Notes

In 2008, the Waterworks Utility financed the acquisition of Aqua Indiana assets with Waterworks Utility Revenue Bond Anticipation Notes, Series 2008 (BAN1) issued February 5, 2008 for \$17,840,000. The BAN had an interest rate of 1.81% and was payable on or before February 11, 2009. BAN 1 was retired from the proceeds of the Waterworks Utility Revenue Bond Anticipation Notes, Series 2009 (BAN2). BAN2 was issued on February 11, 2009 in the amount of \$17,840,000. BAN2 has an interest rate of 4.25% and is payable on February 11, 2010.

Short-term debt activity for the year ended December 31, 2009, was as follows:

	Beginning Balance	Issued	Repayments	Ending Balance
Business-type Activities:				
Bond anticipation notes	<u>\$ 17,840,000</u>	<u>\$ 17,840,000</u>	<u>\$ 17,840,000</u>	<u>\$ 17,840,000</u>

Note 5. Long-term Debt

A. Changes in Long-term Debt

During the year ended December 31, 2009, the following changes occurred in liabilities reported on the Statement of Net Assets:

Primary government:

	Balance, 1/1/2009	Additions	Reductions	Balance, 12/31/2009	Due Within One Year
Governmental Activities:					
General obligation bonds	\$ 3,085,000	\$ 3,100,000	\$ 3,085,000	\$ 3,100,000	\$ 295,000
Special obligation bonds	56,080,000	30,000,000	8,370,000	77,710,000	9,155,000
Compensated absences	9,145,200	3,934,569	3,802,622	9,277,147	7,169,267
First mortgage bonds	24,765,000	16,495,000	1,385,000	39,875,000	1,455,000
Capital leases	35,511,043	28,535,000	6,216,818	57,829,225	5,457,877
Notes and loans payable	11,870,000	-	610,000	11,260,000	638,962
Other postemployment benefits liability	508,930	1,720,258	-	2,229,188	-
Net pension obligation (See Note 4)	4,169,724	36,464	-	4,206,188	-
Totals	\$ 145,134,897	\$ 83,821,291	\$ 23,469,440	\$ 205,486,748	\$ 24,171,106
Business-type Activities:					
Revenue bonds	\$ 94,325,000	\$ -	\$ 8,530,000	\$ 85,795,000	\$ 8,295,000
Compensated absences	2,188,951	2,186,350	1,986,283	2,389,018	1,086,833
Capital leases	2,710,444	-	351,343	2,359,101	362,669
Notes and loans payable	84,051,951	31,381,390	4,631,571	110,801,770	4,949,347
Other long-term liabilities	24,397	3,770	5,145	23,022	5,145
Totals	\$ 183,300,743	\$ 33,571,510	\$ 15,504,342	\$ 201,367,911	\$ 14,698,994

Discretely presented component units:

Lease rental revenue bonds payable	\$ 74,275,000	\$ -	\$ 595,000	\$ 73,680,000	\$ 1,775,000
Capital leases	29,499,008	-	530,224	28,968,784	1,285,332
Totals	\$ 103,774,008	\$ -	\$ 1,125,224	\$ 102,648,784	\$ 3,060,332

B. Description of Bond Issues

Primary government:

<u>Governmental Activities:</u>	Balance, 12/31/2009	Due Within One Year	Premium (Deferral of Loss on Refunding)	Due In More Than One Year
General Obligation Bonds:				
\$3,100,000 2009 Park District Refunding Bonds due in installments of \$275,000 to \$355,000 plus interest through July 1, 2019; interest at 3 percent to 4 percent.	\$ 3,100,000	\$ 295,000	\$ (151,399)	\$ 2,653,601

Special Obligation Bonds:	Balance, 12/31/2009	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$16,500,000 2001 Economic Development Income Tax Revenue Bonds due in installments of \$1,150,000 to \$1,170,000 plus interest through December 1, 2010; interest at 4.25 percent.	\$ 2,320,000	\$ 2,320,000	\$ (9,072)	\$ (9,072)
\$10,225,000 2002 Infrastructure Bonds due in installments of \$530,000 to \$595,000 plus interest through December 1, 2012; interest at 4.125 percent to 4.25 percent.	3,380,000	1,075,000	(21,079)	2,283,921
\$25,000,000 2005 Economic Development Income Tax Revenue Bonds due in installments of \$1,155,000 to \$1,510,000 plus interest through December 1, 2016; interest at 4.0 percent to 4.25 percent.	18,520,000	2,335,000	227,462	16,412,462
\$3,310,000 Redevelopment District Revenue Bonds, Series 2005 A-1 due in installments of \$95,000 to \$155,000 through June 1, 2021; interest at 4.0 percent to 5.0 percent.	2,850,000	195,000	39,006	2,694,006
\$6,690,000 Redevelopment District Revenue Bonds, Series 2005 A-2 due in installments of \$190,000 to \$350,000 through June 1, 2021; interest at 4.44 percent to 5.24 percent.	5,800,000	385,000	-	5,415,000
\$10,000,000 Redevelopment District Revenue Bonds, Series 2005 B due in installments of \$465,000 to \$595,000 through December 1, 2016; interest at 3.75 percent to 4.125 percent.	7,360,000	940,000	27,774	6,447,774
\$10,000,000 2005 Park District Improvement Bonds due in installments of \$1,180,000 to \$1,415,000 plus interest through July 15, 2015; interest at 3.30 percent to 3.75 percent.	7,755,000	1,180,000	-	6,575,000
\$30,000,000 2009 Economic Development Income Tax Revenue Bonds due in installments of \$360,000 to \$1,015,000 plus interest through June 1, 2034; interest at 3.0 percent to 5.125 percent.	29,725,000	725,000	(518,156)	28,481,844
Total Special Obligation Bonds	\$ 77,710,000	\$ 9,155,000	\$ (254,065)	\$ 68,300,935

First Mortgage Bonds:	Balance, 12/31/2009	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$2,400,000 2000A First Mortgage Bonds due in final installment of \$325,000 plus interest through January 15, 2010; interest at 4.75 percent.	\$ 325,000	\$ 325,000	\$ (1,235)	\$ (1,235)
\$1,035,000 2002 First Mortgage Bonds due in installments of \$115,000 to \$125,000 plus interest through January 1, 2012; interest at 4.55 percent to 4.70 percent.	360,000	115,000	(7,759)	237,241
\$4,215,000 2005 First Mortgage Bonds due in installments of \$120,000 to \$185,000 plus interest through December 1, 2020; interest at 3.75 percent to 4.50 percent.	3,320,000	245,000	-	3,075,000
\$20,825,000, 2006 First Mortgage Bonds due in installments of \$770,000 to \$1,895,000 plus interest through December 15, 2022; interest at 4.23 percent to 5.01 percent.	19,375,000	770,000	-	18,605,000
\$7,655,000, 2009 First Mortgage Bonds-Series 2009A due in installments of \$155,000 to \$815,000 plus interest through December 15, 2022; interest at 3.00 percent to 4.125 percent.	7,655,000	-	163,722	7,818,722
\$8,840,000, 2009 First Mortgage Bonds-Series 2009B due in installments of \$690,000 to \$2,465,000 plus interest through December 15, 2029; interest at 5.60 percent to 6.37 percent.	8,840,000	-	-	8,840,000
Total First Mortgage Bonds	\$ 39,875,000	\$ 1,455,000	\$ 154,728	\$ 38,574,728

<u>Business-type Activities:</u> Revenue Bonds:	Balance, 12/31/2009	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$7,100,000 1997 Water Works Revenue Bonds, interest rates range from 4.5 percent to 4.75 percent and mature serially in amounts ranging from \$645,000 to \$680,000, redeemable at 100 percent beginning in 2005.	\$ 1,325,000	\$ 645,000	\$ (2,872)	\$ 677,128
\$10,640,000 1998 Sewage Works Junior Revenue Bonds, Series A due in installments of \$880,000 to \$975,000 plus interest through August 1, 2012; interest at 4.25 percent to 5.0 percent.	2,780,000	880,000	(1,226)	1,898,774

<u>Business-type Activities:</u>	Balance, 12/31/2009	Due Within One Year	Premium (Discount)	Due In More Than One Year
Revenue Bonds:				
\$16,760,000 1998 Sewage Works Junior Revenue Bonds, Series B due in installments of \$1,400,000 to \$1,535,000 plus interest through August 1, 2012; interest at 4.0 percent to 4.5 percent.	4,400,000	1,400,000	(1,174)	2,998,826
\$1,700,000 2001 Parking Garage Revenue Bonds due in installments of \$80,000 to \$140,000 plus interest through January 15, 2021; interest at 4.77 percent to 5.59 percent.	1,290,000	80,000	-	1,210,000
\$19,080,000 2002 Sewage Works Junior Refunding Revenue Bonds, Series B due in installments of \$1,345,000 to \$1,100,000 plus interest through 2017; interest at 3.5 percent to 5.5 percent.	9,105,000	1,345,000	157,801	7,917,801
\$5,750,000 2002 Sewage Works Junior Revenue Bonds, Series C due in installments of \$370,000 to \$500,000 plus interest through 2017; interest at 1.3 percent to 4.55 percent.	3,455,000	370,000	-	3,085,000
\$5,800,000 2003 Water Works Revenue Bond due in installments of \$375,000 to \$505,000 plus interest through 2017; interest at 2.0 percent to 4.25 percent.	3,480,000	375,000	13,874	3,118,874
\$12,350,000 2003 Sewage Works Junior Revenue Bonds due in installments of \$770,000 to \$1,045,000 plus interest through 2018; interest at 2.0 percent to 3.8 percent.	8,085,000	770,000	19,976	7,334,976
\$16,700,000 2005 Water Works Revenue Bond due in installments of \$625,000 to \$2,345,000 plus interest through 2019; interest at 2.7 percent to 4.4 percent.	14,890,000	625,000	51,673	14,316,673
\$17,000,000 2006 Stormwater Management District Revenue Bond due in installments of \$945,000 to \$1,500,000 plus interest through 2021; interest at 3.75 percent to 4.0 percent.	14,370,000	945,000	55,507	13,480,507
\$24,155,000 2007 Sewage Works Revenue Bonds of 2007, due in installments of \$860,000 to \$1,775,000 plus interest through 2027; interest at 4.25 percent to 4.75 percent.	22,615,000	860,000	(25,476)	21,729,524
Total Revenue Bonds	\$ 85,795,000	\$ 8,295,000	\$ 268,083	\$ 77,768,083

Discretely presented component units:

Lease Rental Revenue Bonds:	Balance, 12/31/2009	Due Within One Year	Premium (Discount)	Due In More Than One Year
\$31,985,000 2003 Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$1,125,000 to \$2,170,000 plus interest through February 1, 2028; interest at 5.0 percent.	\$ 29,825,000	\$ 1,325,000	\$ 1,003,478	\$ 29,503,478
\$25,635,000 2007A Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$250,000 to \$1,405,000 plus interest through February 1, 2034; interest at 4.50 percent to 5.25 percent.	25,635,000	-	143,888	25,778,888
\$18,235,000 2007B Fort Wayne Redevelopment Authority Lease Rental Revenue Bonds due in installments of \$40,000 to \$1,450,000 plus interest through February 1, 2020; interest at 4.5 percent to 5.8 percent.	18,220,000	450,000	(56,351)	17,713,649
Total Lease Rental Revenue Bonds	\$ 73,680,000	\$ 1,775,000	\$ 1,091,015	\$ 72,996,015

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

The special obligation bonds and first mortgage bonds are not backed by the full faith and credit of the City of Fort Wayne. The 2002, 2005 Series B, and 2005 Infrastructure Bonds, and in addition, the 2001, 2005, and 2009 Economic Development Income Tax Revenue Bonds, special obligation bonds, are secured by a pledge of the City's Economic Development Income Tax revenues. The 2000A, 2002, 2005, 2006, 2009 Series A, and 2009 Series B First Mortgage Bonds are secured by the pledge of the mortgaged property. The special obligation bond section also includes the 2005 Series A-1 and A-2 redevelopment district revenue bonds that are an obligation of the redevelopment district whose boundaries and taxing district are within the City.

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

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

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

C. Debt Service Requirement to Maturity - Bonds

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

Primary government:

Governmental Activities:

Year Ended December 31	General Obligation			Special Obligation		
	Principal	Interest	Totals	Principal	Interest	Totals
2010	\$ 295,000	\$ 84,529	\$ 379,529	\$ 9,155,000	\$ 3,278,300	\$ 12,433,300
2011	275,000	97,550	372,550	7,105,000	2,936,486	10,041,486
2012	285,000	89,300	374,300	7,405,000	2,657,052	10,062,052
2013	295,000	80,750	375,750	6,460,000	2,375,969	8,835,969
2014	300,000	71,900	371,900	6,720,000	2,115,820	8,835,820
2015-2019	1,650,000	199,500	1,849,500	18,250,000	7,164,102	25,414,102
2020-2024	-	-	-	7,125,000	4,753,594	11,878,594
2025-2029	-	-	-	7,225,000	3,157,353	10,382,353
2030-2034	-	-	-	8,265,000	1,095,213	9,360,213
Total	\$ 3,100,000	\$ 623,529	\$ 3,723,529	\$ 77,710,000	\$ 29,533,889	\$ 107,243,889

Business-type Activities:

Year Ended December 31	First Mortgage			Revenue		
	Principal	Interest	Totals	Principal	Interest	Totals
2010	\$ 1,455,000	\$ 1,897,836	\$ 3,352,836	\$ 8,295,000	\$ 3,658,487	\$ 11,953,487
2011	2,160,000	1,831,282	3,991,282	8,245,000	3,316,628	11,561,628
2012	2,245,000	1,745,974	3,990,974	8,595,000	2,972,853	11,567,853
2013	2,210,000	1,653,709	3,863,709	6,355,000	2,620,241	8,975,241
2014	2,295,000	1,566,343	3,861,343	6,610,000	2,358,164	8,968,164
2015-2019	12,995,000	6,308,205	19,303,205	32,275,000	7,427,291	39,702,291
2020-2024	10,140,000	3,277,535	13,417,535	10,325,000	2,439,900	12,764,900
2025-2027	6,375,000	1,418,917	7,793,917	5,095,000	491,150	5,586,150
Total	\$ 39,875,000	\$ 19,699,801	\$ 59,574,801	\$ 85,795,000	\$ 25,284,714	\$ 111,079,714

Discretely presented component units:

Year Ended December 31	Lease Rental Revenue		
	Principal	Interest	Totals
2010	\$ 1,775,000	\$ 3,689,243	\$ 5,464,243
2011	2,700,000	3,585,448	6,285,448
2012	2,435,000	3,461,458	5,896,458
2013	2,625,000	3,337,225	5,962,225
2014	2,935,000	3,200,710	6,135,710
2015-2019	18,170,000	13,415,250	31,585,250
2020-2024	20,835,000	8,347,214	29,182,214
2025-2029	18,015,000	3,060,987	21,075,987
2030-2034	4,190,000	537,991	4,727,991
Total	\$ 73,680,000	\$ 42,635,526	\$ 116,315,526

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

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

D. Advance Refunding

The government issued \$3,100,000 of general obligation refunding bonds to provide resources to purchase U.S. Government State and Local Government Series securities that were placed in an irrevocable trust for the purpose of generating resources for all future debt service payments of \$2,870,000 of general obligation bonds. As a result, the refunded bonds are considered to be defeased and the liability has been removed from the governmental activities column of the statement of net assets. The reacquisition price exceeded the net carrying amount of the old debt by \$225,143. This amount is being netted against the new debt and amortized over the remaining life of the refunded debt, which is the same as the life of the new debt issued. This advance refunding was undertaken to reduce total debt service payments over the next 10 years by \$150,200 and resulted in an economic gain of \$13,349.

E. Capital Leases Payable

Primary government:

The City has entered into the following capital leases:

Governmental Activities:

Year	Description	Carrying Value
2003	Street Maintenance Equipment	\$ 200,000
2004	Fire Trucks	2,725,000
2005	Equipment	2,943,540
2005	Street Maintenance Equipment	1,000,000
2006	Financial System	810,000
2006	Street Maintenance Equipment	825,000
2006	Equipment	2,425,000
2006	Fire Trucks	2,750,000
2007	Equipment	4,550,000
2007	Street Maintenance Equipment	835,000
2007	Furniture	3,175,000
2007	Parking Garage	18,235,000
2008	Equipment	5,150,000
2009	Equipment	2,900,000
2009	Baseball Stadium	25,635,000
	Totals	<u>\$ 74,158,540</u>

Business-type Activities:

Year	Description	Carrying Value
2005	Solid Waste Containers	<u>\$ 3,700,000</u>

Discretely presented component units:

In 2003, the Fort Wayne-Allen County Convention and Tourism Authority entered into a \$33,455,248 capital lease for expansion of the Grand Wayne Center.

The following is a schedule of minimum future lease payments and present values of the net minimum lease payments under these capital leases as of December 31, 2009:

Year Ended December 31	Primary Government		Discretely Presented Component Units
	Governmental Activities	Business-type Activities	
2010	\$ 8,087,365	\$ 435,237	\$ 2,845,550
2011	7,829,814	435,237	3,079,300
2012	6,384,409	435,237	2,498,050
2013	5,150,205	435,237	2,446,800
2014	4,053,639	435,237	2,445,300
2015-2019	19,837,000	435,237	12,221,500
2020-2024	17,482,500	-	11,950,000
2025-2029	10,968,000	-	8,403,501
2030-2034	5,962,000	-	-
Total minimum lease payments	85,754,932	2,611,422	45,890,001
Less amount representing interest	27,925,707	252,321	16,921,217
Present value of net minimum lease payments	<u>\$ 57,829,225</u>	<u>\$ 2,359,101</u>	<u>\$ 28,968,784</u>

Governmental Activities:

Balance,
12-31-09

The City borrowed \$1,140,000 in 1999. Payments are due in installments of \$70,000 to \$105,000 plus interest 4.3 to 5.2 percent through August 1, 2016. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).

\$ 605,000

The City borrowed \$1,500,000 in 2007. Payments are due in installments of \$150,000 to \$900,000 plus interest of 5.1 percent through July 1, 2012. This loan is payable from the CEDIT Fund.

1,200,000

The City borrowed \$2,500,000 in 2008. Payments are due in installments of \$250,000 to \$1,500,000 plus interest of 5.75 percent through July 1, 2013. This loan is payable from the CEDIT Fund.

2,250,000

The City borrowed \$6,250,000 in 2008. Payments are due in installments of \$350,000 to \$400,000 plus interest between 3.21 percent and 5.33 percent through August 1, 2028. This loan is payable from the Community Development Block Grant Fund (non-major special revenue fund).

6,250,000

The City borrowed \$1,100,000 in 2008. Payments are due in installments of \$53,460 to \$192,022 plus interest at prime rate through December 18, 2015. This loan is payable from the Redevelopment Fund.

955,000

Total

\$ 11,260,000

Business-type Activities:

Balance, 12-31-09

During 2002, 2005 and 2009 the City entered into finance assistance agreements with the State of Indiana's Wastewater Revolving Loan program that allows for a maximum of \$23,500,000, \$40,000,000 and \$5,000,000 in 2002, 2005 and 2009 respectively, for improvements at the Wastewater treatment facility. At December 31, 2009, \$23,454,351, \$40,000,000 and \$812,129 had been drawn down against the 2002, 2005 and 2009 agreements, respectively, resulting in unissued loan principal of \$4,187,871. The City does not intend to draw any more funds against the 2002 agreement. Payments are due in installments of \$960,000 to \$1,663,000 plus interest at 4.0 percent through 2023 for the 2002 agreement. Payments are due in installments of \$1,615,000 to \$2,635,000 plus interest at 3.1 percent through 2025 for the 2005 agreement. Payments are due in installments of \$103,776 to \$248,547 plus interest at .37 percent through 2030 for the 2009 agreement. The following debt service requirements to maturity reflect the anticipated loan payments after the loans have been drawn down 100%. \$ 52,856,480

During 2006 and 2009, the city participated in a shared loan arrangement through State of Indiana's State Revolving Fund Pooled Loan program. This program allows Indiana municipalities to collectively borrow funds under the AAA rating of the State of Indiana's creditworthiness as well as receive other financial benefits. Under this program, the City received \$31,900,000 in 2006 to invest in improvements to the Water Utility's infrastructure. Payments are due in installments of \$1,800,000 to \$2,755,000 plus interest at 3.95 percent through 2021. In 2009, the City received \$29,091,005 to invest in improvements in the Wastewater Utility's infrastructure. Payments are due in installments of \$960,818 to \$2,084,297 plus interest at 4.16 percent through 2030. 56,051,005

During 2009, the City entered into a finance assistance agreement with the State of Indiana's Wastewater Revolving Loan program in which the City received \$906,000 for the purchase of wastewater assets from the Town of Zanesville. The interest rate is 2.0% and the principal matures serially in amounts ranging from \$108,000 in 2010 to \$120,000 in 2016. 800,000

On July 15, 2004 the City purchased for \$1,915,000 the 50% interest in Phase II of the Civic Parking Garage owned by the Fort Wayne Public Transportation Corporation. The City financed the purchase with a seven-year non-interest bearing loan. Payments are due in annual installments of \$273,571 from 2007 through 2013. -- 1,094,285

Total \$ 110,801,770

Annual debt service requirements to maturity for the loans as of December 31, 2009, are as follows:

Year Ended December 31	Governmental Activities			Business-type Activities		
	Principal	Interest	Totals	(Anticipated) Principal	(Anticipated) Interest	Totals
2010	\$ 638,962	\$ 545,943	\$ 1,184,905	\$ 4,949,348	\$ 3,725,451	\$ 8,674,799
2011	999,454	515,521	1,514,975	6,208,500	3,913,280	10,121,780
2012	1,760,124	472,456	2,232,580	6,421,856	3,702,174	10,124,030
2013	2,120,978	389,229	2,510,207	6,640,875	3,483,037	10,123,912
2014	632,022	278,830	910,852	6,593,057	3,255,701	9,848,758
2015-2019	2,008,460	1,068,981	3,077,441	36,316,408	12,564,651	48,881,059
2020-2024	1,900,000	622,710	2,522,710	32,417,601	5,849,925	38,267,526
2025-2029	1,200,000	128,480	1,328,480	13,109,152	1,707,275	14,816,427
2030	-	-	-	2,332,844	87,104	2,419,948
Unissued	-	-	-	(4,187,871)	-	(4,187,871)
Total	\$ 11,260,000	\$ 4,022,150	\$ 15,282,150	\$ 110,801,770	\$ 38,288,598	\$ 149,090,368

Note 6. Operating Leases

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

The City has a lease agreement with Allen County for space in the City-County Building. Rent is figured on a percentage of the total City-County building maintenance and operations cost based on the square footage occupied. The lease provides for annual adjustments based on the change in the consumer price index. The City's cost of this lease for 2009 amounted to \$1,230,882. Of the \$1,230,882 the City Utilities portion for leasing the City-County Building was \$287,015.

The City has a lease with P & E Realty, Inc. commencing June 1, 1999 and terminating May 31, 2014 of \$68,782 annually for space at 303 E. Washington for the Neighborhood Code Enforcement offices.

The City had a lease with the McMillen Foundation, commencing October 1, 2004 and terminating September 30, 2009 for \$200,000 annually. The lease was for the entire building at 1320 E. Creighton Avenue, which houses the Police Operations Center. In September, 2009, the City entered into a ver-

Note 7. Deficit Fund Balances – Deficit Net Assets

The following fund has deficit net assets at December 31, 2009:

Primary Government:

Internal Service funds - Deficit net assets:

Group Health Insurance \$ 608,915

The deficit net assets balance listed above will be eliminated in 2010 by a decrease in expenditures and an increase in revenues.

