

CITY OF CASPER, WYOMING
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2014

Prepared by
Administrative Services Department/
Finance Division

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OFFICE OF THE ADMINISTRATIVE SERVICES DIRECTOR
(CITY CLERK-TREASURER)
PHONE (307) 235-8215

City of Casper

Incorporated 1889
Casper, Wyoming 82601-1894

December 22, 2014

Honorable Mayor,
Members of the City Council and
Citizens of Casper

State law requires that certain municipalities have an annual audit completed of its financial affairs and transactions within six months of the close of each fiscal year. Financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants are to be furnished to the Director of the Wyoming Department of Audit within seven months of the close of the fiscal year being audited. Pursuant to that requirement, we hereby present the audited Comprehensive Annual Financial Report (CAFR) of the City of Casper (City) for the fiscal year ended June 30, 2014.

This report consists of management's representations concerning the finances of the City of Casper. Consequently, management assumes full responsibility for the completeness and reliability of all of the information presented in this report. To provide a reasonable basis for making these representations, management of the City has established a comprehensive internal control framework that is designed both to protect the government's assets from loss, theft, or misuse and to compile sufficient reliable information for the preparation of the City's financial statements in conformity with GAAP. Because the cost of internal controls should not outweigh their benefits, the City's comprehensive framework of internal controls has been designed to provide reasonable rather than absolute assurance that the financial statements will be free from material misstatement. As management, we attest, to the best of our knowledge and belief, this financial report is complete and reliable in all material respects.

The City's financial statements have been audited by Porter, Muirhead, Cornia & Howard, a corporation of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the City of Casper for the fiscal year ended June 30, 2014, are free of material misstatement. The independent audit involved 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; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the City's financial statements for the fiscal year ended June 30, 2014, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The City's financial statements are presented according to the requirements of *Governmental Accounting Standards Board Statement 34 (GASB 34)*, including the required financial information on the City's infrastructure. GASB 34 is a comprehensive statement that primarily changes the contents and presentation of the financial statements and requires the inclusion of cost and depreciation information on infrastructure assets, i.e. streets, sidewalks, bridges, etc.

The independent audit of the financial statements of the City of Casper was part of a broader, federally mandated “Single Audit” designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government’s internal controls and compliance with legal requirements, with special emphasis on internal controls and legal requirements involving the administration of federal awards. These reports are presented in the City’s Single Audit Report.

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

PROFILE OF THE GOVERNMENT

The City of Casper is located in Natrona County, which is in central Wyoming. The City has an area of approximately 27.24 square miles and a population of approximately 59,000 making it the second largest city in the State of Wyoming.

Casper was incorporated June 5, 1889 and operates under the Council/Manager form of government. The City is divided into three wards, roughly the east, central and west parts of the City, and three councilpersons are elected from each ward.

FY 2014 staffing for the City was 554 approved full time positions with an average of 395 part time employees on staff per month. The City operates and maintains approximately 3,303 acres of parks, 41 playgrounds, a 27 hole public golf course, 3 swimming pools and 1 indoor aquatic center, and a variety of other recreation facilities including a ski area, recreation center, ice arena, and an events center with 9,700 seats.

The City of Casper provides a full range of services, including police and fire protection; the construction and maintenance of streets and other infrastructure; recreational activities and cultural events; provides water, sewer, and sanitation utility services to approximately 22,000 customers; and health and welfare programs. The City also includes the financial information for the Economic Development Joint Powers Board, the Downtown Development Authority, and the Central Wyoming Regional Water System Joint Powers Board. Additional information on these legally separate entities can be found in Note 1 of the financial statements.

The annual budget serves as the foundation for the City’s financial planning and control. All departments of the City of Casper are required to submit requests for appropriation to the City Manager before May 1 of each year. The City Manager must prepare a tentative budget for each fund and file it with the governing body no later than May 15 of each year. A public hearing for the City’s budget will be scheduled not prior to the second Tuesday in June and not later than the third Tuesday in June and will be held at a time of day chosen by the governing body. Within 24 hours of the public hearing, the governing body must, by ordinance, make the necessary appropriations and adopt the budget which, subject to future amendment, is in effect for the next fiscal year. Budget-to-actual comparisons are provided in this report for each major governmental fund. For the General Fund, this comparison is presented as part of the required supplementary information.

INFORMATION USEFUL IN ASSESSING THE GOVERNMENT’S ECONOMIC CONDITION

Local Economy: As is the nation continues to recover from an economic recession in varying degrees, the State of Wyoming, and the City of Casper are experiencing favorable economic circumstances.

The last 3 years have been years of continued healthy economic recovery and growth for the City of Casper. However, in fiscal year 2014 rates of growth have slowed. Most of the significant general revenue categories have increased slightly. State-shared sales tax is the City’s primary indicator of the local economy and the City’s major revenue source. Casper enjoyed a growth in sales taxes in FY 2014. Sales tax revenue was 9.89% greater than the budgeted amount for FY 2014. Sales tax distribution data for Natrona County indicates increased growth trends in nine major industry sectors, which are Agriculture/Forest/Fishing & Hunting, Mining, Utilities, Manufacturing, Transportation & Warehousing, Information, Real Estate & Rental, Arts Entertainment & Recreation, and Accommodation & Food Services.

Property tax revenue increased as compared to FY 2013, and was 7.46% more than budgeted for FY 2014. The results of other taxes were higher, with the exception of cigarette taxes. Franchise tax receipts, another indicator of economic activity, was higher than the previous fiscal year and exceeded budget by 2.12%. The unemployment rate near the end of the fiscal year for Natrona County and the City of Casper is 4.2% which is slightly lower than the State of Wyoming average unemployment rate of 4.7%. This is a slight decrease in the unemployment rate for Natrona County from the previous year and a slight increase for the State of Wyoming. This small variance in the unemployment rate should have little to no effect on revenues in the next fiscal year.

Long-term Financial Planning: In November 2010, citizens voted to pass the 14th four year period of the optional one cent sales tax. It is estimated that the City will receive \$74,000,000 for the period of calendar years 2011 through 2014. In November 2014 the 15th four year period of the optional one cent sales tax was passed. This will bring in a conservatively estimated \$68,000,000 for the calendar years 2015 through 2018. This funding has been used for a variety of purposes, including street repairs, improvements of the Youth Crisis Center, water system improvements, fire station replacement, capital equipment purchases, park improvements and new park construction, improvements to recreation facilities, repairs and improvements to public buildings, and contribution to the principal of the City's Perpetual Care Fund that funds through interest earnings, operations and maintenance of facilities constructed and programs funded by optional one cent sales tax. Optional one cent sales tax also provides funding for programs and local agencies including economic development, public transportation, and public swimming.

The City utilizes a variety of long-term financial and business plans to facilitate financial management. Specifically, multi-year rate plans are maintained and evaluated annually for each utility operation. A multi-year financial plan is maintained for the General Fund and the Perpetual Care Fund, which was created to provide operating funding (for CAFR purposes this is now reported in the General Fund) through interest income, for facilities developed through Optional One Cent Sales Tax Funding. A variety of business plans are maintained for several non-utility enterprise operations.

The City continues to execute a pay-as-you-go policy to fund its Other Post-Employment Benefits (OPEB) liability, which is entirely comprised of the actuarially determined liability for post-employment health care benefits. The City Council amended the City's Employee Benefit Plan to eliminate post-employment health care benefits for employees hired after January 2, 2012. This action is intended to slow the growth of the City's OPEB liability.

Relevant Financial Policies: The City Council adopted a reserves policy and in FY 2014 continued to maintain the General Fund reserves at levels specified in the policy. For the General Fund, this provides a total reserve of fifty percent of that fund's budgeted operating expenditures for the ensuing year. This reserve policy was intended to, and does, provide a resource to provide time to make informed decisions on what actions to take to address a decline in revenues. Combining the amount of available reserves with efforts to reduce expenditures lessened the impact of the moderate growth of revenues for FY 2014, the reserves provided for the avoidance of drastic measures such as lay-offs while allowing the City to continue to provide essential services. Costs remain trimmed from lower personnel costs through attrition, reduction of overtime and seasonal employee expenditures, and the reduction of other operating expenditures where possible.