Note 8. Interfund Balances and Activity

A. Due To/From Other Funds

The composition of due to/from other funds as of December 31, 2009, is as follows:

Due To	Due From									Total
	General	Highways and Streets	CEDIT	Parks	Water	Wastewater	Stormwater	Non-major Enterprise	Internal Service	
Governmental:										
General	\$ -	\$ -	\$ -	\$ -	\$ 259,283	\$ 7,262	\$ 645	\$ -	\$ -	\$ 267,190
Non-major Governmental	96,772	-	-	-	-	-	-	111	1,776	98,659
Proprietary:										
Water	1,477,402	-	-	171	-	-	-	507,711	55,284	2,040,568
Wastewater	1,706,121	13,564	-	-	-	-	-	735,230	52,349	2,507,264
Stormwater	906,035	14,135	10,460	-	-	-	-	333,617	17,093	1,281,340
Non-major Enterprise	1,946	-	-	-	-	15,409	9,717	4,770	10	31,852
Totals	\$ 4,188,276	\$ 27,699	\$ 10,460	\$ 171	\$ 259,283	\$ 22,671	\$ 10,362	\$ 1,581,439	\$ 126,512	\$ 6,226,873

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

B. Interfund Receivables/Payables

The following are reported in the fund financial statements:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
Proprietary:		Proprietary:	
Water Utility	<u>\$ 1,407,780</u>	Wastewater Utility	<u>\$ 1,407,780</u>

The Water Utility purchased Aqua Indiana's North Assets in February 2008. A portion of the assets purchased were Wastewater Utility related Assets. The \$1,407,780 represents the amount that the Wastewater Utility owes the Water Utility for the assets purchased.

C. Interfund Receivables/Payables – Pooled Cash

The following are reported in the fund financial statements:

<u>Receivable Fund</u>		<u>Payable Fund</u>	
Non-major Governmental:		Non-major Governmental:	
Other Non-major Special Revenue	<u>\$ 1,209,078</u>	Other Non-major Special Revenue	<u>\$ 1,209,078</u>

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

D. Interfund Transfers:

Interfund transfers for the year ended December 31, 2009 in the fund financial statements were as follows:

Transfer From	Transfer To									Total
	General	Highways and Streets	CEDIT	Parks	Redevelopment	Non-major Governmental	Stormwater	Non-major Enterprise	Internal Service	
Governmental:										
General	\$ -	\$ -	\$ -	\$ 10,000	\$ -	\$ 853,543	\$ -	\$ -	\$ 1,200,000	\$ 2,063,543
Highways and Streets	-	-	137,000	-	-	-	-	-	-	137,000
CEDIT	-	866,252	5,147,715	1,321,204	1,431,220	2,315,000	-	-	-	11,081,391
Parks	-	10,074	-	3,400	-	-	-	-	-	13,474
Fire	-	-	-	-	-	50,000	-	-	-	50,000
Redevelopment	-	-	-	-	9,315,421	-	-	-	-	9,315,421
Non-major Governmental	141,422	-	-	228	735,000	2,853,852	-	-	-	3,730,502
Proprietary:										
Water	1,383,247	-	-	-	-	-	-	-	-	1,383,247
Wastewater	2,195,274	-	-	-	-	-	952,401	-	-	3,147,675
Stormwater	668,479	-	-	-	-	-	-	-	-	668,479
Non-major Enterprise	-	766,040	-	443	-	900,000	-	70,000	-	1,736,483
Total	\$ 4,388,422	\$ 1,642,366	\$ 5,284,715	\$ 1,335,275	\$ 11,481,641	\$ 6,972,395	\$ 952,401	\$ 70,000	\$ 1,200,000	\$ 33,327,215

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

Note 9. Risk Management

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

A. General and Auto Liability

Beginning July 15, 1989, the City established the General and Auto Liability Insurance fund. The City is currently retaining three risks in this internal service fund: general, auto, and police professional liability, while continuing to buy premium insurance for a number of other risks.

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

At December 31, 2009, the total of these liabilities was \$645,936. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2008	\$ 1,594,181	\$ (809,135)	\$ 379,918	\$ 405,128
2009	405,128	644,943	404,135	645,936

B. Group Health Insurance

The City's Group Health Insurance fund, an internal service fund, services the risk of loss related to employee health claims. An excess policy covers individual claims in excess of \$250,000 per year. In addition, the insurance company assumes the risk when total monthly claims exceed an amount based upon an aggregate monthly factor that averaged \$2,029,060 in 2009.

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

At December 31, 2009, the total of these liabilities was \$2,207,152. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2008	\$ 1,898,938	\$ 20,776,553	\$ 20,116,038	\$ 2,559,453
2009	2,559,453	21,136,224	21,488,525	2,207,152

C. Worker's Compensation Insurance

The City's Worker's Compensation fund, an internal service fund, began on July 14, 1991, servicing the risk of loss related to employee on-the-job injury. The risk of loss related to Police Officers and Firefighters is assumed separately from the worker's compensation fund, as defined under the Indiana Police and Fire Pension Fund laws.

Indiana worker's compensation laws require the City to compensate an employee with partial temporary disabilities at a rate of 66 2/3% of the difference between the employee's average weekly wages before and after the accident. An excess policy covers individual claims in excess of \$250,000 per employee per injury.

Premiums are paid into the Worker's Compensation Fund by all insured funds and are available to pay claims, claim reserves, and administrative costs of the program. Actuarially recommended interfund premiums are based primarily upon the insured funds' number of employees and the risks involved in their jobs, and are reported as interfund services provided and used.

Claim expenditures and liabilities are reported when it is probable that a loss has occurred and the amount of that loss can be reasonably estimated. These losses include an estimate of claims that have been incurred but not reported.

At December 31, 2009, the total of these liabilities was \$71,760. This liability is the City's best estimate based on available information. An analysis of claims activities is presented below:

	Beginning Balance	Claims and Changes in Estimates	Claim Payments	Ending Balance
2008	\$ 98,050	\$ 241,826	\$ 262,926	\$ 76,950
2009	76,950	427,249	432,439	71,760

Note 10. Segment Information

2001 Parking Garage Addition

Types of Good or Services Provided:

Used to account for revenues and expenses in connection with the joint City and County parking facility addition.

Condensed Statement of Net Assets

Assets:

Restricted assets	\$ 154,736
Unamortized bond issuance costs	42,633
Capital assets	<u>1,306,656</u>

Total assets

1,504,025

Liabilities:

Current liabilities	111,719
Noncurrent liabilities	<u>1,210,000</u>

Total liabilities

1,321,719

Net assets:

Invested in capital assets, net of related debt	16,656
Restricted	<u>165,650</u>

Total net assets

\$ 182,306

Condensed Statement of Revenues, Expenses and Changes in Net Assets

Charges for goods and services	\$ 80,000
Depreciation expense	<u>(42,150)</u>

Operating income	<u>37,850</u>
------------------	---------------

Nonoperating revenues (expenses):

Investment earnings	278
Interest expense	(69,350)
Amortization of bond issuance costs	(3,553)
Transfers In	<u>70,000</u>

Change in net assets	35,225
----------------------	--------

Total net assets - beginning	<u>147,081</u>
------------------------------	----------------

Total net assets - ending	<u><u>\$ 182,306</u></u>
---------------------------	--------------------------

Condensed Statement of Cash Flows

Net cash provided (used) by:	
Operating activities	\$ 80,000
Noncapital financing activities	70,000
Capital and related financing activities	(145,955)
Investing activities	278
	<hr/>
Net increase in cash and cash equivalents	4,323
Cash and cash equivalents, January 1	150,413
	<hr/>
Cash and cash equivalents, December 31	\$ 154,736
	<hr/> <hr/>

Note 11. Other Postemployment Benefits

Single-Employer Defined Benefit Healthcare Plan

Plan Description

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

Funding Policy

The contribution requirements of plan members for the Fort Wayne Retiree Healthcare Plan are established by the City Council. The required contribution is based on projected pay-as-you-go financing requirements. For the year ended December 31, 2009, the City contributed \$4,441,195 to the plan.

Annual OPEB Cost and Net OPEB Obligation

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

Annual required contribution	\$ 6,163,308
Interest on net OPEB obligation	9,988
Adjustment to ARC	(11,843)
	<hr/>
Annual OPEB cost	6,161,453
Contributions made	4,441,195
	<hr/>
Increase in net OPEB obligation	1,720,258
Net OPEB obligation, beginning of year	508,930
	<hr/>
Net OPEB obligation, end of year	\$ 2,229,188
	<hr/> <hr/>

The City's annual OPEB cost, the percentage of the annual OPEB cost contributed to the plan, and the net OPEB obligation for 2009 and the two preceding years were as follows:

Year Ending	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
12/31/2009	\$ 6,161,453	72%	\$ 2,229,188
12/31/2008	3,923,877	95%	508,930
12/31/2007	3,784,098	93%	327,334

Funding Status and Funding Progress

As of December 31, 2009, the most recent actuarial valuation date, the plan was 0% funded. The actuarial accrued liability for benefits was \$61,655,879, and the actuarial value of assets was \$0, resulting in an unfunded actuarial accrued liability (UAAL) of \$61,655,879. The covered payroll (annual payroll of active employees covered by the plan) was \$96,504,844 and the ratio of the UAAL to covered payroll was 64%.

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

Actuarial Methods and Assumptions

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

In the December 31, 2009, actuarial valuation, the projected unit credit cost method was used. The actuarial assumptions included an annual healthcare cost trend rate of 10% initially, reduced by decrements to an ultimate rate of 5% after twenty one years. The UAAL is being amortized as a level percentage of projected payrolls on an open basis. The remaining amortization period at December 31, 2009, was 26 years.

Note 12. Conduit Debt

From time to time, the City of Fort Wayne has issued Industrial Revenue Bonds to provide financial assistance to private-sector entities for the acquisition and construction of industrial and commercial facilities deemed to be in the public interest. The bonds are secured by the property financed and are payable solely from payments received on the underlying mortgage loans. Upon repayment of the bonds, ownership of the acquired facilities transfers to the private-sector entity served by the bond issuance. Neither the City of Fort Wayne, the State, nor any political subdivision thereof is obligated in any manner for repayment of the bonds. Accordingly, the bonds are not reported as liabilities in the accompanying financial statements. As of December 31, 2009, there were 14 series of Industrial Revenue Bonds outstanding. The aggregate principal amount payable for 13 series issued after July 1, 1985 was \$67,605,029. The

aggregate principal amount payable for the one series issued prior to July 1, 1985, could not be determined; however, their original issue amount totaled \$8,452,000

Note 13. Restricted Assets

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

Debt Service Reserve

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

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

Sinking Fund

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

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

The 2001 Parking Garage Revenue Bonds require quarterly distributions in an amount equal to 1/4th of each year's debt service payment.

Debt Service Reserve

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

Prior to 2009, all Utility revenue bonds were funded through surety bond insurance except the Sewage Works Junior Revenue Bonds of 1998 A and 1998 B which were cash funded. As a result of the financial crisis that occurred in late 2008 - early 2009, several surety bond insurers failed to maintain their AAA/Aaa rating. While still insured, this failure to maintain AAA/Aaa ratings required the Utilities to cash fund the debt service reserve accounts for the affected revenue bonds.

Surety bond insurance is still in effect for the Sewage Works Junior Revenue Bonds of 2002C and the Sewage Works Revenue Bonds of 2005. Sewage Works Junior Revenue Bonds of 1998A, 1998B, 2003 and Sewage Works Revenue Bonds of 2002, 2005, 2007 and 2009A and 2009B have all been cash funded as required.

Surety bond insurance is still in effect for the Waterworks Revenue Bonds of 2003 and 2006. Insurers' for Waterworks Revenue Bonds of 1997 and 2005 have failed to maintain the required AAA/Aaa ratings. The appropriate disclosures have been made to the bondholders and no other action has been taken.

Surety bond insurance is still in effect for the Stormwater Management District Revenue Bonds of 2006.

Construction

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

Replacement

Funds previously held in the replacement account were reappropriated to cover debt service requirements as outlined in the debt service reserve accounts footnote. The Utilities' bond ordinances define the funding sequence from net revenues as follows: First fund the bond sinking account, then the debt service reserve account and the net revenues set aside to fund operations and maintenance. Net revenues available after satisfying the aforementioned funds may be set aside and paid into a special utility fund which is designated as the "Replacement account". The replacement account balance was \$204,000 as of December 31, 2009.

Depreciation

The Water Utility is required to maintain a Depreciation Account in an amount not less than \$1,000,000. However, in the event moneys are withdrawn from the Depreciation Account leaving a balance of less than \$1,000,000, the deficiency shall be restored within eighteen months.

Customer Deposits

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

Connection Fees

Resources from specific area connection fees to be used for future development costs in those specific areas are accumulated in this account.

Tank Painting

Resources for elevated tank painting maintenance are accumulated in this account.

Community Trust

See Note 16.

Restricted assets at year-end consisted of the following:

Asset Type/Account	Enterprise Funds				Totals	Governmental
	Water Utility	Wastewater Utility	Stormwater Utility	Other Non-Major Enterprise		Funds CEDIT
Cash and cash equivalents						
Sinking fund	\$ 1,136,196	\$ 5,588,249	\$ 630,177	\$ 154,736	\$ 7,509,358	\$ -
Debt service reserve	5,224,191	12,238,518	-	-	17,462,709	2,082,484
Construction	-	27,677,206	-	-	27,677,206	-
Replacement	-	204,000	-	-	204,000	-
Depreciation	1,000,000	-	-	-	1,000,000	-
Customer deposits	1,112,921	-	-	-	1,112,921	-
Connection fees	-	1,005,013	-	-	1,005,013	-
Tank painting	627,176	-	-	-	627,176	-
Community Trust	-	-	-	443,915	443,915	-
	<u>\$ 9,100,484</u>	<u>\$ 46,712,986</u>	<u>\$ 630,177</u>	<u>\$ 598,651</u>	<u>\$ 57,042,298</u>	<u>\$ 2,082,484</u>
Investment						
Community Trust	\$ -	\$ -	\$ -	\$ 32,490,225	\$ 32,490,225	\$ -
Total Restricted Assets	<u>\$ 9,100,484</u>	<u>\$ 46,712,986</u>	<u>\$ 630,177</u>	<u>\$ 33,088,876</u>	<u>\$ 89,532,523</u>	<u>\$ 2,082,484</u>

Note 14. Restatements – Prior Period Adjustment

For the year ended December 31, 2008, certain changes have been made to the financial statements to more appropriately reflect changes in funding contributions of the governmental activities. Indiana Code 5-10.3-11-4.7 states "(a) In 2009 and each year thereafter, the state board shall distribute from the pension relief fund to each unit of local government the total amount of pension, disability, and survivor benefit payments from the 1925 police pension fund (IC 36-8-6), and the 1937 firefighters' pension fund (IC 36-8-7), and the 1953 police pension fund (IC 36-8-7.5) to be made by the unit in the calendar year, as estimated by the state board under section 4 of this chapter, after subtracting any distributions to the unit from the public deposit insurance fund that will be used for benefit payments." Therefore the pension obligation of \$89,115,577 for the 1925 Police Pension and the 1937 Firefighters' Pension is no longer a liability to the city. The following schedule presents a summary of restated beginning balances by opinion units.

	<u>Governmental Activities</u>
Net assets, 12/31/08	\$ 607,907,928
Prior period adjustment	<u>89,115,577</u>
Net assets, 1/1/09 (restated)	<u>\$ 697,023,505</u>
Net pension obligation (Police), 12/31/08	\$ 50,509,383
Net pension obligation (Fire), 12/31/08	<u>38,606,194</u>
Total prior period adjustment	<u>\$ 89,115,577</u>

Note 15. Lease of Electric Utility

Effective March 1, 1975, the City of Fort Wayne leased its Electric Utility to a private electric utility for a term of thirty-five years with an option for another fifteen years. Rental payments are due and payable in equal monthly installments in advance on the first day of each month. Rental payments made at any time within thirty days after the due date are not delinquent. The following table shows rental income on the non-cancelable lease for the term of the lease:

<u>Annual Amount</u>	<u>Five-Year Period</u>	<u>Five-Year Totals</u>	<u>Received</u>	<u>Future Rentals</u>
\$ 1,440,000	03-01-1975 to 02-29-1980	\$ 7,200,000	\$ 7,200,000	\$ -
1,490,000	03-01-1980 to 02-28-1985	7,450,000	7,450,000	-
1,540,000	03-01-1985 to 02-28-1990	7,700,000	7,700,000	-
1,590,000	03-01-1990 to 02-28-1995	7,950,000	7,950,000	-
1,640,000	03-01-1995 to 02-28-2000	8,200,000	8,200,000	-
1,690,000	03-01-2000 to 02-28-2005	8,450,000	8,450,000	-
1,740,000	03-01-2005 to 02-28-2010	8,700,000	8,410,000	290,000
	Totals	<u>\$ 55,650,000</u>	<u>\$ 55,360,000</u>	<u>\$ 290,000</u>

Note 16. City of Fort Wayne Community Trust

City Council established the Community Trust Fund in 1975 to account for a portion of the proceeds received from a private utility leasing the assets of the Electric Utility. The trust receives \$270,000 annually from rents received in addition to income earned on the investments of the trust funds. The trust fund is to enable the City to reclaim its Electric Utility by reimbursing the private utility for additions and extensions upon default of its obligations Under the lease or upon termination of the lease. Under the provisions of the ordinance, the corpus

of the trust is to be free from invasion as long as the lease is in force. However, as long as certain provisions are met, including approval by the citizens of Fort Wayne, the City Council has the ability to amend this ordinance and permit invasion of the trust corpus. The lease of the Electric Utility ends February 28, 2010.

Note 17. Net Investment in Direct Financing Lease

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

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

Year	Amount
2010	\$ 69,947
2011	69,947
2012	69,947
2013	69,947
2014	69,947
2015-2016	<u>110,750</u>
Total Minimum Lease Payments	460,485
Less: Unearned Interest Income	<u>(68,799)</u>
Net Investment in Direct Financing Lease	<u><u>\$ 391,686</u></u>

Note 18. Deferred Revenue – Unearned Revenue

The City reports the following deferred or unearned revenue balances in the governmental funds as of December 31, 2009:

	Taxes	Direct Financing Lease	Assessments	Inter- governmental	Miscellaneous Other	Total
<u>Deferred revenue:</u>						
General	\$ 3,545,203	\$ 391,686	\$ -	\$ -	\$ -	\$ 3,936,889
Highways and Streets	-	-	-	716,756	-	716,756
Parks	623,487	-	-	-	-	623,487
Fire	2,017,388	-	-	-	-	2,017,388
Redevelopment	29,276	-	-	-	-	29,276
Other Non-major Governmental	543	-	523,575	870,079	-	1,394,197
Total	<u>\$ 6,215,897</u>	<u>\$ 391,686</u>	<u>\$ 523,575</u>	<u>\$ 1,586,835</u>	<u>\$ -</u>	<u>\$ 8,717,993</u>
<u>Unearned revenue:</u>						
Parks	\$ -	\$ -	\$ -	\$ -	\$ 12,191	\$ 12,191
Other Non-major Governmental	-	-	-	3,328,272	-	3,328,272
Total	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 3,328,272</u>	<u>\$ 12,191</u>	<u>\$ 3,340,463</u>

Note 19. Redevelopment Authority

Grand Wayne Center Expansion Project

The Redevelopment Authority (RA) was established by the Fort Wayne Redevelopment Commission (a department of the City of Fort Wayne) and by Ordinance of the Common Council. The Mayor appoints the board members of the RA. The financial transactions of the Redevelopment Commission are accounted for in a major fund titled Redevelopment Fund on the financial statements. The Redevelopment Authority (a discretely presented component unit of the City of Fort Wayne) was established to account for the financing and expansion of the Grand Wayne Center (GWC). The GWC is a convention center owned and managed by the Allen County Fort Wayne Capital Improvement Board of

Managers (CIB) (a discretely presented component unit of the City of Fort Wayne). The City of Fort Wayne does not directly benefit from the expansion, but the expansion is an integral part of the revitalization of the City of Fort Wayne's downtown.

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

The CIB will report on their financial statements a Capital lease payable, which is the net present value of the lease payable at December 31, 2009. The Redevelopment Authority will report on their financial statements a lease rental revenue bonds payable, which is the net amount of the lease rental revenue bonds and bond premium due at December 31, 2009.

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

Harrison Square Project

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

Note 20. Commitments and Contingencies

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

The City is a defendant in one civil case in which the plaintiff is seeking unspecified damages in excess of \$1 million. The chances of settlement are remote. If a jury finds for the plaintiff, the award could exceed \$1 million in damages and attorney fees. However, the City Attorney believes that the chance of the City obtaining a defense verdict is more likely than not.

The City is also a defendant in various other lawsuits. Although the outcome of these lawsuits is not presently determinable, in the opinion of the City Attorney the resolution of these other matters will not have a material adverse effect on the financial condition of the City.

Consent Decree:

The Utilities' combined storm and sanitary sewer system does not comply with federal Clean Water regulations. After several years of negotiations with the Environmental Protection Agency (EPA) and Indiana Department of Environmental Management (IDEM), the EPA lodged a Consent Decree with the federal court on December 28, 2007. The Consent Decree became effective April 1, 2008. Under the terms and conditions of the Consent Decree, the Utilities committed to reduce the number of combined sewer overflow

(CSO) days in a typical year to one day on the St. Joseph River and four days on the St. Mary's and Maumee Rivers. The infrastructure cost to reduce the number of CSO events is approximately \$240 million to be spent over the next 18 years, concluding in 2025. The Utilities also agreed to eliminate three known sanitary sewer overflows at an estimated combined cost of \$31 million by specific dates noted in the Consent Decree. Additionally, the Utilities committed to maintain the entire sewer system to performance standards prescribed in the Utilities' Long-Term Control Plan incorporated by reference into the Consent Decree.

The EPA assessed penalties of \$842,109 for violations of the Clean Water Act committed prior to December 28, 2007. In lieu of cash payment, the Utilities committed to spend \$540,000 on specific environmentally beneficial projects over the next seven years. A cash penalty payment of \$297,636 including accrued interest of \$1,527 was made April 30, 2008. The Consent Decree further provides for stipulated penalties for failure to achieve specified construction milestones, reporting deadlines or maintenance objectives. The Utilities are in full compliance with the Consent Decree's terms and conditions.

Condemnation of Aqua Indiana's North Assets:

In June, 2002 the Utilities initiated condemnation of Aqua Indiana's North Assets. On February 12, 2008, the Utilities paid Aqua Indiana \$16,910,500 and took possession of those condemned assets. The acquisition was financed by Waterworks Utility Revenue Bond Anticipation Notes, Series 2007 (BAN) issued February 5, 2008 for \$17,840,000, including the purchase price and estimated issuance and integration costs. The BAN has been subsequently refinanced twice, the last of which is detailed in the subsequent events footnote. The North Assets are now fully integrated with the Utilities' water and sewer systems and generating revenues for the respective Utilities at existing rates.

The purchase price was established through condemnation proceedings by Fort Wayne Board of Public Works and is currently being contested by Aqua Indiana in Wells County Circuit Court. At this time, the Utilities are unable to form a conclusion as to whether the assertion of action by Aqua Indiana is either probable or remote, nor as to the amount of damages if assessed, nor to the possible costs of the agreed corrective action, if any.

Light Lease Revenues:

By ordinance, light lease revenues in excess of operating expenses and the contribution to the Community Trust are required to be transferred to the City's Cumulative Capital Fund. As of December 31, 2009, the Electric Utility maintained an operating cash balance of \$464,490. Such amounts are withheld from the City to cover near term operating expenses and, if unspent, will be summarily remitted to the City.

Other:

The Utilities have entered into many contracts for various construction projects. Remaining contract payments as of December 31, 2009 for each utility are as follows:

Water	\$ 2,113,786
Wastewater	5,106,225
Stormwater	<u>613,841</u>
Total	<u>\$ 7,833,852</u>

Note 21. Subsequent Events

Debt Issued

In March 2010, the City entered into a \$4,200,000 capital lease. The lease proceeds will be used to purchase vehicles and vehicle equipment for several City departments.

The Waterworks Utility Revenue Bond Anticipation Notes, Series 2009 (BAN2) was retired from the proceeds of the Waterworks Utility Revenue Bond Anticipation Notes, Series 2010 (BAN3). BAN3 was

issued on February 11, 2010 in the amount of \$17,840,000. BAN3 has an interest rate of .60% and the principle and interest is payable on February 11, 2011.

On April 13, 2010, the Wastewater Utility issued a bond for \$41,045,000. The average interest rate is 4.55%. It matures serially in amounts ranging from \$1,715,000 in 2013 to \$3,135,000 in 2030.

Termination of Electric Light Lease

On February 28, 2010, the electric light lease terminated. Prior to the lease termination date, Indiana & Michigan (Lessee) filed a lawsuit on October 15, 2009 in Allen County Superior Court asking the court to block the city from taking over the electric service. The city filed a countersuit claiming that the lessee broke its lease with the city and the city has the right to take back control of the former City Light and Power Works. At this time, the Utilities are unable to form a conclusion as to whether the assertion of action by either party is either probable or remote, nor as to the amount of damages if assessed, nor to the possible costs of any outcome, legal or agreed.