The City maintains its demand deposits with First Interstate Bank of Casper. All deposits over the FDIC protection limit are properly collateralized as required by state statutes. The City also has a contractual agreement with First Interstate Bank whereby excess funds are deposited into a sweep account overnight where they earn interest. Funds not needed for current expenditures are invested with and managed by Davidson Asset Management Company and earn interest at approximately .02 – 6.5%, depending on the fund and its related investment profile. The instruments in which these funds are invested are held in trust by First Interstate Bank Trust.

Other City financial policies are discussed at length in the notes to the financial statements. The notes discuss the accounting, investments and deposits, various employee benefits and accruals, budgetary, and reserves policies. The City does not have a formal policy to disallow the use of one time monies to be used in operations; however, the City has carved these funding sources out only to be used for one time projects or capital.

Major Initiatives: The City Council's initiatives during the FY 2014 budget process that will affect future financial position were to promote redevelopment in the core of the community which included the continuation of rebuilding and improving an aging district of the City. Steps have been taken to develop a convention center in the heart of the downtown area. The results of this effort are expected to enhance the downtown shopping experience, attract tourism and generate new business prospects. Other Council initiatives are to invest in infrastructure, including improvements to streets, water mains and walkability projects. Council also desires to enhance the appearance of the city of Casper via the enforcement of codes and other measures. The city will continue to look for opportunities to promote development of housing and social service programs via grants and community action programs. Another major project to enhance community recreation is the addition of a permanent sheet of ice at the Casper Events Center.

AWARDS AND ACKNOWLEDGMENTS

The Government Finance Officers Association (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Casper, Wyoming for its Comprehensive Annual Financial Report (CAFR) for the fiscal year ended June 30, 2013. In order to be awarded a Certificate of Achievement, the City must publish an easily readable and efficiently organized comprehensive annual financial report whose contents conform to program standards. Such CAFR must satisfy both generally accepted accounting principles and applicable legal requirements.

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

The City of Casper has also received the GFOA Distinguished Budget Presentation Award for the fiscal year ended June 30, 2013. The City has received this Award since FY 2007.

The preparation of this report would not have been possible without the efficient and dedicated services of the entire staff of the finance division. Appreciation is given to all members of the departments who assisted and contributed to the preparation of this report. Credit also must be given to the Mayor and City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City's finances.

Respectfully submitted,



V.H. McDonald, CPA

Administrative Services Director

CITY OF CASPER OFFICIALS

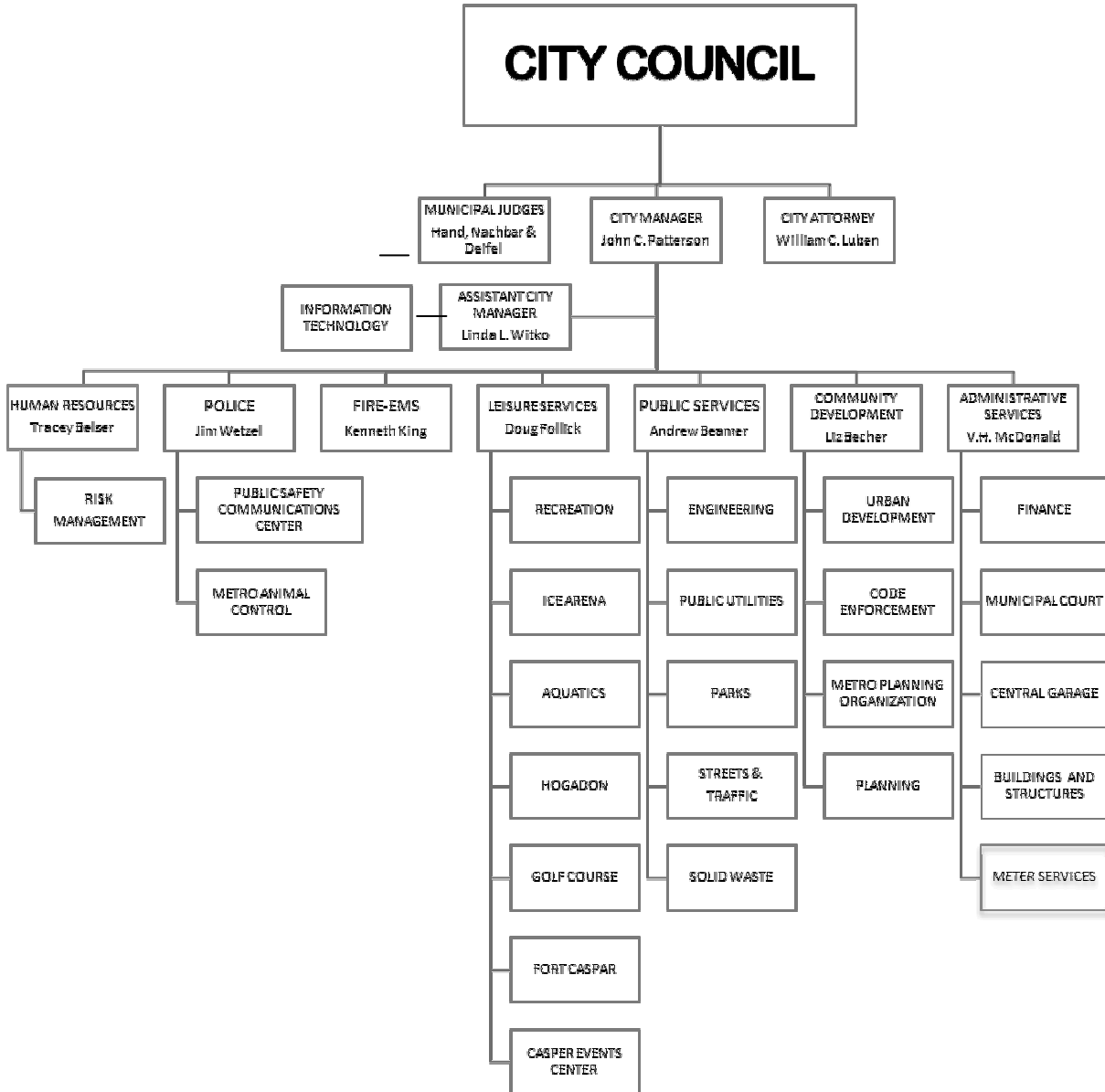
CITY COUNCIL

Paul Meyer,	Mayor
Charlie Powell,	Vice-Mayor
Paul Bertoglio	
Craig Hedquist	
Steve Cathey	
Keith Goodenough	
Bob Hopkins	
Kenyne Schlager	
Daniel Sandoval	

ADMINISTRATION

John Patterson,	City Manager
Linda L. Witko,	Assistant City Manager
William C. Luben,	City Attorney
V.H. McDonald,	Administrative Services Director
Douglas Follick,	Leisure Services Director
Jim Wetzel,	Chief of Police
Kenneth King,	Fire Chief
Liz Betcher,	Community Development Director
Andrew Beamer,	Public Services Director
Tracey Belser,	Director Human Resources

ORGANIZATION OF THE CITY OF CASPER





Government Finance Officers Association

**Certificate of
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Presented to

**City of Casper
Wyoming**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2013

Executive Director/CEO

FINANCIAL SECTION



INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of the City Council
and City Manager
City of Casper, Wyoming

Report on the Financial Statements

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 Casper, Wyoming, as of and for the year ended June 30, 2014, and the related notes to the financial statements, which collectively comprise the City of Casper, Wyoming's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Central Wyoming Regional Water System Joint Powers Board nor the Economic Development Joint Powers Board; both are discretely presented component units of the City. These component units represent 99%, 99%, and 98%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board is based on 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 standards applicable to financial audits contained in 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 involves performing procedures to obtain audit evidence about the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Honorable Mayor, Members of City Council,
and City Manager

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

Opinion

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Casper, Wyoming, as of June 30, 2014, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis, the budgetary comparison information, and the schedule of funding progress for the post-employment healthcare plan as listed in the table of contents be presented to supplement the basic financial statements. Such information, although not a part of the basic financial statements, is required by the Governmental Accounting Standards Board, who considers it to be an essential part of financial reporting for placing the basic financial statements in an appropriate operational, economic, or historical context.