Prior to the October 15, 2009 lawsuit by Lessor, both parties were engaged in formal mediation and continue to be so beyond the lease termination date.

Note 22. Net Assets – Invested in Capital Assets, Net of Related Debt

As of December 31, 2009, Net Assets – Invested in capital assets, net of related debt is calculated as follows:

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>
Net capital assets	\$ 763,249,611	\$ 598,514,480	\$ 1,361,764,091
Less:			
Total capital leases payable	(57,829,225)	(2,359,101)	(60,188,326)
Total notes and loans payable	(11,260,000)	(128,641,770)	(139,901,770)
Total general obligation bonds payable, net	(2,948,601)	-	(2,948,601)
Total special obligation bonds payable, net	(77,455,935)	-	(77,455,935)
Total first mortgage bonds payable, net	(40,029,728)	-	(40,029,728)
Total revenue bonds payable, net	-	(86,063,083)	(86,063,083)
Add:			
Debt not related to capital assets	11,260,000	-	11,260,000
Unspent bond/loan proceeds	33,290,447	32,901,397	66,191,844
Invested in capital assets, net of related debt	<u>\$ 618,276,569</u>	<u>\$ 414,351,923</u>	<u>\$ 1,032,628,492</u>

Note 23. Pension Plans

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

Public Employees' Retirement Fund

Plan Description

The City of Fort Wayne contributes to the Indiana Public Employees' Retirement Fund (PERF), a defined benefit pension plan. 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 City authority to contribute to the plan. The PERF retirement benefit consists of the pension provided by employer contributions plus an annuity provided by

the member's annuity savings account. The annuity savings account consists of member's contributions, set by state statute at three percent of compensation, plus the interest credited to the member's account. The employer may elect to make the contributions on behalf of the member.

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

Funding Policy

PERF members are required to contribute 3 percent of their annual covered salary. The City is required to contribute at an actuarially determined rate; the current rate is 7.25 percent 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 negative Net Pension Obligation (NPO) is considered an asset of the City and is reflected as such in the Statement of Net Assets. The amount is separated between the governmental and business type activities.

Annual Pension Cost

For 2009, the City's annual pension cost of \$3,618,200 for PERF was equal to the City's required contribution and any adjustments to the required contribution.

b. 1925 Police Officers' Pension Plan

Plan Description

The City contributes to the 1925 Police Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-6). The 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 contribution requirements of plan members are established by state statute. The State of Indiana has contributed \$8,027,644 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 State of Indiana and is reflected in the Statement of Net Assets for the State of Indiana.

c. 1937 Firefighters' Pension Plan

Plan Description

The City contributes to the 1937 Firefighters' Pension Plan which is a single-employer defined benefit pension plan. The plan is administered by the local pension board as authorized by state statute (IC 36-8-7). The 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 36-8-7-8) to contribute an amount equal to six percent (6%) of the salary of a fully paid first class firefighter. The contribution requirements of plan members are established by state statute. The State of Indiana has contributed \$7,888,360 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 State of Indiana and is reflected in the Statement of Net Assets for the State of Indiana.

d. Sanitary Officers' Pension Plan

Plan Description

The City contributes to the Sanitary Officers' Pension Plan which is a single-employer defined benefit pension plan. The plan includes all sanitary officers hired before April 1, 1982. The plan is administered by the local pension board. The City contributes to the plan because of a mandate by the Allen County Circuit Court, Cause No. CC-73-519. The plan members are employees of Allen County. The plan provides retirement, disability, and death benefits to plan members and beneficiaries. The plan administrator does not issue a publicly available financial report that includes financial statements and required supplementary information of the plan.

Funding Policy

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 2009 is \$458,842. The contribution requirements of plan members for the Sanitary Officers' Pension Plan are established by state statute. The Net Pension Obligation (NPO) is considered an obligation of the City and is reflected in the Statement of Net Assets.

Annual Pension Cost

For 2009, the City's annual pension cost of \$495,306 for the Sanitary Officers' Pension Plan was equal to the City's required contribution and any adjustments to the required contribution.

e. Actuarial Information for the Above Plans

	PERF	Sanitary Officers' Pension
Annual required contribution	\$ 3,607,254	\$ 480,880
Interest on NPO	(78,424)	14,426
Adjustment to annual required contribution	<u>89,370</u>	<u>-</u>
Annual pension cost	3,618,200	495,306
Contributions made	<u>3,455,030</u>	<u>458,842</u>
Increase in NPO	163,170	36,464
NPO, beginning of year	<u>(1,081,709)</u>	<u>4,169,724</u>
NPO, end of year	<u>\$ (918,539)</u>	<u>\$ 4,206,188</u>

The Net Pension Obligation reported in the Statement of Net Assets is \$4,206,188. The Net Pension Asset reported in the Statement of Net Assets is \$918,539 (PERF).

	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Contribution rates:				
City	7.25%	0%	0%	1967%
Plan members	3%	6%	6%	3%
	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Actuarial valuation date	07/01/09	01/01/09	01/01/09	01/01/10
Actuarial cost method	Normal Cost	Entry age	Entry age	Entry age
Amortization method	Level amortization period	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed	Level percentage of projected payroll, closed
Amortization period	30 years	30 years	30 years	30 years
Amortization period (from date)	07/01/07	01/01/05	01/01/05	01/01/05
Asset valuation method	75% of expected actuarial value plus 25% of market value	4 year phase in of realized and unrealized capital	4 year phase in of realized and unrealized capital	4 year phase in of realized and unrealized capital
Actuarial assumptions:	PERF	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Investment rate of return	7.25%	7%	7%	6%
Projected future salary increases:				
Total	4%	5%	5%	8%
Cost-of-living adjustments	1.5%	2.75% / 4% *	2.75% / 4% *	0%

* 2.75% converted members; 4% non-converted members

Three Year Trend Information

PERF

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
6/30/2007	3,304,593	82%	(1,324,803)
6/30/2008	3,328,169	93%	(1,081,709)
6/30/2009	3,618,200	95%	(918,539)

Sanitary Officers' Pension Plan

Year Ending	Annual Pension Cost (APC)	Percentage of APC Contributed	Net Pension Obligation
12/31/2007	560,136	81%	4,045,286
12/31/2008	549,229	77%	4,169,724
12/31/2009	495,306	93%	4,206,188

Plan Membership

Group	1925 Police Officers' Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
Retirees and beneficiaries currently receiving benefits	321	290	19
Active employees - vested	16	1	0
Active employees - nonvested	0	0	0

Funded status and Funding Progress for the Above Plans

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

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
--------------------------	-------------------------------	---------------------------------------	--------------------	--------------------	---------------------	---

Public Employees' Retirement Fund:

07/01/09	\$ 51,329,895	\$ 70,993,312	\$ (19,663,417)	72%	\$ 49,391,382	(40%)
----------	---------------	---------------	-----------------	-----	---------------	-------

1925 Police Officers' Pension Plan:

01/01/09	\$ 3,600,861	\$ 115,100,200	\$ (111,499,339)	3%	\$ 747,900	(14,908%)
----------	--------------	----------------	------------------	----	------------	-----------

1937 Firefighters' Pension Plan:

01/01/09	\$ 1,420,305	\$ 108,739,500	\$ (107,319,195)	1%	\$ 136,900	(78,392%)
----------	--------------	----------------	------------------	----	------------	-----------

Sanitary Officers' Pension:

01/01/10	\$ 99,950	\$ 6,516,098	\$ (6,416,148)	2%	\$ 24,442	(26,251%)
----------	-----------	--------------	----------------	----	-----------	-----------

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

f. Financial Statements for Defined Benefit Plans

Statements of Fiduciary Net Assets:

	1925 Police Officers Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
<u>Assets</u>			
Cash and cash equivalents	\$ 2,612,791	\$ 1,787,562	\$ 74,427
Receivables:			
Miscellaneous	-	-	27,108
Total assets	<u>2,612,791</u>	<u>1,787,562</u>	<u>101,535</u>
<u>Liabilities</u>			
Accrued payroll and deductions	<u>19,531</u>	<u>16,081</u>	<u>1,585</u>
<u>Net assets</u>			
Held in trust for:			
Employees' pension benefits	<u>\$ 2,593,260</u>	<u>\$ 1,771,481</u>	<u>\$ 99,950</u>

Statements of Changes in Fiduciary Net Assets:

	1925 Police Officers Pension	1937 Firefighters' Pension	Sanitary Officers' Pension
<u>Additions</u>			
Contributions:			
Employer	\$ 7,914,804	\$ 7,770,631	\$ 458,842
Plan members	3,509	-	-
Other	13,933	-	-
Net investment income	<u>4,026</u>	<u>2,525</u>	<u>62</u>
Total additions	<u>7,936,272</u>	<u>7,773,156</u>	<u>458,904</u>
<u>Deductions</u>			
Benefits and refunds paid to plan members and beneficiaries	7,764,022	7,401,146	532,609
Administrative expenses	<u>20,805</u>	<u>20,834</u>	<u>3,711</u>
Total deductions	<u>7,784,827</u>	<u>7,421,980</u>	<u>536,320</u>
Change in net assets	151,445	351,176	(77,416)
Net assets - beginning	<u>2,441,815</u>	<u>1,420,305</u>	<u>177,366</u>
Net assets - ending	<u>\$ 2,593,260</u>	<u>\$ 1,771,481</u>	<u>\$ 99,950</u>

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

1977 Police Officers' and Firefighters' Pension and Disability Fund

Plan Description

The City contributes to the 1977 Police Officers' and Firefighters' Pension and Disability Fund, a cost-sharing multiple-employer defined benefit pension plan administered by the Indiana Public 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 fifty-five with twenty years of service. An employee with twenty years of service may leave service, but will not receive benefits until reaching age fifty-five. The plan also provides for death and disability benefits.

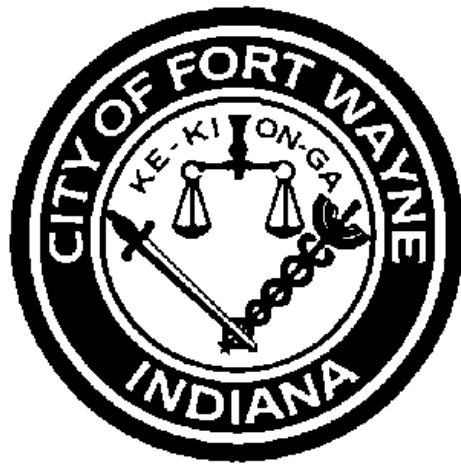
PERF issues a publicly available financial report that includes financial statements and required supplementary information for the plan as a whole and for its participants. That report may be obtained by contacting:

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 percent of the first class police officers' and firefighters' salary and the City is to contribute at an actuarially determined rate. The current rate, which has not changed since the inception of the plan, is 21 percent of the first class police officers' and firefighters' salary. The contribution requirements of plan members and the City are established by the Board of Trustees of PERF. The City's contributions to the plan for the years ending December 31, 2009, 2008, and 2007 were \$7,640,910, \$8,065,075, and \$7,679,027 respectively, which were equal to the required contributions for each year.

REQUIRED SUPPLEMENTARY INFORMATION



CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 BUDGETARY COMPARISON SCHEDULE
 GENERAL FUND
 For The Year Ended December 31, 2009

	General Fund			
	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final		
Revenues:				
Taxes	\$ 73,607,650	\$ 73,607,650	\$ 73,178,240	\$ (429,410)
Licenses and permits	1,826,570	1,826,570	2,058,730	232,160
Intergovernmental	7,389,631	7,389,631	3,136,085	(4,253,546)
Charges for services	2,765,952	2,765,952	3,010,208	244,256
Fines and forfeits	1,175,500	1,175,500	840,143	(335,357)
Other	1,158,996	1,158,996	815,343	(343,653)
Total revenues	87,924,299	87,924,299	83,038,749	(4,885,550)
Expenditures:				
Current:				
General government	14,937,106	14,784,998	14,285,795	499,203
Public safety	55,340,786	55,264,472	53,624,675	1,639,797
Highways and streets	5,667,127	6,092,127	5,814,645	277,482
Health and welfare	2,519,281	2,519,211	2,457,450	61,761
Economic opportunity	667,427	667,427	614,539	52,888
Economic development	4,459,716	4,450,252	4,172,656	277,596
Total expenditures	83,591,443	83,778,487	80,969,760	2,808,727
Other financing sources (uses):				
Operating transfers in	45,000	45,000	4,388,422	4,343,422
Operating transfers out	(360,000)	(2,010,000)	(2,063,543)	(53,543)
Total other financing sources (uses)	(315,000)	(1,965,000)	2,324,879	4,289,879
Net change in fund balance	4,017,856	2,180,812	4,393,868	2,213,056
Fund balance - beginning	17,964,554	17,964,554	17,964,554	-
Fund balance - ending	\$ 21,982,410	\$ 20,145,366	\$ 22,358,422	\$ 2,213,056

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
BUDGETARY COMPARISON SCHEDULES
MAJOR SPECIAL REVENUE FUNDS
For The Year Ended December 31, 2009

	Highways and Streets				Parks				Fire			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final			Original	Final		
Revenues:												
Taxes	\$ 2,091,021	\$ 2,091,021	\$ 2,197,107	\$ 106,086	\$ 11,075,989	\$ 11,075,989	\$ 10,610,854	\$ (465,135)	\$ 34,525,001	\$ 34,525,001	\$ 32,710,606	\$ (1,814,395)
Licenses and permits	-	-	-	-	51,750	51,750	52,268	518	-	-	-	-
Intergovernmental	9,275,503	9,275,503	9,490,193	214,690	-	-	-	-	50,000	50,000	-	(50,000)
Charges for services	872,890	872,890	1,349,218	476,328	3,484,868	3,484,868	3,173,459	(311,409)	11,153	11,153	11,942	789
Fines and forfeits	-	-	-	-	-	-	-	-	2,550	2,550	12,008	9,458
Other	196,000	196,000	352,528	156,528	1,445,742	1,445,742	1,430,381	(15,361)	900	900	21,939	21,039
Total revenues	12,435,414	12,435,414	13,389,046	953,632	16,058,349	16,058,349	15,266,962	(791,387)	34,589,604	34,589,604	32,756,495	(1,833,109)
Expenditures:												
Current:												
Public safety:												
Personal services	-	-	-	-	-	-	-	-	31,907,783	31,907,783	31,637,344	270,439
Supplies	-	-	-	-	-	-	-	-	740,307	669,622	396,691	272,931
Other services and charges	-	-	-	-	-	-	-	-	1,658,948	1,594,378	1,367,857	226,521
Capital outlay	-	-	-	-	-	-	-	-	334,789	336,534	267,744	68,790
Highways and streets:												
Personal services	8,545,462	8,865,462	8,892,429	(26,967)	-	-	-	-	-	-	-	-
Supplies	2,642,013	2,625,347	2,604,651	20,696	-	-	-	-	-	-	-	-
Other services and charges	3,712,548	3,541,526	3,573,044	(31,518)	-	-	-	-	-	-	-	-
Capital outlay	64,027	2,537,470	2,348,716	188,754	-	-	-	-	-	-	-	-
Culture and recreation:												
Personal services	-	-	-	-	9,096,015	9,096,015	8,998,963	97,052	-	-	-	-
Supplies	-	-	-	-	1,653,060	1,635,890	1,608,639	27,251	-	-	-	-
Other services and charges	-	-	-	-	5,274,060	4,978,411	4,951,412	26,999	-	-	-	-
Capital outlay	-	-	-	-	1,484,800	1,484,800	1,484,800	-	-	-	-	-
Total expenditures	14,964,050	17,569,805	17,418,840	150,965	17,507,935	17,195,116	17,043,814	151,302	34,641,827	34,508,317	33,669,636	838,681
Other financing sources (uses):												
Operating transfers in	766,040	1,566,040	1,642,366	76,326	1,322,604	1,335,275	1,335,275	-	-	-	-	-
Operating transfers out	(137,000)	(137,000)	(137,000)	-	(3,400)	(13,474)	(13,474)	-	(50,000)	(50,000)	(50,000)	-
Bond proceeds	-	-	-	-	3,100,000	3,100,000	3,100,000	-	-	-	-	-
Premiums on bonds sold	-	-	-	-	73,745	73,745	73,745	-	-	-	-	-
Payment to refunded bond escrow agent	-	-	-	-	(3,056,144)	(3,056,144)	(3,056,144)	-	-	-	-	-
Total other financing sources (uses)	629,040	1,429,040	1,505,366	76,326	1,436,805	1,439,402	1,439,402	-	(50,000)	(50,000)	(50,000)	-
Net change in fund balances	(1,899,596)	(3,705,351)	(2,524,428)	1,180,923	(12,781)	302,635	(337,450)	(640,085)	(102,223)	31,287	(963,141)	(994,428)
Fund balances - beginning	5,221,014	5,221,014	5,221,014	-	5,782,567	5,782,567	5,782,567	-	1,785,062	1,785,062	1,785,062	-
Fund balances - ending	\$ 3,321,418	\$ 1,515,663	\$ 2,696,586	\$ 1,180,923	\$ 5,769,786	\$ 6,085,202	\$ 5,445,117	\$ (640,085)	\$ 1,682,839	\$ 1,816,349	\$ 821,921	\$ (994,428)

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
 REQUIRED SUPPLEMENTARY INFORMATION
 INFRASTRUCTURE – MODIFIED REPORTING

Comparison of Needed-to-Actual Maintenance/Preservation:

Roads		<u>2009</u>		<u>2008</u>		<u>2007</u>		<u>2006</u>		<u>2005</u>
Arterial										
Needed	\$	1,226,031	\$	601,763	\$	758,895	\$	843,611	\$	1,317,770
Actual		1,212,866		578,867		900,394		788,588		1,278,949
Collector										
Needed		71,805		205,778		293,790		327,923		172,913
Actual		71,483		200,535		285,258		355,443		198,784
Residential										
Needed		3,454,780		2,205,555		2,833,939		1,376,292		2,366,088
Actual		2,826,059		2,120,871		2,778,267		2,049,752		2,670,703

Condition Rating:

	<u>Average Pavement Condition Index (PCI)</u>				
	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Total System	71	72	75	76	76

CITY OF FORT WAYNE
REQUIRED SUPPLEMENTARY INFORMATION
SCHEDULES OF FUNDING PROGRESS

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (AAL) (b)	Unfunded AAL (a-b)	Funded Ratio (a/b)	Covered Payroll (c)	Unfunded AAL as a Percentage of Covered Payroll ((a-b)/c)
<u>Public Employees' Retirement Fund:</u>						
07/01/07	\$ 52,796,327	\$ 61,562,051	\$ (8,765,724)	86%	\$ 45,167,115	(19%)
07/01/08	57,059,238	68,764,551	(11,705,313)	83%	46,017,516	(25%)
07/01/09	51,329,895	70,993,312	(19,663,417)	72%	49,391,382	(40%)
<u>1925 Police Officers' Pension Plan:</u>						
01/01/04	\$ 2,401,594	\$ 122,193,000	\$ (119,791,406)	2%	\$ 1,528,000	(7,840%)
01/01/05	2,423,389	117,028,600	(114,605,211)	2%	1,257,300	(9,115%)
01/01/06	2,177,306	118,558,700	(116,381,394)	2%	1,062,500	(10,954%)
01/01/07	2,438,810	118,066,100	(115,627,290)	2%	1,092,900	(10,580%)
01/01/08	2,328,975	117,242,800	(114,913,825)	2%	879,900	(13,060%)
01/01/09	3,600,861	115,100,200	(111,499,339)	3%	747,900	(14,908%)
<u>1937 Firefighters' Pension Plan:</u>						
01/01/04	\$ 2,481,278	\$ 109,884,000	\$ (107,402,722)	2%	\$ 942,000	(11,402%)
01/01/05	2,321,797	101,112,400	(98,790,603)	2%	556,800	(17,743%)
01/01/06	1,337,449	110,575,500	(109,238,051)	1%	500,800	(21,813%)
01/01/07	1,061,740	107,704,100	(106,642,360)	1%	376,500	(28,325%)
01/01/08	2,638,000	95,665,200	(93,027,200)	3%	195,600	(47,560%)
01/01/09	1,420,305	108,739,500	(107,319,195)	1%	136,900	(78,392%)
<u>Sanitary Officers' Pension:</u>						
01/01/05	\$ 132,802	\$ 7,478,337	\$ (7,345,535)	2%	\$ 134,715	(5,453%)
01/01/06	221,582	7,490,795	(7,269,213)	3%	138,577	(5,246%)
01/01/07	273,982	7,478,472	(7,204,490)	4%	47,518	(15,162%)
01/01/08	250,445	7,435,892	(7,185,447)	3%	48,884	(14,699%)
01/01/09	177,366	7,352,396	(7,175,030)	2%	48,884	(14,678%)
01/01/10	99,950	6,516,098	(6,416,148)	2%	24,442	(26,251%)
<u>Retiree Healthcare Plan</u>						
01/01/08	N/A	N/A	N/A	N/A	\$ 94,407,075	N/A
01/01/09	\$ -	\$ 53,856,572	\$ (53,856,572)	0%	97,057,952	(55%)
01/01/10	-	61,655,879	(61,655,879)	0%	96,504,844	(64%)

N/A - Information not available

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE
 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
12/31/04	\$ 14,441,900	49%	3%
12/31/05	8,583,700	42%	51%
12/31/06	8,748,800	42%	49%
12/31/07	8,837,200	54%	51%
12/31/08	8,833,600	23%	53%
12/31/09	8,601,200	1%	94%

1937 Firefighters' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	State
12/31/04	\$ 12,786,000	49%	3%
12/31/05	7,296,800	41%	54%
12/31/06	8,046,200	42%	44%
12/31/07	7,909,100	61%	53%
12/31/08	7,088,200	31%	58%
12/31/09	8,125,800	2%	97%

Sanitary Officers' Pension Plan

Year Ending	Annual Required Contribution (ARC)	Percentage of ARC Contributed	
		City	
12/31/04	\$ 562,303	89%	
12/31/05	569,939	87%	
12/31/06	541,966	89%	
12/31/07	546,754	83%	
12/31/08	533,232	80%	
12/31/09	480,888	95%	

The notes to RSI are an integral part of RSI.

CITY OF FORT WAYNE, INDIANA
NOTES TO REQUIRED SUPPLEMENTARY INFORMATION
December 31, 2009

Note 1. Budgets and Budgetary Accounting

- A. The City follows these procedures in establishing the budgetary data reflected in the budgetary comparison schedules:
1. The Mayor submits to the City Council a proposed operating budget for the fiscal year commencing the following January 1. The operating budget includes proposed expenditures and the means of financing them.
 2. Prior to adoption, the City advertises the budget and the City Council holds public hearings to obtain taxpayer comments.
 3. In September of each year the budget is approved by the City Council through passage of an ordinance.
 4. Copies of the budget ordinance and advertisements are sent to the Indiana Department of Local Government Finance. The budget becomes legally enacted after the City Controller receives approval from the Indiana Department of Local Government Finance. The budget ordinance as approved by the Indiana Department of Local Government Finance becomes the City's expenditures budget. The City's maximum tax levy is restricted by Indiana Law, with certain adjustments and exceptions. If the advertised budget exceeds the spending and tax limits of the state control laws, an excess levy can be granted by the Indiana Department of Local Government Finance, upon appeal by the City.
 5. The legal level of budgetary control (the level at which expenditures may not exceed appropriations without the governing body's approval) is by object classification for all funds except for the General fund, which is by object classification within each department. The City's management cannot transfer budgeted appropriations between object classifications of a budget, without approval of the City Council. Any revisions that alter the total appropriations for any fund or any department of the General fund must be approved by the City Council and, in some instances, by the Indiana Department of Local Government Finance.
 6. Formal budgetary integration is required by State statute and is employed as a management control device. An annual budget was legally adopted for the following funds:

Major Funds:

General Fund

Special Revenue Funds:

Highways and Streets, Parks, Fire

Capital Projects Funds:

CEDIT, Redevelopment

Non-Major Funds:

Special Revenue Funds:

Parking Meter, Law Enforcement Training, Cable Television,

Unsafe Building, Domestic Violence

Capital Projects Funds:

Cumulative Capital Improvement

7. The City's budgetary process is based upon GAAP. Appropriations lapse with the expiration of the budgetary period unless encumbered by a purchase order or contract. Encumbered appropriations are carried over and added to the subsequent year's budget.
8. Budgeted amounts are as originally adopted, or as amended by the City Council and approved by the Indiana Department of Local Government Finance in the regular legal manner. Net increases to the original appropriations totaled \$6,524,686 in 2009.

B. Expenditures in Excess of Appropriations

For the year ended December 31, 2009, expenditures exceeded budgeted appropriations at the legal level of control (object classification for all funds except the General Fund, which is by object classification within each department) in the following funds, by the amounts below:

<u>Fund</u>	<u>Department</u>	<u>Object</u>	<u>Excess</u>
General	Board of Works	Personal services	\$ 1,441
General	Board of Works	Other services and charges	107,294
General	Neighborhood Code Enforcement	Other services and charges	801
Redevelopment		Supplies	16
Highways & Streets		Personal services	26,967
Highways & Streets		Other services and charges	31,518
Cable Television		Other services and charges	267,272
Cable Television		Transfers out	61,976

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

Note 2. Infrastructure Assets – Modified Approach

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

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

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

1. Extreme winter weather conditions that result in excessive "freeze-thaw" activity.
2. Extreme summer weather conditions that result in excessive heat. Under extreme heat, asphalt can become soft and buckle. Concrete suffers from a condition known as "blow ups". The ground under the concrete roads and the roads themselves begin to expand during exceptionally high temperatures. The concrete can find no other way to expand than to "blow up", or shoot into the air.

3. Conflicts with utilities. Utility work that results in the disruption of a road surface will weaken the original integrity of the structure. More repairs may become necessary once a road's initial structure has been altered.
4. Extreme loading. Each road is rated for a certain percentage of traffic coming from trucks. When the percentage exceeds the rating, damage to the road will occur.
5. The presence of water. Excessive water levels from winter thaw, high rains, water pipe breaks, or higher than usual water tables can cause rapid deterioration of roads.

SUPPLEMENTARY INFORMATION



Major Governmental Funds

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

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

General Government:

Mayor

Finance & Administration

City Clerk and Council

Board of Works

Law

Internal Audit

Public Safety:

Weights and Measures

Neighborhood Code Enforcement

Police Merit Commission

Police

Communications

Highways and Streets:

Street Lighting/Flood/Transportation Engineering

Health and Welfare:

Animal Control

Economic Opportunity:

Metropolitan Human Relations

Economic Development:

Community Development

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

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

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

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

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

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

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

CITY OF FORT WAYNE
 SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
 GENERAL FUND
 For The Year Ended December 31, 2009

<u>Function and Department</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
General government:				
Mayor				
Personal services	\$ 1,314,892	\$ 1,314,892	\$ 1,313,312	\$ 1,580
Supplies	15,801	15,801	5,174	10,627
Other services and charges	102,369	102,369	65,194	37,175
Capital outlay	1,400	1,400	-	1,400
Finance & Administration				
Personal services	1,869,197	1,869,197	1,798,376	70,821
Supplies	75,149	74,746	67,551	7,195
Other services and charges	5,728,876	5,588,408	5,323,287	265,121
City Clerk and Council				
Personal services	896,076	896,076	882,760	13,316
Supplies	13,500	13,500	11,071	2,429
Other services and charges	48,029	48,029	35,393	12,636
Board of Works				
Personal services	605,298	605,298	606,739	(1,441)
Supplies	6,569	6,569	2,812	3,757
Other services and charges	2,820,336	2,820,336	2,927,630	(107,294)
Law				
Personal services	372,803	372,803	352,443	20,360
Supplies	2,180	2,180	1,950	230
Other services and charges	125,925	125,925	120,950	4,975
Internal Audit				
Personal services	217,032	217,032	195,378	21,654
Supplies	400	400	291	109
Other services and charges	7,777	5,277	2,548	2,729
Human Resources				
Personal services	560,170	560,170	509,188	50,982
Supplies	13,375	13,375	3,806	9,569
Other services and charges	138,102	129,365	59,901	69,464
Capital outlay	1,850	1,850	41	1,809
Total General government	<u>14,937,106</u>	<u>14,784,998</u>	<u>14,285,795</u>	<u>499,203</u>
Public safety:				
Weights and Measures				
Personal services	183,744	183,744	182,905	839
Supplies	3,956	3,956	3,900	56
Other services and charges	18,725	18,725	14,729	3,996
Neighborhood Code Enforcement				
Other services and charges	4,701	4,701	5,502	(801)
Police Merit Commission				
Personal services	3,775	3,775	3,600	175
Supplies	200	200	-	200
Other services and charges	17,200	17,200	11,850	5,350

(Continued)

CITY OF FORT WAYNE
SCHEDULE OF EXPENDITURES - BUDGET AND ACTUAL -
GENERAL FUND
For The Year Ended December 31, 2009
(Continued)

<u>Function and Department</u>	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance- Positive (Negative)</u>
Public safety (continued):				
Police				
Personal services	40,838,121	40,796,064	40,690,916	105,148
Supplies	1,630,340	1,615,935	1,187,446	428,489
Other services and charges	5,776,408	5,765,773	5,417,883	347,890
Capital outlay	112,667	112,667	12,570	100,097
Communications				
Personal services	6,084,419	6,084,419	5,641,901	442,518
Supplies	149,671	149,671	105,907	43,764
Other services and charges	354,359	345,142	273,165	71,977
Capital outlay	162,500	162,500	72,401	90,099
Total Public safety	<u>55,340,786</u>	<u>55,264,472</u>	<u>53,624,675</u>	<u>1,639,797</u>
Highways and streets:				
Street Lighting/Flood/Transp Engineering				
Personal services	3,151,444	3,106,844	3,040,849	65,995
Supplies	440,417	440,417	376,974	63,443
Other services and charges	1,968,201	2,393,201	2,250,395	142,806
Capital outlay	107,065	151,665	146,427	5,238
Total Highways and streets	<u>5,667,127</u>	<u>6,092,127</u>	<u>5,814,645</u>	<u>277,482</u>
Health and welfare:				
Animal Control				
Personal services	2,016,589	2,011,589	1,972,384	39,205
Supplies	107,786	112,716	104,061	8,655
Other services and charges	392,706	392,706	379,291	13,415
Capital outlay	2,200	2,200	1,714	486
Total Health and welfare	<u>2,519,281</u>	<u>2,519,211</u>	<u>2,457,450</u>	<u>61,761</u>
Economic opportunity:				
Metropolitan Human Relations				
Personal services	618,863	618,863	590,681	28,182
Supplies	15,025	15,025	7,273	7,752
Other services and charges	33,539	33,539	16,585	16,954
Total Economic opportunity	<u>667,427</u>	<u>667,427</u>	<u>614,539</u>	<u>52,888</u>
Economic development:				
Community and Economic Development				
Personal services	3,544,629	3,544,629	3,347,002	197,627
Supplies	57,969	57,969	38,928	19,041
Other services and charges	827,077	817,613	764,069	53,544
Capital outlay	30,041	30,041	22,657	7,384
Total Economic development	<u>4,459,716</u>	<u>4,450,252</u>	<u>4,172,656</u>	<u>277,596</u>
Total General Fund	<u>\$ 83,591,443</u>	<u>\$ 83,778,487</u>	<u>\$ 80,969,760</u>	<u>\$ 2,808,727</u>

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES
 OTHER BUDGETED MAJOR GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009

	Redevelopment				CEDIT			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ 10,915,470	\$ 10,915,470	\$ 10,891,271	\$ (24,199)	\$ 23,021,823	\$ 23,021,823	\$ 23,021,823	\$ -
Intergovernmental	-	-	-	-	1,360	1,360	1,360	-
Charges for services	546,024	546,024	546,056	32	6,472	6,472	12,472	6,000
Other	1,147,720	1,147,720	1,153,025	5,305	771,599	771,599	338,890	(432,709)
Total revenues	12,609,214	12,609,214	12,590,352	(18,862)	23,801,254	23,801,254	23,374,545	(426,709)
Expenditures:								
Urban redevelopment and housing:								
Personal services	520,273	520,273	517,277	2,996	-	-	-	-
Supplies	6,131	6,131	6,147	(16)	-	-	-	-
Other services and charges	6,000,870	6,000,870	5,988,580	12,290	-	-	-	-
Capital outlay	243,637	243,637	243,637	-	-	-	-	-
Debt service:								
Principal	570,000	570,000	570,000	-	10,176,996	9,407,405	8,215,000	1,192,405
Interest	1,568,149	1,568,149	1,568,149	-	1,964,432	2,734,023	2,734,023	-
Capital outlay	31,690,921	31,690,921	31,690,921	-	15,273,328	17,870,323	17,666,816	203,507
Total expenditures	40,599,981	40,599,981	40,584,711	15,270	27,414,756	30,011,751	28,615,839	1,395,912
Other financing sources (uses):								
Transfers in	11,481,641	11,481,641	11,481,641	-	4,894,090	5,270,046	5,284,715	14,669
Transfers out	(9,315,421)	(9,315,421)	(9,315,421)	-	(11,081,391)	(11,081,391)	(11,081,391)	-
Bond proceeds	-	-	-	-	30,000,000	30,000,000	30,000,000	-
Discount on bonds sold	-	-	-	-	(528,731)	(528,731)	(528,731)	-
Capital leases issued	25,635,000	25,635,000	25,635,000	-	-	-	-	-
Total other financing sources (uses)	27,801,220	27,801,220	27,801,220	-	23,283,968	23,659,924	23,674,593	14,669
Net change in fund balances	(189,547)	(189,547)	(193,139)	(3,592)	19,670,466	17,449,427	18,433,299	983,872
Fund balances - beginning	39,057,321	39,057,321	39,057,321	-	7,886,211	7,886,211	7,886,211	-
Fund balances - ending	\$ 38,867,774	\$ 38,867,774	\$ 38,864,182	\$ (3,592)	\$ 27,556,677	\$ 25,335,638	\$ 26,319,510	\$ 983,872

Non-major Governmental Funds

Special Revenue Funds – used to account for revenues derived for a specific purpose. The title of the fund is descriptive of the activities involved. The City maintains the following non-major special revenue funds:

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

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

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

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

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

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

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

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

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

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

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

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

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

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

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

Public Safety Academy – to account for financial resources/pledges in addition to the bond dollars for the construction, developing and furnishing of the Public Safety Academy.

Central City Housing – to account for funds which are to be used for home rehabilitation in Southeast Fort Wayne.

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

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

Rainy Day Fund – to account for transfers of unused and unencumbered CREDIT Funds.

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

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

Non-major Governmental Funds (continued)

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

Debt Service Funds – used to account for the accumulation of resources for and the payment of general long-term debt principal and interest. The City maintains the following non-major debt service fund:

City Bond Redemption – to account for the accumulation of resources for and payment of general obligation bond issues of the City. In 1998, the City began funding the general obligation debt from the CEDIT Income Tax Fund and transferring it to the City Bond Redemption Fund for payment.

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

Capital Projects Funds – used to account for financial resources to be used for the acquisition or construction of capital projects. The City maintains the following non-major capital projects funds:

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

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

Cumulative Capital Improvement – to account for cigarette tax distributions.

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

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

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

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET
 NON-MAJOR GOVERNMENTAL FUNDS
 December 31, 2009

	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Totals
<u>Assets</u>			
Cash and cash equivalents	\$ 10,578,812	\$ 16,485,624	\$ 27,064,436
Receivables (net of allowances for uncollectibles):			
Taxes	5,606,801	-	5,606,801
Assessments	-	2,369,562	2,369,562
Intergovernmental	3,282,791	-	3,282,791
Loans	5,028,195	-	5,028,195
Miscellaneous	349,619	-	349,619
Interfund receivable - pooled cash	1,209,078	-	1,209,078
Assets held for resale	2,082,746	1,721,526	3,804,272
	<u>2,082,746</u>	<u>1,721,526</u>	<u>3,804,272</u>
 Total assets	 <u>\$ 28,138,042</u>	 <u>\$ 20,576,712</u>	 <u>\$ 48,714,754</u>
 <u>Liabilities and fund balances</u>			
Liabilities:			
Accounts payable	\$ 511,521	\$ 210,471	\$ 721,992
Payroll and withholdings payable	50,612	-	50,612
Contracts payable	113,591	795,317	908,908
Retainage payable	53,062	153,616	206,678
Interfund payable - pooled cash	1,209,078	-	1,209,078
Due to other funds	96,883	1,776	98,659
Deferred revenue	870,622	523,575	1,394,197
Unearned revenue	3,328,272	-	3,328,272
	<u>3,328,272</u>	<u>-</u>	<u>3,328,272</u>
 Total liabilities	 <u>6,233,641</u>	 <u>1,684,755</u>	 <u>7,918,396</u>
 Fund balances:			
Reserved for:			
Encumbrances	3,928,983	13,953,465	17,882,448
Noncurrent loans receivable	3,230,451	-	3,230,451
Assets held for resale	2,082,746	1,721,526	3,804,272
Unreserved, reported in:			
Special revenue funds	12,662,221	-	12,662,221
Capital projects funds	-	3,216,966	3,216,966
	<u>-</u>	<u>3,216,966</u>	<u>3,216,966</u>
 Total fund balances	 <u>21,904,401</u>	 <u>18,891,957</u>	 <u>40,796,358</u>
 Total liabilities and fund balances	 <u>\$ 28,138,042</u>	 <u>\$ 20,576,712</u>	 <u>\$ 48,714,754</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NON-MAJOR GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009

	Non-major Special Revenue Funds	Non-major Capital Projects Funds	Totals
Revenues:			
Taxes	\$ 6,615,232	\$ -	\$ 6,615,232
Special assessments	-	518,243	518,243
Licenses and permits	1,186,010	-	1,186,010
Intergovernmental	7,367,586	766,847	8,134,433
Charges for services	4,400,821	-	4,400,821
Fines and forfeits	776,846	-	776,846
Other	2,175,538	29,237	2,204,775
	<u>22,522,033</u>	<u>1,314,327</u>	<u>23,836,360</u>
Total revenues			
Expenditures:			
Current:			
General government	3,733,055	-	3,733,055
Public safety	5,485,025	-	5,485,025
Health and welfare	216,364	-	216,364
Economic development	595,787	-	595,787
Urban redevelopment and housing	5,509,723	-	5,509,723
Debt service:			
Principal	-	1,385,000	1,385,000
Interest	-	1,130,236	1,130,236
Bond issuance costs	-	68,471	68,471
Capital outlay	-	14,299,162	14,299,162
	<u>15,539,954</u>	<u>16,882,869</u>	<u>32,422,823</u>
Total expenditures			
Excess (deficiency) of revenues over (under) expenditures	<u>6,982,079</u>	<u>(15,568,542)</u>	<u>(8,586,463)</u>
Other financing sources (uses):			
Transfers in	3,110,395	3,862,000	6,972,395
Transfers out	(2,595,502)	(1,135,000)	(3,730,502)
Bond proceeds	-	16,495,000	16,495,000
Premiums on bonds sold	-	163,722	163,722
Capital leases issued	-	2,900,000	2,900,000
	<u>514,893</u>	<u>22,285,722</u>	<u>22,800,615</u>
Total other financing sources (uses)			
Net change in fund balances	7,496,972	6,717,180	14,214,152
Fund balances - beginning	<u>14,407,429</u>	<u>12,174,777</u>	<u>26,582,206</u>
Fund balances - ending	<u>\$ 21,904,401</u>	<u>\$ 18,891,957</u>	<u>\$ 40,796,358</u>

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 December 31, 2009

	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	Community Development Block Grants	Reimbursable State Grants	Unsafe Building	DED International Trade	HOME	Affordable Housing Trust	Federal Revolving	Urban Development Action Grant
Assets												
Cash and cash equivalents	\$ 134,802	\$ 782,542	\$ -	\$ 253,323	\$ 48,091	\$ 2,637,201	\$ 421,453	\$ 5,956	\$ -	\$ 265,385	\$ 685,875	\$ 276,370
Receivables (net of allowances for uncollectibles):												
Taxes	-	-	-	-	-	-	-	-	-	-	-	-
Intergovernmental	-	5,665	9,460	-	415,555	171,455	1,083	-	443,435	-	1,207,891	-
Loans	-	-	-	-	309,369	-	-	-	3,599,278	149,159	-	30,000
Miscellaneous	2,926	23,080	-	265,686	-	-	666	-	-	-	-	-
Interfund receivable - pooled cash	-	-	-	-	-	-	-	-	-	-	-	-
Assets held for resale	-	-	-	-	1,814,513	-	-	-	268,233	-	-	-
Total assets	\$ 137,728	\$ 811,287	\$ 9,460	\$ 519,009	\$ 2,587,528	\$ 2,808,656	\$ 423,202	\$ 5,956	\$ 4,310,946	\$ 414,544	\$ 1,893,766	\$ 306,370
Liabilities and fund balances												
Liabilities:												
Accounts payable	\$ 2,775	\$ 11,589	\$ -	\$ -	\$ 157,018	\$ 6,230	\$ 6,600	\$ -	\$ 21,076	\$ 19,116	\$ 176,820	\$ -
Payroll withholdings payable	10,143	24	582	-	6,829	10,282	-	-	12,838	-	5,364	-
Contract payable	-	-	-	-	-	-	-	-	-	-	-	-
Retainage payable	-	-	-	-	-	53,062	-	-	-	-	-	-
Interfund payable - pooled cash	-	-	8,878	-	-	-	-	-	417,388	-	-	-
Due to other funds	-	-	-	-	-	-	-	-	-	-	-	-
Deferred revenue	-	-	-	-	-	7,330	-	-	-	-	593,100	-
Unearned revenue	-	-	-	-	-	2,685,768	-	-	-	-	642,504	-
Total liabilities	12,918	11,613	9,460	-	163,847	2,762,672	6,600	-	451,302	19,116	1,417,788	-
Fund balances:												
Reserved for:												
Encumbrances	-	6,295	-	70,091	239,548	44,630	10,524	-	91,137	40,685	2,359,011	-
Noncurrent loans receivable	-	-	-	-	229,291	-	-	-	2,981,160	-	-	20,000
Assets held for resale	-	-	-	-	1,814,513	-	-	-	268,233	-	-	-
Unreserved, reported in:												
Special revenue funds	124,810	793,379	-	448,918	140,329	1,354	406,078	5,956	519,114	354,743	(1,883,033)	286,370
Total fund balances	124,810	799,674	-	519,009	2,423,681	45,984	416,602	5,956	3,859,644	395,428	475,978	306,370
Total liabilities and fund balances	\$ 137,728	\$ 811,287	\$ 9,460	\$ 519,009	\$ 2,587,528	\$ 2,808,656	\$ 423,202	\$ 5,956	\$ 4,310,946	\$ 414,544	\$ 1,893,766	\$ 306,370

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET
 NON-MAJOR SPECIAL REVENUE FUNDS
 December 31, 2009

	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Public Safety Academy	Central City Housing	General Donation	Domestic Violence	Rainy Day Fund	Animal Care Donation	Animal Control Special Project	Barrett Law Surplus	Totals
<u>Assets</u>												
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ 222,119	\$ 93	\$ 832,230	\$ 3,851	\$ 3,179,155	\$ 577,967	\$ 114,043	\$ 138,356	\$ 10,578,812
Receivables (net of allowances for uncollectibles):												
Taxes	-	-	-	-	-	-	543	5,606,258	-	-	-	5,606,801
Intergovernmental	-	14,752	910,579	-	-	102,916	-	-	-	-	-	3,282,791
Loans	-	-	935,829	-	-	4,560	-	-	-	-	-	5,028,195
Miscellaneous	54,611	-	-	650	-	2,000	-	-	-	-	-	349,619
Interfund receivable - pooled cash	-	-	-	-	-	-	-	1,209,078	-	-	-	1,209,078
Assets held for resale	-	-	-	-	-	-	-	-	-	-	-	2,082,746
Total assets	\$ 54,611	\$ 14,752	\$ 1,846,408	\$ 222,769	\$ 93	\$ 941,706	\$ 4,394	\$ 9,994,491	\$ 577,967	\$ 114,043	\$ 138,356	\$ 28,138,042
<u>Liabilities and fund balances</u>												
<u>Liabilities:</u>												
Accounts payable	\$ -	\$ 10,187	\$ 86,051	\$ 2,544	\$ -	\$ 404	\$ 2,164	\$ -	\$ 1,486	\$ 7,461	\$ -	\$ 511,521
Payroll withholdings payable	372	-	15	-	-	150	-	-	3,959	54	-	50,612
Contract payable	-	-	-	-	-	113,591	-	-	-	-	-	113,591
Retainage payable	-	-	-	-	-	-	-	-	-	-	-	53,062
Interfund payable - pooled cash	54,239	4,565	724,008	-	-	-	-	-	-	-	-	1,209,078
Due to other funds	-	-	-	-	-	111	-	-	-	-	96,772	96,883
Deferred revenue	-	-	185,877	-	-	83,772	543	-	-	-	-	870,622
Unearned revenue	-	-	-	-	-	-	-	-	-	-	-	3,328,272
Total liabilities	54,611	14,752	995,951	2,544	-	198,028	2,707	-	5,445	7,515	96,772	6,233,641
<u>Fund balances:</u>												
<u>Reserved for:</u>												
Encumbrances	-	19,500	748,941	-	-	293,103	-	-	2,053	3,465	-	3,928,983
Noncurrent loans receivable	-	-	-	-	-	-	-	-	-	-	-	3,230,451
Assets held for resale	-	-	-	-	-	-	-	-	-	-	-	2,082,746
<u>Unreserved, reported in:</u>												
Special revenue funds	-	(19,500)	101,516	220,225	93	450,575	1,687	9,994,491	570,469	103,063	41,584	12,662,221
Total fund balances	-	-	850,457	220,225	93	743,678	1,687	9,994,491	572,522	106,528	41,584	21,904,401
Total liabilities and fund balances	\$ 54,611	\$ 14,752	\$ 1,846,408	\$ 222,769	\$ 93	\$ 941,706	\$ 4,394	\$ 9,994,491	\$ 577,967	\$ 114,043	\$ 138,356	\$ 28,138,042

CITY OF FORT WAYNE
 COMBINING BALANCE SHEET
 NON-MAJOR CAPITAL PROJECTS FUNDS
 December 31, 2009

	Renaissance Pointe	Equipment Purchase	Cumulative Capital Improvement	Building Project	Barrett Law Commercial	Barrett Law Revolving Improvement	Totals
<u>Assets</u>							
Cash and cash equivalents	\$ 1,363,903	\$ 829,237	\$ 192,054	\$ 12,281,211	\$ 99,385	\$ 1,719,834	\$ 16,485,624
Receivables (net of allowances for uncollectibles):							
Assessments	-	-	-	-	9,596	2,359,966	2,369,562
Assets held for resale	1,721,526	-	-	-	-	-	1,721,526
Total assets	\$ 3,085,429	\$ 829,237	\$ 192,054	\$ 12,281,211	\$ 108,981	\$ 4,079,800	\$ 20,576,712
<u>Liabilities and fund balances</u>							
<u>Liabilities:</u>							
Accounts payable	\$ 126,753	\$ -	\$ 83,718	\$ -	\$ -	\$ -	\$ 210,471
Contracts payable	769,153	-	-	-	-	26,164	795,317
Retainage payable	149,358	-	-	-	-	4,258	153,616
Due to other funds	-	1,776	-	-	-	-	1,776
Deferred revenue	-	-	-	-	8,017	515,558	523,575
Total liabilities	1,045,264	1,776	83,718	-	8,017	545,980	1,684,755
<u>Fund balances:</u>							
<u>Reserved for:</u>							
Encumbrances	1,593,400	-	78,854	12,281,211	-	-	13,953,465
Assets held for resale	1,721,526	-	-	-	-	-	1,721,526
<u>Unreserved, reported in:</u>							
Capital projects funds	(1,274,761)	827,461	29,482	-	100,964	3,533,820	3,216,966
Total fund balances	2,040,165	827,461	108,336	12,281,211	100,964	3,533,820	18,891,957
Total liabilities and fund balances	\$ 3,085,429	\$ 829,237	\$ 192,054	\$ 12,281,211	\$ 108,981	\$ 4,079,800	\$ 20,576,712