We have applied certain limited procedures to management's discussion and analysis and the schedule of funding progress for the postemployment healthcare plan in accordance with auditing standards generally accepted in the United States of America, which consisted of inquiries of management about the methods of preparing the information and comparing the information for consistency with management's responses to our inquiries, the basic financial statements, and other knowledge we obtained during our audit of the basic financial statements. We do not express an opinion or provide any assurance on management's discussion and analysis and the schedule of funding progress because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

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

Honorable Mayor, Members of City Council,
and City Manager

Other Information


Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Casper, Wyoming's basic financial statements. The introductory section, combining and individual fund and other supplementary information, and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. Additionally, the accompanying schedule of expenditures of federal awards is required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, is presented for purposes of additional analysis and is also not a required part of the basic financial statements.

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated December 22, 2014, on our consideration of the City of Casper, Wyoming's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Casper, Wyoming's internal control over financial reporting and compliance.


Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
December 22, 2014

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

As management of the City of Casper (City), we present to readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2014. We encourage readers to consider the information presented here in conjunction with additional information furnished in the letter of transmittal and the basic financial statements following this section.

Financial Highlights

Government-wide

The restricted and unrestricted assets of the City exceeded its liabilities at the close of the most recent fiscal year by \$438.26 million (*net position*). Of this amount, \$145.68 million (*unrestricted*) may be used to meet the government's ongoing general fund, grant funds, capital project and business-type activity obligations to citizens and creditors. Specific expenditure restrictions apply to the grant funds and much of the capital project funds. The City's total net position, including all funds, increased by \$16.48 million.

The City's total net liabilities increased by \$2.14 million or 4.40%, during the current fiscal year. The City decreased its long-term debt by a net \$343,649 or 1.80% mainly due to principal payments to the State Loan and Investment Board. The landfill closure and post closure liability decreased by a net \$856,373 as the City continued to monitor the former balefill and consumed capacity in the new landfill. Other changes were due to the net accrual of \$2.96 million for other post-employment benefits (OPEB) and recognition of a \$136,230 net increase of accrued compensated absences.

Fund Basis

As of June 30, 2014, there is a deficit of \$189,236 in unassigned fund balance for the General Fund. The City of Casper has committed General Fund emergency reserves of \$11.45 million, and operating reserves of \$11.45 million as allowed by City Council's Reserve Policy, for a combined total of \$22.9 million operating and emergency reserves. Also, a note receivable from the Central Wyoming Regional Water System for \$11.44 million is appropriately classified as non-spendable, forcing the unassigned balance to be negative.

It is important to note that the City implemented GASB 54 and for reporting purposes has combined the Perpetual Care, Redevelopment Land, Special Reserves and Metro Animal Control into the General Fund. The total fund balance of the General Fund, inclusive of the funds mentioned, is currently \$65.11 million. The corpus of the Perpetual Care Fund is committed to hold the principal balance to generate interest income to support facilities developed by the optional one cent sales tax. The resources of the Redevelopment Land Fund are committed to be used to acquire land and buildings for resale to support the City's redevelopment efforts.

As of June 30, 2014, the City's other governmental funds reported combined ending fund balances of \$58.79 million. The majority of this amount, \$55.42 million, consists of balances in the capital projects funds, with special revenue funds of \$1.14 million, primarily committed for specific program expenditures, and debt service fund of \$2.24 million.

Overview of the Financial Statements

This discussion and analysis is intended to serve as 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 basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Government-wide Financial Statements

The government-wide financial statements are designed to provide readers with a broad overview of the City's finances, in a manner similar to a private-sector business. The statement of net position presents information on all of the City's assets and liabilities, with the difference between the two reported as net position. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City is improving or deteriorating.

The statement of activities presents information showing how the government's net position changed during the most recent fiscal year. All changes in net position are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of related cash flows. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods such as revenues pertaining to uncollected taxes or expenses pertaining to earned but unused vacation and sick leave. Government-wide financial statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues, such as grant revenue (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).

Governmental activities of the City include those related to legislative and legal, general government, public safety, public health, community and cultural, public works and direct assistance to other entities.