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2009

	Parking Meter	Law Enforcement Training	Omnibus Crime	Cable Television	Community Development Block Grants	Reimbursable State Grants	Unsafe Building	DED International Trade	HOME	Affordable Housing Trust	Federal Revolving
Revenues:											
Taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Licenses and permits	-	106,362	-	1,079,648	-	-	-	-	-	-	-
Intergovernmental	-	-	70,666	-	1,531,289	1,356,995	-	-	1,030,441	-	1,704,494
Charges for services	216,563	177,716	-	-	309,694	-	56,387	-	645,709	149,159	1,041,996
Fines and forfeits	322,185	34,604	-	-	-	-	37,065	-	-	-	350,618
Other	2,802	1,564	-	652	120,543	-	832	11	369	687	3,725
Total revenues	541,550	320,246	70,666	1,080,300	1,961,526	1,356,995	94,284	11	1,676,519	149,846	3,100,833
Expenditures:											
Current:											
General government	562,409	-	-	931,028	-	-	-	-	-	-	1,649,363
Public safety	-	115,850	55,669	-	-	1,387,882	100,374	-	-	-	1,818,364
Health and welfare	-	-	-	-	-	-	-	-	-	-	-
Economic development	-	-	-	-	-	-	-	-	-	-	-
Urban redevelopment and housing	-	-	-	-	2,098,049	-	-	-	1,092,303	93,822	-
Total expenditures	562,409	115,850	55,669	931,028	2,098,049	1,387,882	100,374	-	1,092,303	93,822	3,467,727
Excess (deficiency) of revenues over (under) expenditures	(20,859)	204,396	14,997	149,272	(136,523)	(30,887)	(6,090)	11	584,216	56,024	(366,894)
Other financing sources (uses):											
Transfers in	700,000	-	923	-	-	51,342	-	-	-	-	114,336
Transfers out	-	(21,907)	-	(106,976)	-	(54,736)	-	-	-	-	(287,316)
Total other financing sources (uses)	700,000	(21,907)	923	(106,976)	-	(3,394)	-	-	-	-	(172,980)
Net change in fund balances	679,141	182,489	15,920	42,296	(136,523)	(34,281)	(6,090)	11	584,216	56,024	(539,874)
Fund balances - beginning	(554,331)	617,185	(15,920)	476,713	2,560,204	80,265	422,692	5,945	3,275,428	339,404	1,015,852
Fund balances - ending	\$ 124,810	\$ 799,674	\$ -	\$ 519,009	\$ 2,423,681	\$ 45,984	\$ 416,602	\$ 5,956	\$ 3,859,644	\$ 395,428	\$ 475,978

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
 NON-MAJOR SPECIAL REVENUE FUNDS
 For The Year Ended December 31, 2009

	Urban Development Action Grant	Urban Enterprise Association	Emergency Shelter Grant	Neighborhood Stabilization	Public Safety Academy	Central City Housing	General Donation	Domestic Violence	Rainy Day Fund	Animal Care Donation	Animal Control Special Project	Barrett Law Surplus	Totals
Revenues:													
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 1,000,000	\$ -	\$ -	\$ 8,974	\$ 5,606,258	\$ -	\$ -	\$ -	\$ 6,615,232
Licenses and permits	-	-	-	-	-	-	-	-	-	-	-	-	1,186,010
Intergovernmental	-	-	89,255	1,483,922	-	-	-	-	-	100,524	-	-	7,367,586
Charges for services	-	-	-	1,502,829	1,935	-	298,833	-	-	-	-	-	4,400,821
Fines and forfeits	-	-	-	-	-	-	32,374	-	-	-	-	-	776,846
Other	783	322,000	-	-	1,197,331	-	369,138	-	-	13,333	128,737	13,031	2,175,538
Total revenues	783	322,000	89,255	2,986,751	2,199,266	-	700,345	8,974	5,606,258	113,857	128,737	13,031	22,522,033
Expenditures:													
Current:													
General government	-	-	-	-	-	-	485,910	-	-	-	-	104,345	3,733,055
Public safety	-	-	-	-	1,577,479	-	422,228	7,179	-	-	-	-	5,485,025
Health and welfare	-	-	-	-	-	-	-	-	-	99,658	116,706	-	216,364
Economic development	198,156	322,000	-	-	-	-	75,631	-	-	-	-	-	595,787
Urban redevelopment and housing	-	-	89,255	2,136,294	-	-	-	-	-	-	-	-	5,509,723
Total expenditures	198,156	322,000	89,255	2,136,294	1,577,479	-	983,769	7,179	-	99,658	116,706	104,345	15,539,954
Excess (deficiency) of revenues over (under) expenditures	(197,373)	-	-	850,457	621,787	-	(283,424)	1,795	5,606,258	14,199	12,031	(91,314)	6,982,079
Other financing sources (uses):													
Transfers in	-	-	-	-	1,712,754	-	510,040	-	-	-	21,000	-	3,110,395
Transfers out	-	-	-	-	(2,097,000)	-	(1,151)	-	-	(21,000)	(5,416)	-	(2,595,502)
Total other financing sources (uses)	-	-	-	-	(384,246)	-	508,889	-	-	(21,000)	15,584	-	514,893
Net change in fund balances	(197,373)	-	-	850,457	237,541	-	225,465	1,795	5,606,258	(6,801)	27,615	(91,314)	7,496,972
Fund balances - beginning	503,743	-	-	-	(17,316)	93	518,213	(108)	4,388,233	579,323	78,913	132,898	14,407,429
Fund balances - ending	\$ 306,370	\$ -	\$ -	\$ 850,457	\$ 220,225	\$ 93	\$ 743,678	\$ 1,687	\$ 9,994,491	\$ 572,522	\$ 106,528	\$ 41,584	\$ 21,904,401

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENDITURES AND OTHER CHANGES IN FUND BALANCES
 NON-MAJOR CAPITAL PROJECTS FUNDS
 For The Year Ended December 31, 2009

	Renaissance Pointe	Equipment Purchase	Cumulative Capital Improvement	Building Project	Barrett Law Commercial	Barrett Law Revolving Improvement	Totals
Revenues:							
Special assessments	\$ -	\$ -	\$ -	\$ -	\$ 5,341	\$ 512,902	\$ 518,243
Intergovernmental	-	-	766,847	-	-	-	766,847
Other	5,524	4,831	1,441	2,267	-	15,174	29,237
Total revenues	<u>5,524</u>	<u>4,831</u>	<u>768,288</u>	<u>2,267</u>	<u>5,341</u>	<u>528,076</u>	<u>1,314,327</u>
Expenditures:							
Debt service:							
Principal	-	-	-	1,385,000	-	-	1,385,000
Interest	-	-	-	1,130,236	-	-	1,130,236
Bond issuance costs	-	-	-	68,471	-	-	68,471
Capital outlay	2,078,453	3,508,738	1,190,386	7,039,453	-	482,132	14,299,162
Total expenditures	<u>2,078,453</u>	<u>3,508,738</u>	<u>1,190,386</u>	<u>9,623,160</u>	<u>-</u>	<u>482,132</u>	<u>16,882,869</u>
Excess (deficiency) of revenues over (under) expenditures	<u>(2,072,929)</u>	<u>(3,503,907)</u>	<u>(422,098)</u>	<u>(9,620,893)</u>	<u>5,341</u>	<u>45,944</u>	<u>(15,568,542)</u>
Other financing sources (uses):							
Transfers in	-	-	900,000	2,962,000	-	-	3,862,000
Transfers out	-	-	(1,135,000)	-	-	-	(1,135,000)
Bond proceeds	-	-	-	16,495,000	-	-	16,495,000
Premiums on bonds sold	-	-	-	163,722	-	-	163,722
Capital leases issued	-	2,900,000	-	-	-	-	2,900,000
Total other financing sources (uses)	<u>-</u>	<u>2,900,000</u>	<u>(235,000)</u>	<u>19,620,722</u>	<u>-</u>	<u>-</u>	<u>22,285,722</u>
Net change in fund balances	(2,072,929)	(603,907)	(657,098)	9,999,829	5,341	45,944	6,717,180
Fund balances - beginning	<u>4,113,094</u>	<u>1,431,368</u>	<u>765,434</u>	<u>2,281,382</u>	<u>95,623</u>	<u>3,487,876</u>	<u>12,174,777</u>
Fund balances - ending	<u>\$ 2,040,165</u>	<u>\$ 827,461</u>	<u>\$ 108,336</u>	<u>\$ 12,281,211</u>	<u>\$ 100,964</u>	<u>\$ 3,533,820</u>	<u>\$ 18,891,957</u>

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009

	Parking Meter				Law Enforcement Training				Cable Television			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final			Original	Final		
Revenues:												
Licenses and permits	\$ -	\$ -	\$ -	\$ -	\$ 57,858	\$ 57,858	\$ 106,362	\$ 48,504	\$ 860,000	\$ 860,000	\$ 1,079,648	\$ 219,648
Charges for services	187,100	187,100	216,563	29,463	133,936	133,936	177,716	43,780	-	-	-	-
Fines and forfeits	-	-	322,185	322,185	40,183	40,183	34,604	(5,579)	-	-	-	-
Other	-	-	2,802	2,802	5,500	5,500	1,564	(3,936)	3,000	3,000	652	(2,348)
Total revenues	187,100	187,100	541,550	354,450	237,477	237,477	320,246	82,769	863,000	863,000	1,080,300	217,300
Expenditures:												
General government:												
Personal services	510,810	510,810	476,699	34,111	-	-	-	-	-	-	-	-
Supplies	24,392	24,392	11,052	13,340	-	-	-	-	800	800	-	800
Other services and charges	80,447	80,447	74,658	5,789	-	-	-	-	732,600	662,509	929,781	(267,272)
Capital outlay	-	-	-	-	-	-	-	-	10,000	10,000	1,247	8,753
Public safety:												
Other services and charges	-	-	-	-	206,000	177,798	115,850	61,948	-	-	-	-
Total expenditures	615,649	615,649	562,409	53,240	206,000	177,798	115,850	61,948	743,400	673,309	931,028	(257,719)
Other financing sources (uses):												
Transfers in	700,000	700,000	700,000	-	-	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	(21,907)	(21,907)	-	(45,000)	(45,000)	(106,976)	(61,976)
Total other financing sources (uses)	700,000	700,000	700,000	-	-	(21,907)	(21,907)	-	(45,000)	(45,000)	(106,976)	(61,976)
Net change in fund balances	271,451	271,451	679,141	407,690	31,477	37,772	182,489	144,717	74,600	144,691	42,296	(102,395)
Fund balances - beginning	(554,331)	(554,331)	(554,331)	-	617,185	617,185	617,185	-	476,713	476,713	476,713	-
Fund balances - ending	\$ (282,880)	\$ (282,880)	\$ 124,810	\$ 407,690	\$ 648,662	\$ 654,957	\$ 799,674	\$ 144,717	\$ 551,313	\$ 621,404	\$ 519,009	\$ (102,395)

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009

	Unsafe Building				Domestic Violence			
	Budgeted Amounts		Actual	Variance Positive (Negative)	Budgeted Amounts		Actual	Variance Positive (Negative)
	Original	Final			Original	Final		
Revenues:								
Taxes	\$ -	\$ -	\$ -	\$ -	\$ 9,421	\$ 9,421	\$ 8,974	\$ (447)
Charges for services	56,387	56,387	56,387	-	-	-	-	-
Fines and forfeits	37,065	37,065	37,065	-	-	-	-	-
Other	832	832	832	-	-	-	-	-
Total revenues	<u>94,284</u>	<u>94,284</u>	<u>94,284</u>	<u>-</u>	<u>9,421</u>	<u>9,421</u>	<u>8,974</u>	<u>(447)</u>
Expenditures:								
Public safety:								
Supplies	-	-	-	-	150	150	30	120
Other services and charges	<u>100,374</u>	<u>100,374</u>	<u>100,374</u>	<u>-</u>	<u>7,150</u>	<u>7,150</u>	<u>7,149</u>	<u>1</u>
Total expenditures	<u>100,374</u>	<u>100,374</u>	<u>100,374</u>	<u>-</u>	<u>7,300</u>	<u>7,300</u>	<u>7,179</u>	<u>121</u>
Net change in fund balances	(6,090)	(6,090)	(6,090)	-	2,121	2,121	1,795	(326)
Fund balances - beginning	<u>422,692</u>	<u>422,692</u>	<u>422,692</u>	<u>-</u>	<u>(108)</u>	<u>(108)</u>	<u>(108)</u>	<u>-</u>
Fund balances - ending	<u>\$ 416,602</u>	<u>\$ 416,602</u>	<u>\$ 416,602</u>	<u>\$ -</u>	<u>\$ 2,013</u>	<u>\$ 2,013</u>	<u>\$ 1,687</u>	<u>\$ (326)</u>

CITY OF FORT WAYNE
 BUDGETARY COMPARISON SCHEDULES
 OTHER NON-MAJOR BUDGETED GOVERNMENTAL FUNDS
 For The Year Ended December 31, 2009

	Cumulative Capital Improvement			Variance Positive (Negative)
	Budgeted Amounts		Actual	
	Original	Final		
Revenues:				
Intergovernmental	\$ 800,275	\$ 800,275	\$ 766,847	\$ (33,428)
Other	12,000	12,000	1,441	(10,559)
Total revenues	<u>812,275</u>	<u>812,275</u>	<u>768,288</u>	<u>(43,987)</u>
Expenditures:				
Capital outlay	<u>2,842,711</u>	<u>1,628,858</u>	<u>1,190,386</u>	<u>438,472</u>
Other financing sources (uses):				
Transfers in	1,415,000	1,415,000	900,000	(515,000)
Transfers out	<u>-</u>	<u>(1,135,000)</u>	<u>(1,135,000)</u>	<u>-</u>
Total other financing sources	<u>1,415,000</u>	<u>280,000</u>	<u>(235,000)</u>	<u>(515,000)</u>
Net change in fund balances	(615,436)	(536,583)	(657,098)	(120,515)
Fund balances - beginning	<u>765,434</u>	<u>765,434</u>	<u>765,434</u>	<u>-</u>
Fund balances - ending	<u>\$ 149,998</u>	<u>\$ 228,851</u>	<u>\$ 108,336</u>	<u>\$ (120,515)</u>

Non-major Proprietary Funds

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

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

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

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

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

Electric Utility – to account for lease payments from a private electric utility through the year 2010.

Yardwaste Facility – to account for the activities of the yard waste facility.

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

Group Health Insurance – to account for revenues and expenditures related to the employee medical insurance plan.

General and Auto Liability Insurance – to account for financial requirements to self-insure for general liability and automobile liability.

Worker's Compensation – to account for financial requirements to self-insure for worker's compensation liability.

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

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET ASSETS
 NON-MAJOR ENTERPRISE FUNDS
 December 31, 2009

	<u>Solid Waste Management</u>	<u>Civic Center Parking Garage</u>	<u>Midtowne Parking Garage</u>	<u>2001 Parking Garage Addition</u>	<u>Electric Utility</u>	<u>Yardwaste Facility</u>	<u>Totals</u>
Assets							
Current assets:							
Cash and cash equivalents	\$ 1,597,571	\$ 628,036	\$ 3,321	\$ -	\$ 464,490	\$ 226,486	\$ 2,919,904
Receivables:							
Accounts receivable (net of allowance for uncollectibles)	-	-	-	-	-	36,540	36,540
Miscellaneous receivable	5,345	-	14,284	-	-	-	19,629
Due from other funds	1,581,301	-	-	-	-	138	1,581,439
Prepaid expenses	24	2,232	-	-	-	86	2,342
	<u>3,184,241</u>	<u>630,268</u>	<u>17,605</u>	<u>-</u>	<u>464,490</u>	<u>263,250</u>	<u>4,559,854</u>
Total current assets							
Noncurrent assets:							
Restricted cash and cash equivalents	-	-	-	154,736	443,915	-	598,651
Restricted investments	-	-	-	-	32,490,225	-	32,490,225
Unamortized issuance cost	-	-	-	42,633	-	-	42,633
Capital assets:							
Land, improvements to land and construction in progress	-	997,802	-	-	110,703	168	1,108,673
Other capital assets (net of accumulated depreciation)	2,233,810	3,105,941	262,500	1,306,656	116,337	39,876	7,065,120
	<u>2,233,810</u>	<u>3,105,941</u>	<u>262,500</u>	<u>1,306,656</u>	<u>116,337</u>	<u>39,876</u>	<u>7,065,120</u>
Total noncurrent assets	<u>2,233,810</u>	<u>4,103,743</u>	<u>262,500</u>	<u>1,504,025</u>	<u>33,161,180</u>	<u>40,044</u>	<u>41,305,302</u>
Total assets	<u>5,418,051</u>	<u>4,734,011</u>	<u>280,105</u>	<u>1,504,025</u>	<u>33,625,670</u>	<u>303,294</u>	<u>45,865,156</u>
Liabilities							
Current liabilities:							
Accounts payable	650,203	-	-	-	132,339	24,843	807,385
Payroll withholdings payable	4,264	-	-	-	-	-	4,264
Due to other funds	25,153	-	-	-	429	6,270	31,852
Compensated absences payable - current portion	2,721	-	-	-	-	865	3,586
Capital lease payable - current portion	362,669	-	-	-	-	-	362,669
Loans payable - current portion	-	273,571	-	-	-	-	273,571
Revenue bonds payable - current portion	-	-	-	80,000	-	-	80,000
Accrued interest payable	32,064	-	-	31,719	-	-	63,783
Other current liabilities	-	-	-	-	150,145	1,024	151,169
	<u>1,077,074</u>	<u>273,571</u>	<u>-</u>	<u>111,719</u>	<u>282,913</u>	<u>33,002</u>	<u>1,778,279</u>
Total current liabilities							
Noncurrent liabilities:							
Compensated absences payable	-	-	-	-	-	890	890
Capital lease payable	1,996,432	-	-	-	-	-	1,996,432
Loans payable	-	820,714	-	-	-	-	820,714
Revenue bonds payable (net of discounts/premiums)	-	-	-	1,210,000	-	-	1,210,000
Other noncurrent liabilities	-	-	-	-	17,877	-	17,877
	<u>1,996,432</u>	<u>820,714</u>	<u>-</u>	<u>1,210,000</u>	<u>17,877</u>	<u>890</u>	<u>4,045,913</u>
Total noncurrent liabilities							
Total liabilities	<u>3,073,506</u>	<u>1,094,285</u>	<u>-</u>	<u>1,321,719</u>	<u>300,790</u>	<u>33,892</u>	<u>5,824,192</u>
Net assets							
Invested in capital assets, net of related debt	(125,291)	3,009,458	262,500	16,656	227,040	40,044	3,430,407
Restricted for:							
Debt service	-	-	-	165,650	-	-	165,650
Community trust	-	-	-	-	32,934,140	-	32,934,140
Unrestricted	2,469,836	630,268	17,605	-	163,700	229,358	3,510,767
	<u>2,344,545</u>	<u>3,639,726</u>	<u>280,105</u>	<u>182,306</u>	<u>33,324,880</u>	<u>269,402</u>	<u>40,040,964</u>
Total net assets							

CITY OF FORT WAYNE
 COMBINING STATEMENT OF NET ASSETS
 INTERNAL SERVICE FUNDS
 December 31, 2009

	Group Health Insurance	General and Auto Liability Insurance	Worker's Compensation	Garage	Totals
<u>Assets</u>					
Current assets:					
Cash and cash equivalents	\$ 1,289,035	\$ 800,238	\$ 959,214	\$ 944,002	\$ 3,992,489
Miscellaneous receivable	316,526	-	-	5,372	321,898
Due from other funds	-	-	-	126,512	126,512
Inventories	-	-	-	59,265	59,265
Prepaid expenses	24	24	24	171	243
	<u>1,605,585</u>	<u>800,262</u>	<u>959,238</u>	<u>1,135,322</u>	<u>4,500,407</u>
Total current assets					
Noncurrent assets:					
Capital assets:					
Land, improvements to land and construction in progress	-	-	-	27,277	27,277
Other capital assets (net of accumulated depreciation)	-	4,183	-	462,817	467,000
	<u>-</u>	<u>4,183</u>	<u>-</u>	<u>462,817</u>	<u>467,000</u>
Total noncurrent assets	<u>-</u>	<u>4,183</u>	<u>-</u>	<u>490,094</u>	<u>494,277</u>
Total assets	<u>1,605,585</u>	<u>804,445</u>	<u>959,238</u>	<u>1,625,416</u>	<u>4,994,684</u>
<u>Liabilities</u>					
Current liabilities:					
Accounts payable	379	143,902	7,333	413,634	565,248
Payroll withholdings payable	6,969	4,943	3,481	3,999	19,392
Compensated absences payable - current portion	-	4,708	1,407	15,620	21,735
Accrued group insurance benefits payable	2,207,152	-	-	-	2,207,152
Other current liabilities	-	645,936	71,760	43,098	760,794
	<u>-</u>	<u>645,936</u>	<u>71,760</u>	<u>43,098</u>	<u>760,794</u>
Total liabilities	<u>2,214,500</u>	<u>799,489</u>	<u>83,981</u>	<u>476,351</u>	<u>3,574,321</u>
<u>Net assets</u>					
Invested in capital assets, net of related debt	-	4,183	-	490,094	494,277
Unrestricted	(608,915)	773	875,257	658,971	926,086
	<u>(608,915)</u>	<u>773</u>	<u>875,257</u>	<u>658,971</u>	<u>926,086</u>
Total net assets	<u>\$ (608,915)</u>	<u>\$ 4,956</u>	<u>\$ 875,257</u>	<u>\$ 1,149,065</u>	<u>\$ 1,420,363</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 NON-MAJOR ENTERPRISE FUNDS
 For The Year Ended December 31, 2009

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Operating revenues:							
Charges for goods and services	\$ 10,769,150	\$ 738,804	\$ 83,523	\$ 80,000	\$ -	\$ 163,148	\$ 11,834,625
Leases	-	34,326	-	-	1,740,000	-	1,774,326
Total operating revenues	<u>10,769,150</u>	<u>773,130</u>	<u>83,523</u>	<u>80,000</u>	<u>1,740,000</u>	<u>163,148</u>	<u>13,608,951</u>
Operating expenses:							
Personnel services	228,334	-	-	-	-	11	228,345
Contractual services	8,465,720	328,922	-	-	-	93,212	8,887,854
Utilities	1,418	54,306	-	-	-	-	55,724
Administrative services	-	-	-	-	-	31,488	31,488
Other supplies and services	239,726	24,562	84,140	-	511,253	5,238	864,919
Insurance claims and premiums	275	4,200	-	-	-	-	4,475
Depreciation	406,066	303,477	12,500	42,150	108,260	5,633	878,086
Total operating expenses	<u>9,341,539</u>	<u>715,467</u>	<u>96,640</u>	<u>42,150</u>	<u>619,513</u>	<u>135,582</u>	<u>10,950,891</u>
Operating income (loss)	<u>1,427,611</u>	<u>57,663</u>	<u>(13,117)</u>	<u>37,850</u>	<u>1,120,487</u>	<u>27,566</u>	<u>2,658,060</u>
Nonoperating revenues (expenses):							
Interest and investment revenue	3,131	243	17	278	7,053,360	-	7,057,029
Miscellaneous revenue	4,215	-	-	-	-	-	4,215
Interest expense	(79,600)	-	-	(69,350)	-	-	(148,950)
Amortization of debt issuance costs	-	-	-	(3,553)	-	-	(3,553)
Miscellaneous expense	-	-	-	-	(37,140)	(14)	(37,154)
Total nonoperating revenue (expenses)	<u>(72,254)</u>	<u>243</u>	<u>17</u>	<u>(72,625)</u>	<u>7,016,220</u>	<u>(14)</u>	<u>6,871,587</u>
Income (loss) before transfers	1,355,357	57,906	(13,100)	(34,775)	8,136,707	27,552	9,529,647
Transfers in	-	-	-	70,000	-	-	70,000
Transfers out	<u>(766,483)</u>	<u>(70,000)</u>	<u>-</u>	<u>-</u>	<u>(900,000)</u>	<u>-</u>	<u>(1,736,483)</u>
Change in net assets	588,874	(12,094)	(13,100)	35,225	7,236,707	27,552	7,863,164
Total net assets - beginning	<u>1,755,671</u>	<u>3,651,820</u>	<u>293,205</u>	<u>147,081</u>	<u>26,088,173</u>	<u>241,850</u>	<u>32,177,800</u>
Total net assets - ending	<u>\$ 2,344,545</u>	<u>\$ 3,639,726</u>	<u>\$ 280,105</u>	<u>\$ 182,306</u>	<u>\$ 33,324,880</u>	<u>\$ 269,402</u>	<u>\$ 40,040,964</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS
 INTERNAL SERVICE FUNDS
 For The Year Ended December 31, 2009