Business-type activities of the City include those related to water, sewer and solid waste management utility services, various leisure services, and parking operations.

The government-wide financial statements include not only the City of Casper itself (known as the primary government), but also includes the legally separate entities of the Downtown Development Authority, the Economic Development Joint Powers Board and the Central Wyoming Regional Water System Joint Powers Board. Due to the appointment of the board members of these entities or the level of funding the City provides, the City has authority to affect these entities. Financial information for these component units are reported separately from the financial information presented for the primary government itself.

Fund Financial Statements

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

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

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

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

The City maintains several individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Departmental Capital Projects Fund, each considered to be major funds. An important item to note again is that for operational purposes, the City maintains a Perpetual Care Fund separately, but for reporting purposes, the Perpetual Care Fund was combined into the General Fund.

Data from the remaining governmental funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of combining statements, located in the other supplementary information section of this report.

The City adopts an annual appropriated budget for its funds. A budgetary comparison is provided for each of the City's governmental funds to demonstrate compliance with this budget. The budgetary comparison statements for the major governmental funds, except for the major capital projects funds, are located in the required supplementary information section of this report. The budgetary comparison for the major capital projects fund is included in the other supplementary information section.

Proprietary funds are generally used to account for operations that provide services to the general public on a continuing basis or to internal City departments. Proprietary funds provide the same type of information contained in the business-type activities portion of the government-wide financial statements, only in more detail. The City maintains two different types of proprietary funds: enterprise and internal service.

Enterprise funds are used to report the same functions presented as business-type activities in the government-wide financial statements. The City uses enterprise funds to account for its water, sewer, and wastewater utilities, solid waste management operations, leisure services facilities operations and parking. The City reports enterprise operations for the Utilities, Solid Waste, and Recreation as major funds. The City reports Parking as a non-major enterprise fund. Data from the remaining enterprise fund is presented as a single, separate column.

Internal service funds are accounting mechanisms used to accumulate and allocate costs among the City's various functions. The City of Casper uses internal service funds to account for: operations of the City's Information Management Services, maintenance of the City's fleet of vehicles, to finance and account for the City's property insurance program, maintenance of the City's buildings, and the Employee Health Insurance function. Because these services predominantly benefit governmental rather than business-type functions, they are incorporated into governmental activities in the government-wide financial statements. Internal service funds are combined into a single, aggregated presentation in the proprietary fund financial statements. Individual fund data for the internal service funds is provided in the form of combining statements in the other supplementary information section of this report.

Notes to the Financial Statements

The Notes to the Financial Statements provide additional information and narrative disclosures that are essential to a full understanding of the data provided in the government-wide and fund financial statements.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Other Information

In addition to the basic financial statements and accompanying notes, this report also presents certain required supplementary information concerning the City's budgetary compliance of the general fund and the major special revenue funds. The combining statements referred to earlier in connection with governmental funds and internal service funds are presented immediately following the required supplementary information.

Non-major governmental funds and internal service funds are presented immediately following the required supplementary information.

Government-Wide Financial Analysis

Analysis of Net Position

As noted earlier, net position may serve over time as a useful indicator of a government's financial position. The following analysis focuses on the net position, as reported on the Statement of Net Position and the changes in net position, as reported on the Statement of Activities.

In total, the City's net position increased \$16.48 million, or 3.91%, from FY 2013 to FY 2014. Investments in capital assets increased \$15.05 million, or 5.45%. Restricted net position decreased by \$240.147 or 14.66%. Unrestricted net position increased \$1.67 million or 1.16%.

Total Net Position

By far the largest portion of the City's net position (66.44%) reflects the net investment of \$291.18 million in capital assets (for example, land, buildings, infrastructure, machinery, and equipment), net of related debt used to acquire those assets and that is still outstanding. The City uses these capital assets to provide services to citizens; consequently, these assets are not available for future spending. Although the City's investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities. For implementation of GASB 34, the City opted to only capitalize infrastructure under the twenty year option.

At June 30, 2014, the City is able to report positive balances in all three categories of net position, for the government as a whole and for unrestricted net position business-type activities.