	Group Health Insurance	General and Auto Liability Insurance	Worker's Compensation	Garage	Totals
Operating revenues:					
Charges for goods and services	\$ -	\$ -	\$ -	\$ 6,060,689	\$ 6,060,689
City contributions	19,648,470	1,832,144	649,059	-	22,129,673
Employee contributions	699,553	-	-	-	699,553
Total operating revenues	20,348,023	1,832,144	649,059	6,060,689	28,889,915
Operating expenses:					
Personnel services	138,187	184,525	121,183	210,242	654,137
Contractual services	17,980	1,376,464	182,281	3,496,525	5,073,250
Utilities	784	952	207	54,479	56,422
Other supplies and services	5,405	3,367	11,550	2,123,730	2,144,052
Insurance claims and premiums	22,012,515	1,183,446	432,439	1,261	23,629,661
Depreciation	-	2,952	-	52,218	55,170
Total operating expenses	22,174,871	2,751,706	747,660	5,938,455	31,612,692
Operating income (loss)	(1,826,848)	(919,562)	(98,601)	122,234	(2,722,777)
Nonoperating revenues:					
Interest and investment revenue	6,799	355	28	1,515	8,697
Miscellaneous revenue	376,585	116,337	20,053	13,283	526,258
Total nonoperating revenues	383,384	116,692	20,081	14,798	534,955
Income before transfers	(1,443,464)	(802,870)	(78,520)	137,032	(2,187,822)
Transfers in	-	1,200,000	-	-	1,200,000
Change in net assets	(1,443,464)	397,130	(78,520)	137,032	(987,822)
Total net assets - beginning	834,549	(392,174)	953,777	1,012,033	2,408,185
Total net assets - ending	\$ (608,915)	\$ 4,956	\$ 875,257	\$ 1,149,065	\$ 1,420,363

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CASH FLOWS
 NON-MAJOR ENTERPRISE FUNDS
 For The Year Ended December 31, 2009

	Solid Waste Management	Civic Center Parking Garage	Midtowne Parking Garage	2001 Parking Garage Addition	Electric Utility	Yardwaste Facility	Totals
Cash flows from operating activities:							
Receipts from customers and users	\$ 10,796,707	\$ 775,990	\$ 82,767	\$ 80,000	\$ -	\$ 158,113	\$ 11,893,577
Receipts from leases	-	-	-	-	1,740,000	-	1,740,000
Payments to suppliers	(8,720,177)	(411,990)	(84,140)	-	(316,263)	(108,615)	(9,641,185)
Payments to employees	(228,222)	-	-	-	(3,770)	(11)	(232,003)
Other receipts (payments)	-	-	-	-	-	44	44
Net cash provided (used) by operating activities	1,848,308	364,000	(1,373)	80,000	1,419,967	49,531	3,760,433
Cash flows from noncapital financing activities:							
Transfer from other funds	-	-	-	70,000	-	-	70,000
Transfer to other funds	(766,483)	(70,000)	-	-	(900,000)	-	(1,736,483)
Net cash provided (used) by noncapital financing activities	(766,483)	(70,000)	-	70,000	(900,000)	-	(1,666,483)
Cash flows from capital and related financing activities:							
Acquisition and construction of capital assets	-	-	-	-	-	(2,279)	(2,279)
Principal paid on capital debt	(351,343)	(273,572)	-	(75,000)	-	-	(699,915)
Interest paid on capital debt	(79,600)	-	-	(70,955)	-	-	(150,555)
Net cash used by capital and related financing activities	(430,943)	(273,572)	-	(145,955)	-	(2,279)	(852,749)
Cash flows from investing activities:							
Proceeds from sales and maturities of investments	-	-	-	-	2,973,059	-	2,973,059
Purchase of investments	-	-	-	-	(3,706,785)	-	(3,706,785)
Investment income received	3,131	243	17	278	870,159	-	873,828
Net cash provided by investing activities	3,131	243	17	278	136,433	-	140,102
Net increase (decrease) in cash and cash equivalents	654,013	20,671	(1,356)	4,323	656,400	47,252	1,381,303
Cash and cash equivalents, January 1	943,558	607,365	4,677	150,413	252,005	179,234	2,137,252
Cash and cash equivalents, December 31	\$ 1,597,571	\$ 628,036	\$ 3,321	\$ 154,736	\$ 908,405	\$ 226,486	\$ 3,518,555
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:							
Operating income (loss)	\$ 1,427,611	\$ 57,663	\$ (13,117)	\$ 37,850	\$ 1,120,487	\$ 27,566	\$ 2,658,060
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities:							
Nonoperating revenue	4,215	-	-	-	-	-	4,215
Depreciation expense	406,066	303,477	12,500	42,150	108,260	5,633	878,086
(Increase) decrease in assets:							
Miscellaneous receivable	(4,195)	2,860	(756)	-	-	(5,035)	(7,126)
Due from other funds	27,537	-	-	-	-	-	27,537
Due to other funds	-	-	-	-	-	-	-
Other assets	-	-	-	-	-	44	44
Prepaid items	(11)	-	-	-	-	-	(11)
Increase (decrease) in liabilities:							
Due to other funds	25,153	-	-	-	-	-	25,153
Accounts payable and other liabilities	(42,444)	-	-	-	191,220	21,323	170,099
Payroll withholdings payable	4,264	-	-	-	-	-	4,264
Contracts payable	-	-	-	-	-	-	-
Compensated absences payable	112	-	-	-	-	-	112
Total adjustments	420,697	306,337	11,744	42,150	299,480	21,965	1,102,373
Net cash provided (used) by operating activities	\$ 1,848,308	\$ 364,000	\$ (1,373)	\$ 80,000	\$ 1,419,967	\$ 49,531	\$ 3,760,433
Noncash investing, capital and financing activities:							
Unrealized gain on investments	\$ -	\$ -	\$ -	\$ -	\$ 7,694,212	\$ -	\$ 7,694,212

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CASH FLOWS
 INTERNAL SERVICE FUNDS
 For The Year Ended December 31, 2009

	Group Health Insurance	General and Auto Liability Insurance	Worker's Compensation	Garage	Totals
Cash flows from operating activities:					
Receipts from customers and users	\$ 20,765,307	\$ 1,948,481	\$ 669,112	\$ 6,053,872	\$ 29,436,772
Payments to suppliers	(22,860,840)	(2,283,387)	(624,086)	(5,718,303)	(31,486,616)
Payments to employees	(138,187)	(183,587)	(122,894)	(217,404)	(662,072)
Net cash provided (used) by operating activities	(2,233,720)	(518,493)	(77,868)	118,165	(2,711,916)
Cash flows from noncapital financing activities:					
Transfer from other funds	-	1,200,000	-	-	1,200,000
Cash flows from capital and related financing activities:					
Acquisition and construction of capital assets	-	-	-	(24,049)	(24,049)
Principal paid on capital debt	-	-	-	(29,571)	(29,571)
Net cash used by capital and related financing activities	-	-	-	(53,620)	(53,620)
Cash flows from investing activities:					
Investment income received	6,799	355	28	1,515	8,697
Net increase (decrease) in cash and cash equivalents	(2,226,921)	681,862	(77,840)	66,060	(1,556,839)
Cash and cash equivalents, January 1	3,515,956	118,376	1,037,054	877,942	5,549,328
Cash and cash equivalents, December 31	\$ 1,289,035	\$ 800,238	\$ 959,214	\$ 944,002	\$ 3,992,489
Reconciliation of operating income (loss) to net cash provided (used) by operating activities:	1,289,034	800,238	959,238	944,002	
Operating income (loss)	\$ (1,826,848)	\$ (919,562)	\$ (98,601)	\$ 122,234	\$ (2,722,777)
Adjustments to reconcile operating income to net cash provided (used) by operating activities:					
Nonoperating revenue	376,585	116,337	20,053	13,283	526,258
Depreciation expense	-	2,952	-	52,218	55,170
(Increase) decrease in assets:					
Miscellaneous receivable	40,699	-	-	(1,743)	38,956
Due from other funds	-	-	-	(18,358)	(18,358)
Inventories	-	-	-	(30,218)	(30,218)
Prepaid items	(24)	(19)	(24)	(128)	(195)
Increase (decrease) in liabilities:					
Accounts payable and other liabilities	(478,800)	275,918	(1,066)	(15,960)	(219,908)
Payroll withholdings payable	6,969	4,943	3,481	3,999	19,392
Accrued group insurance benefits	(352,301)	-	-	-	(352,301)
Compensated absences payable	-	938	(1,711)	(7,162)	(7,935)
Total adjustments	(406,872)	401,069	20,733	(4,069)	10,861
Net cash provided (used) by operating activities	\$ (2,233,720)	\$ (518,493)	\$ (77,868)	\$ 118,165	\$ (2,711,916)

Non-major Fiduciary Funds

Pension Trust Funds – used to report resources that are required to be held in trust for the members and beneficiaries of defined benefit pension plans. The City maintains the following non-major pension trust funds:

Fire Pension – to account for the provision of retirement and disability benefits to firefighters hired prior to May 1, 1977.

Police Pension – to account for the provision of retirement and disability benefits to police officers hired prior to May 1, 1977.

Sanitary Officers' Pension – to account for the provision of retirement and disability benefits to employees of the County Health departments.

Agency Funds – used to account for resources that are custodial in nature. They generally are amounts held by the City on behalf of third parties. The City maintains the following non-major agency funds.

FWNP Program – to account for housing rehab loans turned over to the City by Fort Wayne Neighborhood Partnership.

Allocated Expense Clearing – to account for revenues allocated from various internal funds to be expended as one unit cost.

Payroll – to account for payroll of City and City Utilities employees.

Barrett Law Regular Waivered – to account for property owner assessment receipts held by the City as agent for the repayment of related contractor Barrett Law Bonds.

CITY OF FORT WAYNE
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 PENSION TRUST FUNDS
 December 31, 2009

	Pension Trust Funds			Totals
	Fire Pension	Police Pension	Sanitary Officers' Pension	
<u>Assets</u>				
Cash and cash equivalents	\$ 1,787,562	\$ 2,612,791	\$ 74,427	\$ 4,474,780
Receivables:				
Taxes	-	-	27,108	27,108
Total assets	<u>1,787,562</u>	<u>2,612,791</u>	<u>101,535</u>	<u>4,501,888</u>
<u>Liabilities</u>				
Payroll withholdings payable	<u>16,081</u>	<u>19,531</u>	<u>1,585</u>	<u>37,197</u>
<u>Net assets</u>				
Held in trust for:				
Employees' pension benefits	<u>\$ 1,771,481</u>	<u>\$ 2,593,260</u>	<u>\$ 99,950</u>	<u>\$ 4,464,691</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF FIDUCIARY NET ASSETS
 AGENCY FUNDS
 December 31, 2009

	Agency Funds				Totals
	FWNP Program	Allocated Expense Clearing	Payroll	Barrett Law Regular Waivered	
<u>Assets</u>					
Cash and cash equivalents	\$ 20,382	\$ 9,060	\$ -	\$ -	\$ 29,442
Receivables:					
Loans	<u>122,542</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>122,542</u>
Total assets	<u>\$ 142,924</u>	<u>\$ 9,060</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,984</u>
<u>Liabilities</u>					
Accounts payable	<u>\$ 142,924</u>	<u>\$ 9,060</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 151,984</u>

CITY OF FORT WAYNE
 COMBINING STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
 PENSION TRUST FUNDS
 For The Year Ended December 31, 2009

	Fire Pension	Police Pension	Sanitary Officers' Pension	Totals
<u>Additions</u>				
Contributions:				
Employer	\$ 7,770,631	\$ 7,914,804	\$ 458,842	\$ 16,144,277
Plan members	-	3,509	-	3,509
Other	-	13,933	-	13,933
Investment income:				
Interest	<u>2,525</u>	<u>4,026</u>	<u>62</u>	<u>6,613</u>
Total additions	<u>7,773,156</u>	<u>7,936,272</u>	<u>458,904</u>	<u>16,168,332</u>
<u>Deductions</u>				
Benefits and refunds paid to plan members and beneficiaries	7,401,146	7,764,022	532,609	15,697,777
Administrative expenses	<u>20,834</u>	<u>20,805</u>	<u>3,711</u>	<u>45,350</u>
Total deductions	<u>7,421,980</u>	<u>7,784,827</u>	<u>536,320</u>	<u>15,743,127</u>
Changes in net assets	351,176	151,445	(77,416)	425,205
Net assets - beginning	<u>1,420,305</u>	<u>2,441,815</u>	<u>177,366</u>	<u>4,039,486</u>
Net assets - ending	<u>\$ 1,771,481</u>	<u>\$ 2,593,260</u>	<u>\$ 99,950</u>	<u>\$ 4,464,691</u>

CITY OF FORT WAYNE
SCHEDULE OF CHANGES IN ASSETS AND LIABILITIES
AGENCY FUNDS
For The Year Ended December 31, 2009

	FWNP Program	Allocated Expense Clearing	Payroll	Barrett Law Regular Waivered	Totals
Assets:					
Cash and cash equivalents - January 1, 2009	\$ 23,318	\$ 50,132	\$ 4,495,437	\$ 1,397	\$ 4,570,284
Additions	12,919	449,284	36,755,882	-	37,218,085
Deductions	<u>(15,855)</u>	<u>(490,356)</u>	<u>(41,251,319)</u>	<u>(1,397)</u>	<u>(41,758,927)</u>
Cash and cash equivalents - December 31, 2009	<u>20,382</u>	<u>9,060</u>	<u>-</u>	<u>-</u>	<u>29,442</u>
Investments - January 1, 2009	-	-	-	5,000	5,000
Additions	-	-	-	-	-
Deductions	<u>-</u>	<u>-</u>	<u>-</u>	<u>(5,000)</u>	<u>(5,000)</u>
Investments - December 31, 2009	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Other assets - January 1, 2009	309,376	-	-	-	309,376
Additions	56,486	-	1,074	-	57,560
Deductions	<u>(243,320)</u>	<u>-</u>	<u>(1,074)</u>	<u>-</u>	<u>(244,394)</u>
Other assets - December 31, 2009	<u>122,542</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>122,542</u>
Total assets - December 31, 2009	<u><u>\$ 142,924</u></u>	<u><u>\$ 9,060</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 151,984</u></u>
Liabilities:					
Payables - January 1, 2009	\$ 332,694	\$ 50,132	\$ 4,495,437	\$ 6,397	\$ 4,884,660
Additions	182,813	939,640	76,121,157	-	77,243,610
Deductions	<u>(372,583)</u>	<u>(980,712)</u>	<u>(80,616,594)</u>	<u>(6,397)</u>	<u>(81,976,286)</u>
Payables - December 31, 2009	<u>142,924</u>	<u>9,060</u>	<u>-</u>	<u>-</u>	<u>151,984</u>
Total liabilities - December 31, 2009	<u><u>\$ 142,924</u></u>	<u><u>\$ 9,060</u></u>	<u><u>\$ -</u></u>	<u><u>\$ -</u></u>	<u><u>\$ 151,984</u></u>

(This page intentionally left blank)

STATISTICAL SECTION



Statistical Section

This part of the City of Fort Wayne's Comprehensive Annual Financial Report presents detailed information as a context for understanding what the information in the Financial Statements, Note Disclosures, and Required Supplementary Information says about the overall financial health of Fort Wayne.

Contents

Schedule

Financial Trends

These schedules contain trend information to help the reader understand how Fort Wayne's financial performance and well-being has changed over time.

1, 2, 3, 4

Revenue Capacity

These schedules contain information to help the reader assess the factors affecting Fort Wayne's ability to generate its property taxes.

5, 6, 7, 8,
9, 10

Debt Capacity

These schedules present information to help the reader assess the affordability of Fort Wayne's current levels of outstanding debt and the city's ability to issue additional debt in the future.

11, 12, 13, 14
15

Demographic and Economic Information

These schedules offer demographic and economic indicators to help the reader understand the environment within which Fort Wayne's financial activities take place and to help make comparisons over time and with other governments.

16, 17

Operating Information

These schedules contain information about Fort Wayne's operations and resources to help the reader understand how the city's financial information relates to the services Fort Wayne provides and the activities it performs.

18, 19, 20

Schedule 1
City of Fort Wayne
Net Assets by Component,
Last Eight Fiscal Years
(accrual basis of accounting)

	FISCAL YEAR							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Governmental activities								
Invested in capital assets, net of related debt	\$ 447,900,757	\$ 474,569,833	\$ 508,789,081	\$ 458,516,651	\$ 533,702,894	\$ 589,350,242	\$ 607,547,297	\$ 618,276,569
Restricted	-	(65,058,338)	-	-	-	-	-	-
Unrestricted	18,026,535	47,479,838	(23,697,714)	19,367,230	26,886,506	(2,400,493)	360,631	88,388,510
Total governmental activities net assets	<u>\$ 465,927,292</u>	<u>\$ 456,991,333</u>	<u>\$ 485,091,367</u>	<u>\$ 477,883,881</u>	<u>\$ 560,589,400</u>	<u>\$ 586,949,749</u>	<u>\$ 607,907,928</u>	<u>\$ 706,665,079</u>
Business-type activities								
Invested in capital assets, net of related debt	\$ 282,748,586	\$ 303,383,318	\$ 328,189,954	\$ 349,671,981	\$ 320,404,006	\$ 386,420,190	\$ 402,815,943	\$ 414,351,923
Restricted	42,617,304	43,828,934	46,047,504	46,839,484	96,920,622	110,423,778	43,201,025	51,704,050
Unrestricted	27,797,668	25,694,838	14,607,656	14,560,385	9,776,256	(48,810,671)	8,706,741	5,788,191
Total business-type activities net assets	<u>\$ 353,163,558</u>	<u>\$ 372,907,090</u>	<u>\$ 388,845,114</u>	<u>\$ 411,071,850</u>	<u>\$ 427,100,884</u>	<u>\$ 448,033,297</u>	<u>\$ 454,723,709</u>	<u>\$ 471,844,164</u>
Primary government								
Invested in capital assets, net of related debt	\$ 730,649,343	\$ 777,953,151	\$ 836,979,035	\$ 808,188,632	\$ 854,106,900	\$ 975,770,432	\$ 1,010,363,240	\$ 1,032,628,492
Restricted	42,617,304	(21,229,404)	46,047,504	46,839,484	96,920,622	110,423,778	43,201,025	51,704,050
Unrestricted	45,824,203	73,174,676	(9,090,058)	33,927,615	36,662,762	(51,211,164)	9,067,372	94,176,701
Total primary government net assets	<u>\$ 819,090,850</u>	<u>\$ 829,898,423</u>	<u>\$ 873,936,481</u>	<u>\$ 888,955,731</u>	<u>\$ 987,690,284</u>	<u>\$ 1,034,983,046</u>	<u>\$ 1,062,631,637</u>	<u>\$ 1,178,509,243</u>

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 2
City of Fort Wayne
Changes in Net Assets,
Last Eight Fiscal Years
(accrual basis of accounting)

	FISCAL YEAR							
	2002	2003	2004	2005	2006	2007	2008	2009
Expenses								
Governmental activities:								
General government	\$ 29,474,256	\$ 32,060,690	\$ 33,415,208	\$ 36,908,051	\$ 34,267,228	\$ 43,293,115	\$ 46,912,125	\$ 42,499,929
Public safety	35,038,719	91,028,917 (A)	80,775,673	80,640,428	85,874,761	73,322,973	89,437,205	91,472,609
Highways and streets	19,642,865	21,542,069	16,275,839	15,420,566	16,622,514	18,421,359	16,182,347	15,232,445
Sanitation	24,333	2,416	11,650	3,200	-	-	-	-
Health and welfare	1,783,695	1,874,292	1,978,936	1,913,439	2,048,561	2,061,814	2,241,770	2,208,504
Economic opportunity	585,519	537,038	539,527	563,393	633,818	676,725	581,361	614,539
Economic development	2,704,968	12,224,524	12,807,160	17,909,374	14,280,814	16,881,930	14,195,896	21,003,458
Culture and recreation	15,921,185	15,503,106	15,208,568	14,055,443	15,147,975	16,713,524	18,464,611	16,239,119
Urban redevelopment and housing	3,553,529	8,018,354	7,725,149	10,420,374	12,274,740	13,925,691	9,880,650	11,556,347
Capital outlay	21,974,015	-	-	-	-	-	-	-
Interest on long-term debt	2,325,047	-	2,343,378	3,275,178	3,345,188	5,059,418	4,897,612	6,595,660
Total governmental activities expenses	133,028,131	182,791,406	171,081,088	181,109,446	184,495,599	190,356,549	202,793,577	207,422,610
Business-type activities:								
Water	19,456,284	19,640,535	20,118,692	20,937,933	22,097,610	23,967,328	25,534,359	27,115,430
Wastewater	21,087,290	20,479,191	21,581,577	22,897,615	25,818,890	25,070,120	27,108,486	30,155,146
Stormwater	3,969,682	4,722,977	5,129,101	5,455,740	6,790,476	8,524,119	9,297,028	8,814,871
Parking garages	962,203	930,172	1,066,214	872,193	856,677	870,496	1,103,152	927,160
Solid waste	5,921,695	6,639,150	6,620,643	6,433,915	9,198,279	9,685,013	9,173,713	9,421,139
Other	1,062,046	510,025	906,619	567,938	548,601	601,180	789,263	792,249
Total business-type activities expenses	52,459,200	52,922,050	55,422,846	57,165,334	65,310,533	68,718,256	73,006,001	77,225,995
Total primary government expenses	\$ 185,487,331	\$ 235,713,456	\$ 226,503,934	\$ 238,274,780	\$ 249,806,132	\$ 259,074,805	\$ 275,799,578	\$ 284,648,605
Program Revenues								
Governmental activities:								
Charges for services:								
General government	\$ 22,078,050	\$ 25,809,371	\$ 26,065,716	\$ 14,782,844	\$ 16,928,556	\$ 15,541,243	\$ 19,576,653	\$ 16,211,704
Public safety	1,040,018	1,033,709	1,084,587	1,794,739	1,998,386	3,669,870	3,466,134	2,784,920
Highways and streets	2,593,991	3,788,484	2,749,257	4,731,776	1,927,137	2,796,825	2,527,736	3,534,887
Sanitation	-	-	-	-	-	-	-	-
Health and welfare	326,693	354,641	369,635	415,067	410,062	402,630	415,483	-
Economic opportunity	-	-	750	9,500	-	-	-	-
Economic development	393,043	515,399	412,003	291,359	272,422	294,763	238,750	358,399
Culture and recreation	4,489,757	4,542,137	4,919,555	5,039,482	4,095,331	3,629,892	3,912,244	3,420,932
Urban redevelopment and housing	-	62,746	67,143	83,523	84,484	191,034	35,873	585,395
Capital outlay	2,742,904	-	-	-	-	-	-	-
Interest on long-term debt	-	-	-	-	-	-	-	-
Operating grants and contributions	19,665,141	21,993,897	20,073,260	19,726,510	24,136,110	29,823,769	26,297,770	26,007,077
Capital grants and contributions	-	-	-	-	83,827,988	-	-	-
Total governmental activities program revenues	53,329,597	58,100,384	55,741,906	46,874,800	133,680,476	56,350,026	56,470,643	52,903,314
Business-type activities:								
Charges for services:								
Water	24,454,057	24,049,050	24,006,361	24,840,923	25,849,920	30,122,226	31,592,716	31,275,117
Wastewater	29,777,177	28,386,482	29,123,296	30,797,618	28,495,423	34,681,439	34,108,946	36,112,762
Stormwater	4,818,263	5,063,904	5,242,971	5,842,887	9,440,089	9,386,794	9,639,442	9,838,056
Parking garages	1,188,968	972,886	890,030	814,664	824,206	941,558	846,423	936,653
Solid waste	6,086,845	6,397,489	6,763,694	8,090,087	9,179,821	9,191,668	10,756,633	10,769,150
Other	1,823,471	1,859,519	1,831,641	1,835,883	1,928,780	1,847,590	1,880,703	1,903,148
Operating grants and contributions	-	-	-	-	-	-	-	-
Capital grants and contributions	6,014,432	7,451,375	4,237,355	7,657,241	4,812,222	2,261,521	4,042,688	2,051,375
Total business-type activities program revenues	74,163,213	74,180,705	72,095,348	79,879,303	80,530,461	88,432,796	92,867,551	92,886,261
Total primary government program revenues	\$ 127,492,810	\$ 132,281,089	\$ 127,837,254	\$ 126,754,103	\$ 214,210,937	\$ 144,782,822	\$ 149,338,194	\$ 145,789,575