Governmental Net Position

Total net position of the City's governmental activities increased \$13.54 million, or 5.4%, during the current fiscal year. This increase was composed of an increase in net capital assets of \$11.39 million, an increase in unrestricted net position of \$2.43 million partially offset by a decrease in restricted net position of \$272,647. The increase in capital assets is due to construction of infrastructure, land acquisition and machinery and equipment. The decrease in restricted net position of \$272,647 is due to a decrease in the amount restricted for Redevelopment Loans.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Business-type Activities Net Position

Total net position of the City's business-type activities increased \$2.94 million (in chart below), or 1.73%, during the current fiscal year. The increase was mainly due to revenue increases related to Utilities and Solid Waste.

**City of Casper
Comparative Statement of Net Position
June 30, 2014 and 2013**

	Governmental Activities		Business-type Activities		Total	
	2014	Restated 2013	2014	2013	2014	Restated 2013
Assets						
Current and other assets	\$ 141,575,487	\$ 133,095,772	\$ 41,673,593	\$ 42,360,134	\$ 183,249,080	\$ 175,455,906
Capital assets	150,938,728	139,553,880	158,850,818	155,494,247	309,789,546	295,048,127
Total assets	<u>292,514,215</u>	<u>272,649,652</u>	<u>200,524,411</u>	<u>197,854,381</u>	<u>493,038,626</u>	<u>470,504,033</u>
Liabilities						
Current liabilities	6,707,824	7,345,094	3,519,354	2,629,785	10,227,178	9,974,879
Long-term liabilities	16,339,216	13,292,109	24,296,478	25,451,955	40,635,694	38,744,064
Deferred inflows	3,912,848	-	-	-	3,912,848	-
Total liabilities and deferred inflows	<u>26,959,888</u>	<u>20,637,203</u>	<u>27,815,832</u>	<u>28,081,740</u>	<u>54,775,720</u>	<u>48,718,943</u>
Net Position						
Net investment in capital assets	150,938,728	139,552,718	140,242,769	136,582,549	291,181,497	276,135,267
Restricted	1,135,688	1,408,335	262,500	230,000	1,398,188	1,638,335
Unrestricted	113,479,911	111,051,396	32,203,310	32,960,092	145,683,221	144,011,488
Total net position	<u>\$ 265,554,327</u>	<u>\$ 252,012,449</u>	<u>\$ 172,708,579</u>	<u>\$ 169,772,641</u>	<u>\$ 438,262,906</u>	<u>\$ 421,785,090</u>

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CITY OF CASPER, WYOMING

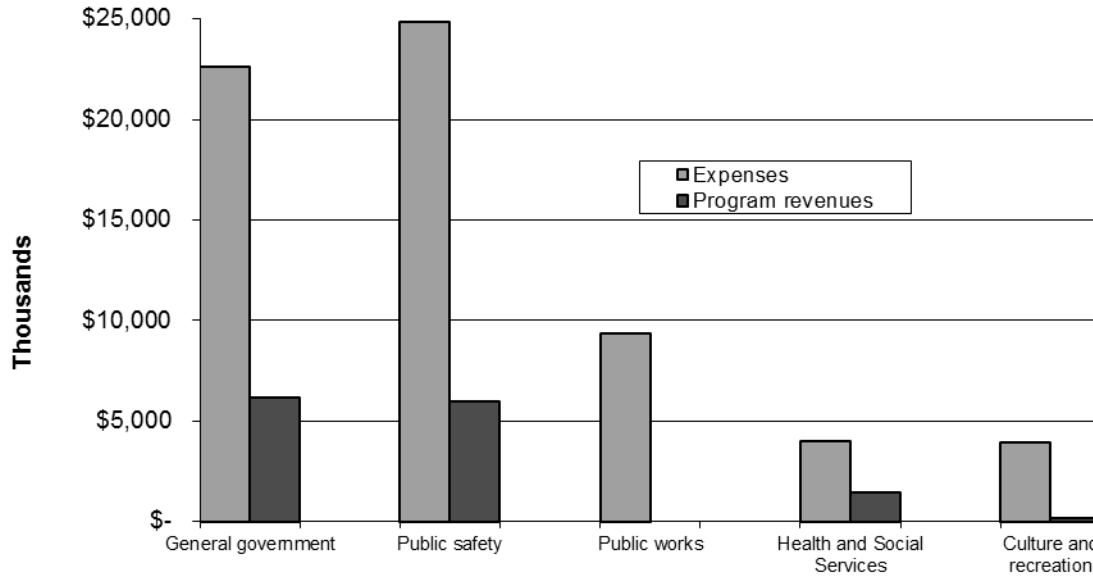
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