Continued on next page

Schedule 2
City of Fort Wayne
Changes in Net Assets,
Last Eight Fiscal Years
(accrual basis of accounting)

	FISCAL YEAR							
	2002	2003	2004	2005	2006	2007	2008	2009
Net (Expense)/Revenue								
Governmental activities	\$ (79,698,534)	\$ (124,691,022)	\$ (115,339,182)	\$ (134,234,646)	\$ (50,815,123)	\$ (134,006,523)	\$ (146,322,934)	\$ (154,519,296)
Business-type activities	21,704,013	21,258,655	16,672,502	22,713,969	15,219,928	19,714,540	19,861,550	15,660,266
Total primary government net expense	<u>\$ (57,994,521)</u>	<u>\$ (103,432,367)</u>	<u>\$ (98,666,680)</u>	<u>\$ (111,520,677)</u>	<u>\$ (35,595,195)</u>	<u>\$ (114,291,983)</u>	<u>\$ (126,461,384)</u>	<u>\$ (138,859,030)</u>
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Taxes								
Property Taxes	\$ 61,745,606	\$ 59,519,121	\$ 80,344,000 (B)	\$ 76,008,208	\$ 81,710,470	\$ 101,530,616	\$ 101,143,807	\$ 106,258,189
CEDIT	14,211,116	14,514,745	15,830,142	16,206,853	18,559,384	22,639,824	26,043,765	21,597,717
Shared revenues	-	-	-	-	-	-	-	10,598,990
Other tax	17,376,009	18,754,745	18,222,124	23,368,053	19,465,162	22,721,936	25,611,516	14,657,823
Grants and contributions not restricted to a specific program	-	14,096,020	20,608,081	-	-	-	-	-
Unrestricted investment earnings	1,410,177	655,507	538,372	2,057,818	3,501,707	2,648,235	1,203,254	133,281
Refunds and reimbursements	414,771	783,150	239,812	551,582	676,499	554,435	447,443	-
Other	1,614,300	2,739,993	3,678,570	4,564,806	4,538,422	5,329,916	7,420,643	5,001,387
Transfers	179,774	4,691,782	3,978,115	4,269,840	5,068,998	4,941,910	5,410,685	5,913,483
Special items:								
Net pension obligation	(2,703,416)	-	-	-	-	-	-	-
Total governmental activities	<u>94,248,337</u>	<u>115,755,063</u>	<u>143,439,216</u>	<u>127,027,160</u>	<u>133,520,642</u>	<u>160,366,872</u>	<u>167,281,113</u>	<u>164,160,870</u>
Business-type activities:								
Unrealized gain	-	3,385,848	1,505,331	-	-	-	-	-
Unrestricted investment earnings	1,808,555	1,711,378	1,584,415	3,745,919	5,871,663	6,925,750	(7,760,453)	7,369,457
Other	27,352	19,767	153,891	36,688	6,441	-	-	4,215
Transfers	(179,774)	(4,691,782)	(3,978,115)	(4,269,840)	(5,068,998)	(4,941,910)	(5,410,685)	(5,913,483)
Special items:								
Loss on abandonment	-	(1,940,334)	-	-	-	-	-	-
Change in accounting estimate	-	-	-	-	-	(765,967)	-	-
Unrealized loss	(2,374,026)	-	-	-	-	-	-	-
Total business-type activities	<u>(717,893)</u>	<u>(1,515,123)</u>	<u>(734,478)</u>	<u>(487,233)</u>	<u>809,106</u>	<u>1,217,873</u>	<u>(13,171,138)</u>	<u>1,460,189</u>
Total primary government	<u>\$ 93,530,444</u>	<u>\$ 114,239,940</u>	<u>\$ 142,704,738</u>	<u>\$ 126,539,927</u>	<u>\$ 134,329,748</u>	<u>\$ 161,584,745</u>	<u>\$ 154,109,975</u>	<u>\$ 165,621,059</u>
Change in Net Assets								
Governmental activities	\$ 14,549,803	\$ (8,935,959)	\$ 28,100,034	\$ (7,207,486)	\$ 82,705,519 (C)	\$ 26,360,349	\$ 20,958,179	\$ 9,641,574
Business-type activities	20,986,120	19,743,532	15,938,024	22,226,736	16,029,034	20,932,413	6,690,412	17,120,455
Total primary government	<u>\$ 35,535,923</u>	<u>\$ 10,807,573</u>	<u>\$ 44,038,058</u>	<u>\$ 15,019,250</u>	<u>\$ 98,734,553</u>	<u>\$ 47,292,762</u>	<u>\$ 27,648,591</u>	<u>\$ 26,762,029</u>

(A) Increase in 2003 is mainly due to the staffing of two new fire stations in preparation for 2004 annexations.

(B) Increase from 2003 to 2004 is due to the reassessment in 2003 and the annexations that became effective in 2004.

(C) Increase from 2005 to 2006 is mainly due to the annexation of Aboite township which resulted in additional road infrastructure.

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 3
City of Fort Wayne
Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

	FISCAL YEAR							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Fund								
Reserved	\$ 1,092,444	\$ 873,348	\$ 833,316	\$ 370,046	\$ 567,547	\$ 773,156	\$ 441,349	\$ 237,956
Unreserved	13,412,055	3,296,417	9,730,849	12,332,693	10,430,841	13,748,285	17,523,205	22,120,466
Total general fund	<u>\$ 14,504,499</u>	<u>\$ 4,169,765</u>	<u>\$ 10,564,165</u>	<u>\$ 12,702,739</u>	<u>\$ 10,998,388</u>	<u>\$ 14,521,441</u>	<u>\$ 17,964,554</u>	<u>\$ 22,358,422</u>
All Other Governmental Funds								
Reserved	\$ 13,078,526	\$ 11,616,607	\$ 18,881,377	\$ 18,039,151	\$ 17,005,413	\$ 35,711,349	\$ 23,859,569	\$ 40,286,861
Unreserved, reported in:								
Special revenue funds	17,376,722	7,178,464	9,288,118	20,971,859	16,538,405	15,149,846	21,134,098	20,360,573
Capital projects funds	28,954,802	25,213,460	19,499,885	59,135,314	75,742,600	35,469,432	41,320,714	54,296,240
Total all other governmental funds	<u>\$ 59,410,050</u>	<u>\$ 44,008,531</u>	<u>\$ 47,669,380</u>	<u>\$ 98,146,324</u>	<u>\$ 109,286,418</u>	<u>\$ 86,330,627</u>	<u>\$ 86,314,381</u>	<u>\$ 114,943,674</u>
Total all funds	<u>\$ 73,914,549</u>	<u>\$ 48,178,296</u>	<u>\$ 58,233,545</u>	<u>\$ 110,849,063</u>	<u>\$ 120,284,806</u>	<u>\$ 100,852,068</u>	<u>\$ 104,278,935</u>	<u>\$ 137,302,096</u>

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 4
City of Fort Wayne
Changes in Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

	FISCAL YEAR							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Revenues								
Taxes	\$ 104,335,731	\$ 84,442,388	\$ 124,763,838	\$ 115,506,409	\$ 121,346,167	\$ 143,367,188	\$ 150,144,132	\$ 159,225,133
Special assessments	2,631,391	1,882,144	1,467,452	884,628	624,104	1,100,821	2,624,496	518,243
Licenses and permits	2,355,775	2,512,925	2,518,200	2,551,928	2,770,726	2,918,642	3,104,693	3,297,008
Intergovernmental	19,230,444	17,306,137	16,030,237	21,293,218	20,655,668	21,024,827	21,153,423	20,762,071
Charges for services	9,827,560	9,556,187	8,934,918	11,588,833	11,391,877	11,829,982	13,552,905	12,504,176
Fines and forfeits	1,684,280	1,765,081	1,835,584	1,782,439	2,086,280	2,235,376	2,739,687	1,628,997
Other revenues	4,810,585	8,392,607	5,478,327	7,922,217	9,810,233	11,808,418	7,956,694	6,316,881
Total revenues	\$ 144,875,766	\$ 125,857,469	\$ 161,028,556	\$ 161,529,672	\$ 168,685,055	\$ 194,285,254	\$ 201,276,030	\$ 204,252,509
Expenditures								
General government	11,677,038	11,857,168	12,428,283	12,783,421	14,304,380	16,778,706	16,705,755	18,018,850
Public safety	62,302,119	67,994,305	71,167,443	75,850,684	81,888,043	88,331,161	96,522,275	92,779,336
Highways and streets	18,867,710	20,842,092	20,435,369	19,297,784	19,156,312	21,605,191	21,614,732	23,233,485
Sanitation	24,333	2,416	11,650	3,200	-	-	-	-
Health and welfare	1,679,614	1,833,456	1,948,213	2,091,874	2,277,770	2,455,757	2,640,100	2,673,814
Economic opportunity	585,519	537,038	539,527	563,393	633,818	676,725	581,361	614,539
Economic development	2,704,968	3,185,647	2,989,073	3,011,176	2,374,777	2,613,308	2,974,721	4,768,443
Culture and recreation	16,183,009	16,148,620	17,818,095	15,699,132	17,411,791	20,682,816	20,278,971	17,043,814
Urban redevelopment and housing	3,578,450	3,092,572	8,176,225	11,543,846	13,245,625	23,873,279	27,706,283	12,265,364
Capital outlay	35,097,784	26,778,874	15,721,064	24,634,068	29,176,837	43,204,117	25,525,070	63,656,899
Debt service								
Principal	7,126,429	5,317,097	7,929,184	7,207,598	8,250,899	9,105,532	12,958,615	10,170,000
Interest	2,273,583	1,620,950	1,440,734	2,825,005	3,944,739	4,221,037	4,119,238	5,432,408
Bond issuance costs	218,333	101,653	-	1,275,140	493,419	-	-	68,471
Total expenditures	162,318,889	159,311,888	160,604,860	176,786,321	193,158,410	233,547,629	231,627,121	250,725,423
Excess of revenues over (under) expenditures	(17,443,123)	(33,454,419)	423,696	(15,256,649)	(24,473,355)	(39,262,375)	(30,351,091)	(46,472,914)

Continued on next page

Schedule 4
City of Fort Wayne
Changes in Fund Balances, Governmental Funds,
Last Eight Fiscal Years
(modified accrual basis of accounting)

	FISCAL YEAR							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Other Financing Sources (Uses)								
Transfers in	15,051,034	23,492,170	16,297,753	17,811,315	29,753,688	24,523,935	29,538,091	31,104,814
Transfers out	(15,621,260)	(18,800,388)	(12,341,200)	(13,550,782)	(24,699,590)	(19,582,025)	(24,167,406)	(26,391,331)
Bonds issued	-	-	-	59,215,000	20,825,000	-	-	49,595,000
Premium on bond issuance	-	-	-	453,094	-	-	-	237,467
Discount on bonds sold	-	-	-	-	-	-	-	(528,731)
Payment to refunded bond escrow agent	-	-	-	-	-	-	-	(3,056,144)
First mortgage bonds issued	1,035,000	6,781,384	-	-	-	-	-	-
First mortgage bond payments	-	(6,655,000)	-	-	-	-	-	-
Revenue bonds issued	10,225,000	-	-	-	-	-	-	-
Loans issued	-	-	-	-	-	1,500,000	9,850,000	-
Bond anticipation note issued	4,300,000	-	-	-	-	-	-	-
Capital leases	5,126,000	2,900,000	5,675,000	3,943,540	8,030,000	13,387,727	18,557,273	28,535,000
Total other financing sources (uses)	<u>20,115,774</u>	<u>7,718,166</u>	<u>9,631,553</u>	<u>67,872,167</u>	<u>33,909,098</u>	<u>19,829,637</u>	<u>33,777,958</u>	<u>79,496,075</u>
Net change in fund balances	<u>\$ 2,672,651</u>	<u>\$ (25,736,253)</u>	<u>\$ 10,055,249</u>	<u>\$ 52,615,518</u> (A)	<u>\$ 9,435,743</u>	<u>\$ (19,432,738)</u>	<u>\$ 3,426,867</u>	<u>\$ 33,023,161</u> (B)
Debt service as a percentage of noncapital expenditures	7.9%	5.6%	6.8%	6.8%	7.8%	7.6%	8.6%	10.3%

(A) The increase in fund balances from governmental funds in 2005 was the result of three major bond issues.

(B) The increase in fund balances from governmental funds in 2009 was the result of two major bond issues.

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

**Schedule 5
City of Fort Wayne
Tax Revenues by Source, Governmental Funds,
Last Ten Fiscal Years**

Fiscal Year	(A) General Property	Excise	Wheel	Financial Institution	COIT	(B) CEDIT	Total
2000	51,365,910	4,446,293	1,747,459	670,365	11,263,966	17,668,570	87,162,563
2001	53,055,807	5,162,619	1,796,199	652,631	17,548,884	25,162,654	103,378,794
2002	60,762,061	5,574,784	1,797,636	726,151	13,438,524	22,036,574	104,335,730
2003	47,977,202	5,740,641	1,760,953	772,984	10,703,146	17,487,462	84,442,388
2004	90,767,526	5,087,183	1,853,777	746,630	10,478,580	15,830,142	124,763,838
2005	77,055,981	6,072,381	1,837,641	721,706	13,611,847	16,206,853	115,506,409
2006	82,206,070	6,040,667	1,889,604	697,578	11,929,264	18,582,984	121,346,167
2007	100,296,860	7,226,724	1,993,311	701,520	11,971,510	21,177,263	143,367,188
2008	103,507,348	7,430,416	2,294,080	749,778	13,270,484	22,892,026	150,144,132
2009	105,390,737	7,367,276	2,197,107	719,430	17,338,565	26,212,018	159,225,133

(A) Includes taxes on both real and personal property.

(B) The first revenue from the County Economic Development Income Tax was received in June of 1994. The tax was effective July 1, 1993.

Source: City of Fort Wayne Statement of Revenues, Expenditures and Changes in Fund Balances. While the Statement of Revenues list total tax revenue, the sources were itemized for this schedule.

Schedule 6
City of Fort Wayne
Property Tax Levies and Collections,
Last Ten Fiscal Years for Allen County

<u>Tax Collections Measurement:</u>	<u>2009</u>	<u>2008</u>	<u>2007</u>	<u>2006</u>	<u>2005</u>
Total Tax Levy	\$ 337,853,052	\$ 468,378,102	\$ 450,324,056	\$ 423,667,496	\$ 404,939,852
Current Tax Collections	\$ 322,439,869	\$ 454,185,187	\$ 433,282,315	\$ 411,472,985	\$ 392,526,880
Percent of Levy Collected	95.44%	96.97%	96.22%	97.12%	96.93%
Delinquent Tax Collections	\$ 12,026,170	\$ 10,843,230	\$ 16,618,199	\$ 9,072,693	\$ 6,754,184
Total Tax Collections	\$ 334,466,039	\$ 465,028,417	\$ 449,900,514	\$ 420,545,678	\$ 399,281,064
Percent of Total Tax Collections to Levy	99.00%	99.28%	99.91%	99.26%	98.60%
Outstanding Delinquent Taxes	\$ 19,209,633	\$ 18,780,143	\$ 23,314,369	\$ 15,360,588	\$ 16,878,058
Percent of Delinquent Taxes to Levy	5.69%	4.01%	5.18%	3.63%	4.17%

<u>Tax Collections Measurement:</u>	<u>2004</u>	<u>2003</u>	<u>2002</u>	<u>2001</u>	<u>2000</u>
Total Tax Levy	\$ 392,189,991	\$ 352,474,267	\$ 343,127,157	\$ 308,115,752	\$ 300,888,833
Current Tax Collections	\$ 377,612,575	\$ 341,253,361	\$ 324,143,475	\$ 306,771,546	\$ 297,308,400
Percent of Levy Collected	96.28%	96.82%	94.47%	99.56%	98.81%
Delinquent Tax Collections	\$ 4,320,258	\$ 10,779,907	\$ 10,442,943	\$ 11,186,590	\$ 11,253,948
Total Tax Collections	\$ 381,932,833	\$ 352,033,268	\$ 334,586,418	\$ 317,958,136	\$ 308,562,348
Percent of Total Tax Collections to Levy	97.38%	99.87%	97.51%	103.19%	102.55%
Outstanding Delinquent Taxes	\$ 22,056,911	\$ 14,866,299	\$ 16,300,389	\$ 13,378,002	\$ 13,119,784
Percent of Delinquent Taxes to Levy	5.62%	4.22%	4.75%	4.34%	4.36%

Source: Allen County Auditor's Office

Note: GASB Statement 44 requires that the information in this schedule be shown for each "period for which levied" as defined in Statement 33. However, the information needed for this schedule is not available from the County Auditor's office at this time. Therefore, the City has presented this information in the prior year format. The City of Fort Wayne does not maintain records of tax delinquencies. All taxes are collected and distributed by the Allen County Auditor.

**Schedule 7
City of Fort Wayne
Assessed Value and Actual Value of Taxable Property,
Last Ten Fiscal Years**

<u>Year (A)</u>	<u>Assessed Valuation (B)</u>	<u>Estimated Actual Value (C)</u>	<u>Total Direct Tax Rate</u>	<u>Percent Increase (D)</u>
2009	8,712,264,335	8,712,264,335	1.1515	-13.52%
2008	10,074,509,442	10,074,509,442	0.9941	2.55%
2007	9,824,189,539 (E)	9,824,189,539	1.0195	27.35%
2006	7,714,274,681	7,714,274,681	1.0795	3.14%
2005	7,479,525,039	7,479,525,039	1.0460	-5.48%
2004	7,913,564,614	7,913,564,614	0.9421	6.49%
2003	7,431,358,261	7,431,358,261	0.8846	32.55%
2002	5,606,420,503	5,606,420,503	1.1100	8.32%
2001	1,725,238,130	5,175,714,390	3.3301	1.13%
2000	1,705,890,178	5,117,670,534	3.3303	1.75%

Average Annual Rate of Increase **6.09%**

- (A) A reassessment was completed in 1995 that is reflected in the values for 1996 - 2002.
A reassessment was completed in 2002 that is reflected in the values for 2003 - 2006.
- (B) Assessed values for personal property are updated annually.
- (C) For the years 1996 - 2001, actual value is estimated at 3 times assessed value. For the years 2002 - 2009, assessed value reflects actual value.
- (D) Change in assessed valuation.
- (E) A portion of Aboite Township and Wayne Township was annexed into the City of Fort Wayne on January 1, 2006.

Note: GASB Statement 44 has called for a new report on the assessed values that breaks the total value into major components such as residential, commercial and industrial property as well as any adjustments and credits. At the time of CAFR production, this information is not available from the County Auditor's office. Therefore, the City has presented this information in the prior year format.

Schedule 8
City of Fort Wayne
Direct and Overlapping Property Tax Rates,
Last Ten Fiscal Years
(rate per \$100 of assessed value)

Fiscal Year	City of Fort Wayne										Overlapping Rates (B)					
	General Fund Rate	Debt Service Rate	Fire Pension Rate	Police Pension Rate	Sanitary Officers' Pension Rate	Community Services Rate	Abandoned Vehicles Rate	Fire Rate	Park Rate	Redevelopment General Rate	Tax (D) Increment Replacement Rate	(A) Total City	(B, C) Municipal Corporations	(B, C) School Districts	Allen County	(B, C) Townships and Other
2000	1.5318	-	0.1967	0.2505	0.0214	0.0020	0.0020	0.9537	0.3594	0.0128	-	3.3303	0.6465	4.7739	1.6881	0.3393
2001	1.5098	-	0.1999	0.1784	0.0209	0.0019	-	1.0607	0.3508	0.0077	-	3.3301	0.6503	4.7796	1.7948	0.3192
2002	0.5288	-	0.0233	0.0155	0.0069	0.0001	0.0005	0.4157	0.1146	0.0046	-	1.1100	0.2658	1.6064	0.5685	0.0966
2003	0.4275	-	0.0160	0.0188	0.0028	0.0001	-	0.3066	0.1023	0.0038	0.0067	0.8846	0.2026	1.2566	0.4229	0.0757
2004	0.4477	-	0.0264	0.0296	0.0053	0.0001	-	0.3313	0.0973	0.0044	-	0.9421	0.2007	1.4306	0.4746	0.0747
2005	0.5158	-	0.0272	0.0370	0.0059	0.0000	-	0.3613	0.0939	0.0049	-	1.0460	0.2206	1.4078	0.5452	0.1267
2006	0.5043	-	0.0367	0.0437	0.0059	0.0001	-	0.3765	0.1082	0.0041	-	1.0795	0.2243	1.4743	0.5675	0.0967
2007	0.5170	-	0.0443	0.0435	0.0042	0.0000	-	0.3128	0.0923	0.0054	-	1.0195	0.2078	1.3812	0.5331	0.0955
2008	0.5366	-	0.0229	0.0214	0.0040	0.0001	-	0.3130	0.0925	0.0036	0.0044	0.9985	0.2088	1.3540	0.5789	0.1020
2009	0.6539	-	0.0000	0.0000	0.0050	0.0001	-	0.3721	0.1150	0.0054	-	1.1515	0.2781	0.8294	0.4631	0.1344

(A) Obtained from the Budget Order (Fort Wayne Civil City).

(B) Overlapping rates are those of local and county governments that apply to property owners within the City of Fort Wayne. Not all overlapping rates apply to all Fort Wayne property owners.

(C) Obtained from the Allen County Auditor's Office and the various governmental units. The figures used for the municipal corporations, school districts, and townships represent citywide averages.

(D) Corrected the rate reported in the 2008 Schedule 8.

Source: From Published Rates for Wayne Township

Notes: The City's levy increases are limited to the 6-year average increase in Indiana personal income.

**Schedule 9
City of Fort Wayne
Principal Property Tax Payers,
Current Year and Nine Years Ago**

<u>Taxpayer</u>	<u>2009</u>			<u>2000</u>		
	<u>(A) Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>	<u>(B) Taxable Assessed Value</u>	<u>Rank</u>	<u>Percentage of Total City Taxable Assessed Value</u>
GGP - Glenbrook LLC	\$ 199,590,510	1	2.29%	--	--	--
IOM Health System LP (Lutheran Network)	120,801,070	2	1.39%	--	--	--
Verizon North Inc. (Formerly GTE North)	117,474,860	3	1.35%	26,387,090	2	1.53%
Indiana Michigan Power Company (Formerly AEP)	86,960,720	4	1.00%	20,867,510	3	1.21%
IMI Jefferson Pointe LLC	81,191,500	5	0.93%	--	--	--
Wal-Mart Stores East LP/Re Bus Tr	77,779,340	6	0.89%	--	--	--
Regency Canterbury LP	59,458,900	7	0.68%	--	--	--
St Joseph Health System LLC	55,805,640	8	0.64%	--	--	--
Meijer Stores LP	45,661,840	9	0.52%	--	--	--
Rose Edward Development/Edward Rose of IN	43,817,570	10	0.50%	--	--	--
Dana Corporation	--	--	--	35,069,010	1	2.03%
General Electric	--	--	--	16,081,200	5	0.93%
Lake County Trust Co.	--	--	--	18,842,200	4	1.09%
Sommerfeld Nicholas	--	--	--	10,484,860	8	0.61%
Ohio Cubco/SuperValue Holding Inc.	--	--	--	9,724,740	10	0.56%
Slater Steel, Inc.	--	--	--	14,124,590	6	0.82%
Phelps Dodge	--	--	--	9,791,930	9	0.57%
Lincoln National Life	--	--	--	12,166,470	7	0.71%
Total	<u>\$ 888,541,950</u>		<u>10.20%</u>	<u>\$ 173,539,600</u>		<u>10.06%</u>

(A) Represents the taxable assessed valuations for taxes due and payable in 2009 within the corporation limits.

(B) Represents the taxable assessed valuations for taxes due and payable in 2000 within the corporation limits.

Source: Allen County Auditor's Office

Schedule 10
City of Fort Wayne Utilities
Water and Sewer Rates,
Last Eight Fiscal Years

Fiscal Year	Water				Sewer				
	(Meter Use) Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	Monthly Base Rate	Rate per 748 gallons (Up to 18,675 gallons)	Rate per 748 gallons (From 18,676 gallons to 89,640 gallons)	Rate per 748 gallons (Over 89,640 gallons)	
Inside City									
2002	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	
2003	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	
2004	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	
2005	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	
1/1/06-8/31/06	5.84	1.19	1.06	0.99	2.22	1.94	1.94	1.94	
9/1/06-12/31/06	7.30	1.49	1.33	1.24	2.22	1.94	1.94	1.94	
1/1/07-2/28/07	7.30	1.49	1.33	1.24	2.22	1.94	1.94	1.94	
3/1/07-12/31/07	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43	
2008	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43	
2009	7.30	1.49	1.33	1.24	2.78	2.43	2.43	2.43	
Outside City									
2002	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	
2003	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	
2004	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	
2005	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	
1/1/06-8/31/06	6.72	1.37	1.33	1.24	2.78	2.43	2.43	2.43	
9/1/06-12/31/06	8.40	1.71	1.66	1.55	2.78	2.43	2.43	2.43	
1/1/07-2/28/07	8.40	1.71	1.66	1.55	2.78	2.43	2.43	2.43	
3/1/07-12/31/07	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03	
2008	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03	
2009	8.40	1.71	1.66	1.55	3.48	3.03	3.03	3.03	

Source: City of Fort Wayne, City Utilities Accounting Department

Notes: Water rates are based on 5/8" meter, which is the standard household meter size. Sewer rates are based on non food handlers. Rates are billed per 100 cubic ft.. 100 cubic ft. is equivalent to 748 gallons.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 11
City of Fort Wayne
Legal Debt Margin Information,
Last Eight Fiscal Years
(dollars in thousands)

	Fiscal Year							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
City of Fort Wayne								
Debt Limit	\$ 37,376	\$ 49,542	\$ 52,757	\$ 49,863	\$ 51,428	\$ 65,495	\$ 67,163	\$ 58,082
Total net debt applicable to limit	39,270	21,370	17,100	38,240 (B)	33,690	29,585	25,305	50,565 (C)
Legal debt margin	\$ (1,894)	\$ 28,172	\$ 35,657	\$ 11,623	\$ 17,738	\$ 35,910	\$ 41,858	\$ 7,517
Total net debt applicable to the limit as a percentage of debt limit	105.07%	43.14%	32.41%	76.69%	65.51%	45.17%	37.68%	87.06%
Park District								
Debt Limit	\$ 36,449	\$ 48,539	\$ 51,765	\$ 48,971	\$ 50,562	\$ 64,680	\$ 66,331	\$ 57,340
Total net debt applicable to limit	7,835	6,570	5,200	13,670 (B)	13,485	13,290	11,980	10,855
Legal debt margin	\$ 28,614	\$ 41,969	\$ 46,565	\$ 35,301	\$ 37,077	\$ 51,390	\$ 54,351	\$ 46,485
Total net debt applicable to the limit as a percentage of debt limit	21.50%	13.54%	10.05%	27.91%	26.67%	20.55%	18.06%	18.93%
Redevelopment District								
Debt Limit	\$ 37,376	\$ 49,542	\$ 52,757	\$ 49,863	\$ 51,428	\$ 65,495	\$ 67,163	\$ 58,082
Total net debt applicable to limit	6,315	14,600	13,000	31,305 (B)	29,535	26,545	21,880	19,390
Legal debt margin	\$ 31,061	\$ 34,942	\$ 39,757	\$ 18,558	\$ 21,893	\$ 38,950	\$ 45,283	\$ 38,692
Total net debt applicable to the limit as a percentage of debt limit	16.90%	29.47%	24.64%	62.78%	57.43%	40.53%	32.58%	33.38%

Legal Debt Margin Calculation for Fiscal Year 2009

	<u>City of Fort Wayne</u>	<u>Park District</u>	<u>Redev District</u>
Assessed adjusted value (Civil City)	\$ 2,904,088 (A)		
Assessed adjusted value (Park District)		\$ 2,866,978 (A)	
Assessed adjusted value (Redevelopment District)			\$ 2,904,088 (A)
Total Assessed adjusted value	\$ 2,904,088	\$ 2,866,978	\$ 2,904,088
Debt limit (2% of assessed adjusted value)	58,082	57,340	58,082
Debt applicable to limit:			
General obligation bonds		3,100	
Special obligation bonds	50,565	7,755	19,390
Less: Amount set aside for repayment of debt	-	-	-
Total net debt applicable to limit	<u>50,565</u>	<u>10,855</u>	<u>19,390</u>
Legal debt margin	<u>\$ 7,517</u>	<u>\$ 46,485</u>	<u>\$ 38,692</u>

(A) Assessed adjusted value is determined by dividing the net assessed valuation by 3. Each taxing district has a 2% debt limit.

(B) Increase in debt is due to additional Special Obligation Bonds issued by Community Development and the Parks Department.

(C) Increase in debt is due to additional Special Obligation Bonds issued by Community Development.

Note: The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44. In addition, retroactively to 2002, the City of Fort Wayne is reporting the Legal Debt Margin, by Taxing District.

Schedule 12
City of Fort Wayne
Direct and Overlapping Governmental Activities Debt
As of December 31, 2009
(dollars in thousands)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>(A) Estimated Percentage Applicable</u>	<u>Estimated Share of Overlapping Debt</u>
Debt repaid with property taxes			
Allen County Public Library	\$ 60,825	65.52%	\$ 39,853
Allen County	36,052	65.52%	23,621
Southwest Allen School District	76,360	54.00%	41,234
East Allen School District	46,285	16.14%	7,470
Fort Wayne Community Schools	97,737	92.98%	90,876
Northwest Allen School District	153,705	25.37%	38,995
Aboite Township	309	61.74%	191
Subtotal, overlapping debt			<u>\$ 242,240</u>
City direct debt			<u>\$ 80,810</u>
Total direct and overlapping debt			<u><u>\$ 323,050</u></u>

(A) For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another governmental unit's taxable assessed value that is within the City's boundaries and dividing it by each unit's total taxable assessed value.

Sources: Assessed value data used to estimate applicable percentages and the debt outstanding provided by the Allen County Auditor's Office.

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

Schedule 13
City of Fort Wayne
Ratios of Outstanding Debt by Type,
Last Eight Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	Governmental Activities						Business-Type Activities			Total Primary Government	(B) Percentage of Personal Income	(B) Per Capita
	General Obligation Bonds	Special Obligation Bonds	First Mortgage Bonds	Capital Leases	Loans Payable	Mortgages Payable	Revenue Bonds	Capital Leases	Loans Payable			
2002	\$ 15,100	\$ 38,320	\$ 11,035	\$ 7,411	\$ 2,523	\$ 42	\$ 59,505	\$ -	\$ 5,608	\$ 139,544	2.28% (C)	\$ 663
2003	12,680	29,860	9,450	8,421	1,954	42	72,145	-	15,288	149,840	2.39% (C)	712
2004	8,720	25,230	7,870	11,887	1,181	42	65,707	-	23,564	144,201	2.21% (C)	654
2005	7,725	75,490 (A)	10,490	12,368	993	42	75,045	3,700	24,066	209,919	3.09% (C)	948
2006	6,680	70,030	29,445	16,425	879	42	85,380	3,381	73,171	285,433	4.00% (C)	1,269
2007	5,555	63,865	27,495	23,910	2,259	-	102,435	3,051	83,031	311,601	3.82%	1,246
2008	3,085	56,080	24,765	35,511 (D)	11,870 (E)	-	94,325	2,710	84,052	312,398	3.58% (G)	1,242 (G)
2009	3,100	77,710 (F)	39,875 (F)	57,829 (F)	11,260	-	85,795	2,359	110,802 (F)	388,730	4.46%	1,545

(A) The City issued \$55 million of special obligation bonds in 2005 for use in property acquisition, street extensions, Southtown redevelopment project, park projects, infrastructure and lighting improvements.

(B) See schedule 16 for personal income and population data. These ratios are calculated using personal income and population for the prior calendar year.

(C) Years 2002-2006 have been revised on the 2007 Schedule 13.

(D) The Harrison Square Parking Garage lease increased by \$13.4 million in 2008.

(E) The City borrowed \$6.25 million from the U.S. Dept. of Housing and Urban Development for use in developing the mixed-use Renaissance Project. \$2.5 million was borrowed by the City for use by the Barrett Law Dept. and \$1.1 million was borrowed by the City to use in purchasing land located at 2300 West Jefferson Blvd, Fort Wayne, IN.

(F) Refer to Note 5 (Long-term debt) of the 2009 financial statements for an explanation of increase.

(G) Revised in 2009 based on actual 2008 information.

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 14
City of Fort Wayne
Ratios of Net General Bonded Debt Outstanding,
Last Eight Fiscal Years
(dollars in thousands, except per capita)

Fiscal Year	General Bonded Debt Outstanding			Less: Funds Restricted for Debt Service	Net General Bonded Debt	(A)	(B)
	General Obligation Bonds	Special Obligation Bonds	Total			Percentage of Actual Taxable Value of Property	Per Capita
2002	\$ 15,100	\$ 38,320	\$ 53,420	\$ 5,885	\$ 47,535	0.85%	\$ 225.88
2003	12,680	29,860	42,540	8,046	34,494	0.46%	156.45
2004	8,720	25,230	33,950	5,735	28,215	0.36%	127.39
2005	7,725	75,490	83,215	6,505	76,710	1.03%	341.07
2006	6,680	70,030	76,710	7,290	69,420	0.90%	277.58
2007	5,555	63,865	69,420	8,965	60,455	0.62%	240.62
2008	3,085	56,080	59,165	8,310	50,855	0.50%	202.13
2009	3,100	77,710	80,810	9,450	71,360	0.82%	283.63

(A) See Schedule 7 for property value data.

(B) Population data can be found in Schedule 16.

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 15
City of Fort Wayne
Pledged-Revenue Coverage,
Last Eight Fiscal Years
(dollars in thousands)

Fiscal Year	Water Revenue Bonds						Sewer Revenue Bonds					
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2002	\$ 24,454	\$ 18,200	\$ 6,254	\$ 520	\$ 291	7.71	\$ 29,777	\$ 17,627	\$ 12,151	\$ 3,128	\$ 3,178	1.93
2003	24,049	19,467	4,583	2,110	517	1.74	28,386	19,003	9,383	3,330	3,894	1.30
2004	24,006	20,048	3,958	2,130	515	1.50	29,123	20,203	8,920	4,178	4,109	1.08
2005	24,841	20,369	4,472	2,075	448	1.77	30,798	20,676	10,122	5,148	5,371	0.96
2006	25,850	21,562	4,288	2,000	1,018	1.42	28,495	23,086	5,410	4,515	1,997	0.83
2007	30,122	22,280	7,842	1,480	952	3.22	34,681	22,489	12,192	4,705	2,195	1.77
2008	31,593	24,173	7,420	1,530	898	3.06	34,109	23,786	10,323	4,920	1,616	1.58
2009	31,275	25,237	6,038	1,585	842	2.49	36,113	26,442	9,671	5,960	2,485	1.15

Fiscal Year	Civic Center Parking Garage-1979 (C)						Parking Garage Addition-2001					
	Parking Garage Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage	Parking Garage Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest					Principal	Interest	
2002	\$ 780	\$ 713	\$ 67	\$ 60	24	0.80	\$ 335	\$ 41	\$ 294	\$ -	\$ 85	3.47
2003	833	696	137	70	19	1.54	65	41	24	-	87	0.28
2004	644	845	(201) (A)	70	14	(2.39)	167	41	127	60	86	0.87
2005	596	636	(40) (A)	75	9	(0.48)	148	41	107	65	83	0.72
2006	752	647	105	85	3	1.19	-	41	(41) (B)	65	81	(0.28)
2007	715	653	62	-	-	-	150	41	109	70	77	0.74
2008	705	907 (E)	(202)	-	-	-	60	19	41	75	74	0.28
2009	773	715	58	-	-	-	80	42	38	75	71	0.26

Fiscal Year	Stormwater Revenue Bond-2006 (D)					
	Utility Service Charges	Less: Operating Expenses	Net Available Revenue	Debt Service		Coverage
				Principal	Interest	
2002	\$ 4,818	\$ 3,970	\$ 848	\$ -	\$ -	-
2003	5,064	4,723	341	-	-	-
2004	5,243	5,129	114	-	-	-
2005	5,843	5,456	387	-	-	-
2006	9,440	6,192	3,248	-	292	11.12
2007	9,387	7,949	1,438	845	666	0.95
2008	9,639	9,145	494	875	634	0.33
2009	9,838	8,533	1,305	910	602	0.86

- (A) The Civic Center Parking Garage was renovated during 2004-2005. The negative net available revenue is due to the fact that portions of the garage were closed during renovation. Even though the revenues dropped during this period, there was a sufficient cash balance to cover all expenses.
- (B) The Plaza Parking Garage took a hit in 2006 when the renovated Allen County Juvenile Center reopened. Most court cases moved to the Juvenile Center and the parkers also moved over to the Center. However, an increase in monthly users has increased the revenue in 2007.
- (C) The Plaza Parking Garage debt was paid off in 2006.
- (D) The Stormwater Revenue Bond of 2006 was not reported on the 2006 CAFR Schedule 15.
- (E) The increase in operating expenses is a combination of an increase in depreciation expense, maintenance expense of the garage, cost of salt, snow removal, and administrative expenses.

Notes: Details regarding the city's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest or amortization expenses.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

**Schedule 16
City of Fort Wayne
Demographic and Economic Statistics,
Last Eight Calendar Years**

Year	(A) Population	(B) Personal Income (thousands of dollars)	(C) Per Capita Personal Income	(D) Unemployment Rate
2002	210,439	\$ 6,283,919	\$ 29,861	6.4%
2003	220,486	6,536,307	29,645	6.8%
2004	221,479	6,791,432	30,664	6.7%
2005	224,913	7,134,690	31,722	5.6%
2006	250,086	8,167,309	32,658	5.3%
2007	251,247 (E)	8,466,521	33,698	5.2%
2008	251,591 (F)	8,718,131	34,652	6.4%
2009	251,591 (G)	N/A	N/A	10.5%

(A) Population numbers for years 2002 through 2005 were derived from the 2000 census. Population number for 2006 was certified by the Office of the Governor of Indiana.

(B) Personal income information is a total for the year calculated by multiplying per capita personal income by population.

(C) Source: U.S. Department of Commerce, Bureau of Economic Analysis for Allen Co.. There is no available data by the "City of Fort Wayne" only.

(D) Unemployment rate information is a yearly average from the Indiana Dept. of Workforce Development for the City of Fort Wayne.

(E) From US Census 2007 estimate. This is a revision to the population estimate provided for the 2007 CAFR Schedule 16.

(F) From US Census 2008 estimate. This is a revision to the population estimate provided for the 2008 CAFR Schedule 16.

(G) Not available at time of 2009 CAFR production. Used the latest population estimate available.

N/A - Not available at time of 2009 CAFR production.

Notes : The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 17
City of Fort Wayne
Principal Employers,
Current Year and Nine Years Ago

<u>Employer</u>	<u>2009</u>			<u>2000</u>		
	<u>Employees</u>	<u>Rank</u>	(A) <u>% of Total</u>	<u>Employees</u>	<u>Rank</u>	(A) <u>% of Total</u>
Fort Wayne Community Schools	4,201	1	2.62%	3,488	1	2.04%
Lutheran Health Network (Formerly Lutheran Hospital)	3,756	2	2.34%	2,525	5	1.48%
Parkview Health Systems (Formerly Parkview Memorial Hospital)	3,191	3	1.99%	2,993	3	1.75%
General Motors Truck & Bus Group	2,484	4	1.55%	3,050	2	1.79%
Allen County Government	2,073	5	1.29%	1,525	9	0.89%
City of Fort Wayne	2,003	6	1.25%	1,633	8	0.96%
ITT Aerospace/Communications	1,837	7	1.14%	1,442	10	0.84%
Lincoln Financial Group (Formerly Lincoln National Corporation)	1,750	8	1.09%	2,812	4	1.65%
BFGoodrich Tire Manufacturing	1,406	9	0.88%	---	---	---
East Allen County Schools	1,307	10	0.81%	---	---	---
Verizon Telephone (Formerly General Telephone)	---	---	---	2,382	6	1.40%
Dana Corporation	---	---	---	2,326	7	1.36%
Total	24,008		14.96%	24,176		14.16%

(A) Represents the percent of total employees within Allen County.

Source: Fort Wayne-Allen County Economic Development Alliance and Indiana University Purdue University Fort Wayne as maintained by the Community Research Institute thru 4/13/2010.

Schedule 18
City of Fort Wayne
Full-time Equivalent City Government Employees by Function/Program,
Last Eight Fiscal Years

Function/Program	Full-time Equivalent Employees as of December 31,							
	2002	2003	2004	2005	2006	2007	2008	2009
General Government	107	110	110	111	118	119	119	129
Public Safety								
Police	418	415	406	434	429	453	446	450
Fire	326	350	357	364	356	369	356	367
Civilians	241	250	243	214	226	215	211	201
Highways and streets	172	179	161	176	165	183	178	156
Health and welfare	33	31	34	35	35	37	40	37
Culture and recreation	163	172	164	161	147	148	153	147
Urban redevelopment and housing	20	19	18	42	43	44	48	43
Internal Services	7	8	7	7	8	8	8	8
Solid Waste	2	2	2	2	2	2	2	2
City Utilities								
Water	127	129	123	123	119	119	122	115
Sewage	78	78	83	88	88	86	90	92
Storm Water	17	23	24	22	21	19	23	21
Planning and Design	21	23	21	24	29	32	34	37
Engineering	18	17	20	18	18	18	16	13
Customer Relations	33	34	32	34	27	27	30	27
Administrative	24	22	22	20	21	20	22	29
Total	1,804	1,857	1,825	1,872	1,852	1,896	1,895	1,874

Source: City of Fort Wayne Payroll Department

Notes: The functional breakout is from the "Statement of Activities".

The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

Schedule 19
City of Fort Wayne
Operating Indicators by Function/Program,
Last Eight Fiscal Years

<u>Function/Program</u>	<u>Fiscal Year</u>							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
General Government								
Board of Public Works								
Emerging business enterprise applicants	10	12	10	7	11	10	6	9
Worksite visits	130	40	20	40	40	35	30	15 (A)
Wage violations	24	32	25	53	22	39	14	18
Compliance workshops	2	2	2	3	3	3	0	0
Public Safety								
Police								
Calls for service	164,413	169,768	170,535	171,263	182,912	188,011	198,634	184,111
Fire Department								
Emergency medical runs	7,069	7,914	7,697	6,474	6,433	6,830	7,142	6,581
Fire rescue runs	7,379	7,528	7,800	10,574	10,566	11,291	14,127	12,113
Weight & Measures								
Scales inspected	750	1,158	1,254	1,257	1,257	1,278	1,447	1,362
Measuring devices inspected	2,353	4,145	5,589	6,318	5,851	4,910	6,840	5,046 (B)
Calibrations and tests conducted	669	758	491	2,039	2,506	14,281	20,512	22,026
Highways and streets								
Street Department								
Paving - miles of maintenance	18	18	15	15	16	16	14	12
Chip and seal - miles of maintenance	13	14	14	14	14	14	12	10
Crack sealing - miles of maintenance	60	75	75	75	96	79	55	81 (C)
Traffic Engineering								
Accident records and analysis	8,657	9,105	8,813	9,300	9,500	9,348	9,478	8,055
Fatal accident investigation	13	8	10	12	8	9	14	14
Development & Buildg. Plans Processed	N/A	N/A	N/A	234	208	218	161	145
Traffic counts conducted	10	36	45	30	50	40	46	32
Traffic studies conducted	148	142	180	180	190	200	200	200
Traffic investigations (complaints)	223	218	260	250	325	350	380	380
Traffic Signal Division								
New signals installed	7	7	3	5	6	5	7	6
Signals modernized	26	28	5	4	14	16	14	14
Signal accident repairs	51	40	23	50	36	31	34	34
Signal bulbs replaced (emergency/non-emergency)	10,208	9,743	9,820	1,004	10	54	29	7 (D)

Continued on next page

Schedule 19
City of Fort Wayne
Operating Indicators by Function/Program,
Last Eight Fiscal Years

<u>Function/Program</u>	<u>Fiscal Year</u>							
	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>
Sign & Marking Division								
Signs manufactured	4,437	4,158	4,746	4,724	5,169	4,065	6,548	4,008 (E)
Street lanes marked - painted (miles)	321	596	633	657	719	759	755	881
Curb parking marked (feet)	26,043	12,995	29,566	23,663	21,037	12,271	14,029	9,555 (F)
Crosswalks marked	411	644	636	760	849	913	902	865
Lane arrows marked	434	483	795	883	822	950	1,076	1,006
Health and welfare								
Animals handled	13,251	13,756	13,871	14,023	15,919	15,719	16,608	15,805
Animals adopted	1,496	1,614	1,488	1,733	1,920	2,132	2,529	2,540
Animals euthanized	9,834	10,241	10,445	10,164	11,508	11,397	11,444	10,286
Bite cases	578	659	817	673	915	829	901	980
Education programs contacts	362,418	346,991	343,579	335,016	282,442	626,390	735,450	867,079
Urban redevelopment and housing								
Neighborhood Code Enforcement								
Emergency orders to repair	475	485	606	874	1,286	1,133	976	612 (G)
Emergency orders to demolish	79	71	55	173	93	56	31	5 (G)
Boardings	318	295	366	455	729	629	600	369 (G)
Demolitions - hearing affirmed	102	52	31	107	19	136	43	26 (H)
Water								
New connects	750	874	737	776	649	128	142	121
Consumption (millions of gallons)	9,266	8,581	8,241	8,639	8,310	8,408	8,391	8,069
Wastewater								
New connects	1,246	1,336	1,153	1,145	843	611	642	534
Sewage treatment (millions of gallons)	8,428	8,031	7,843	8,085	7,724	7,780	7,488	7,177

(A) Decreased due to fewer new contractors to monitor.

(B) Decreased due to fewer gas stations and better coordination with pump maintenance personnel so inspections are not doubled up.

(C) Increased because it takes longer to crack seal residential streets which was the focus in 2008.

(D) The continued replacement of bulbs with LED's have lowered the need to replace bulbs.

(E) There were fewer projects in 2009 that required signs.

(F) Budgeted less for paint in 2009 and the cost of replacing the paint previously used with a better quality paint went up.

(G) Due to installation of a new software system about two months of enforcement ability was lost.

(H) Abestos testing is now required by the Indiana Department of Environmental Management before each demolition. This slowed the demolition process down.

Notes: The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.

**Schedule 20
City of Fort Wayne
Capital Asset Statistics by Function/Program,
Last Eight Fiscal Years**

Function/Program	Fiscal Year							
	2002	2003	2004	2005	2006	2007	2008	2009
<u>Public Safety</u>								
Police								
Division outposts	-	-	-	3	4	4	4	4
Training academies	1	1	1	1	1	1	1	1
Fire								
Fire stations	14	16	16	18	18	18	18 #	18
Training academies	1	1	1	1	1	1	1	1
<u>Highways and streets</u>								
Underground cable in service (feet)	892,500	895,000	896,000	897,000	898,000	905,000	921,000	927,500
Number of street lights	30,094	30,646	30,825	31,382	32,594	33,174	33,354	33,592
Miles of streets	943	943	943	990	1,130	1,144	1,144	1,149
<u>Health and welfare</u>								
Animal Control								
Animal care centers	1	1	1	1	1	1	1	1
Patrol districts	3	3	3	3	3	3	3	3
<u>Culture and recreation</u>								
Acreage for parks and recreational areas	2,450	2,429	2,429	2,429	2,625	2,631	2,805	2,805
Parks and recreational areas	86	84	84	84	84	85	86	86
Golf courses	3	3	3	3	3	3	4	4
Swimming pools	4	4	4	4	4	4	4	3
<u>Water</u>								
Miles of water lines	964	976	992	996	1,005	1,016	1,016	1,147
Treatment capacity (million gallons/day)	72	72	72	72	72	72	72	72
<u>Wastewater</u>								
Miles of sewer/stormwater mains	1,572	1,604	1,653	1,685	1,685	1,725	1,725	1,805
Treatment capacity (million gallons/day)	60	60	60	60	60	60	60	60

Sources Various city departments.

Notes: No capital asset indicators are available for the general government function.

Corrected total from 19 to 18.

The City of Fort Wayne fully implemented GASB Statement 34 in 2002 and will report this statistical table retroactively to 2002 as permitted by GASB Statement 44.



The City of Fort Wayne

**One Main Street
Fort Wayne, Indiana 46802
(260) 427-1106**