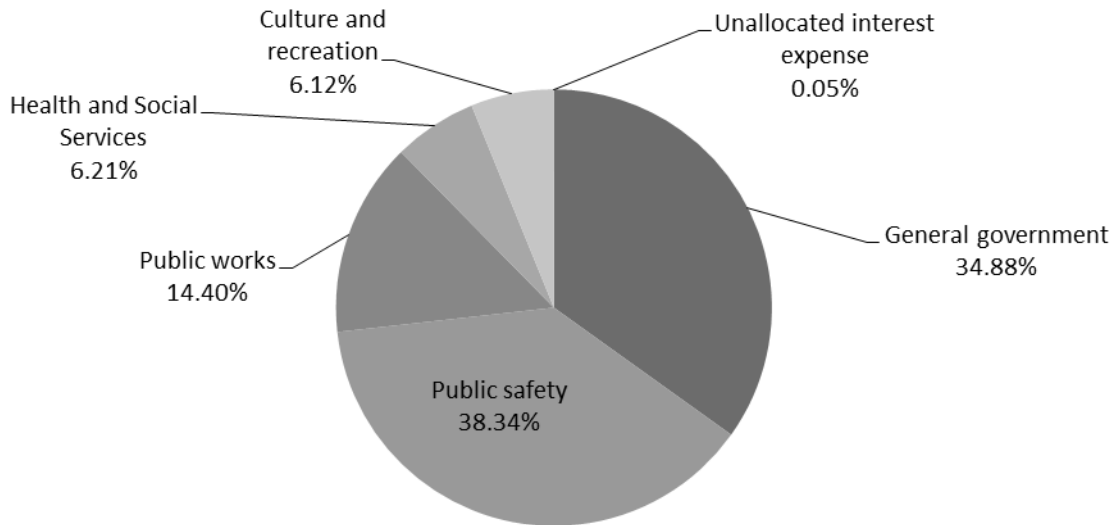
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Governmental-type Activities

Program Revenues and Expenses - Governmental Activities



Expenses / Government Activities



CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

The governmental activities charts above illustrate operating expenses and program revenues by function and revenues by source. Public Safety is the largest function at 38.34% of total governmental operating expense, followed by General Government at 34.88%, Public Works at 14.40%, Health and Social Services at 6.21% and Culture and Recreation at 6.12%.

Mineral taxes, sales taxes, property taxes, franchise fees and other taxes are general revenues used to support overall government functions; therefore, these are not shown as program revenues. Sales taxes make up 51.45% of revenues, other taxes, consisting primarily of mineral taxes and franchise fees 23.14%, property taxes 5.08%, unrestricted interest income 1.69%, charges for services 11.74%, operating grants and contributions are 3.59%, and capital grants and contributions are 1.00% of total revenues. Governmental activities, including transfers, increased the City's net position by \$13.54 million. Key factors of this change in governmental activities include the following based on the government-wide statement of activities:

- Overall, governmental activities revenues increased by \$6.7 million or 8.55%. This increase in revenues can mostly be attributed to additional receipts of State sales tax dollars. Growth was due to increase in retail trade and mining.
- The City experienced an increase in sales tax receipts of \$2.53 million or 6.18% resulting from growth experienced largely in the retail and mining sectors. Other taxes increased by \$1.44 million due to increases in gas taxes, mineral taxes, property taxes and franchise fees.
- Unrestricted investment earnings increased by \$1.19 million or 487% due to increased gains, mainly in the general fund, and slight increase in size of investment pool.
- Expenditures for governmental activities increased by \$3.7 million or 6.1% mainly due to a net increase in General Government and Public Works. See additional detail in the Governmental Fund Financial Analysis.

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CITY OF CASPER, WYOMING

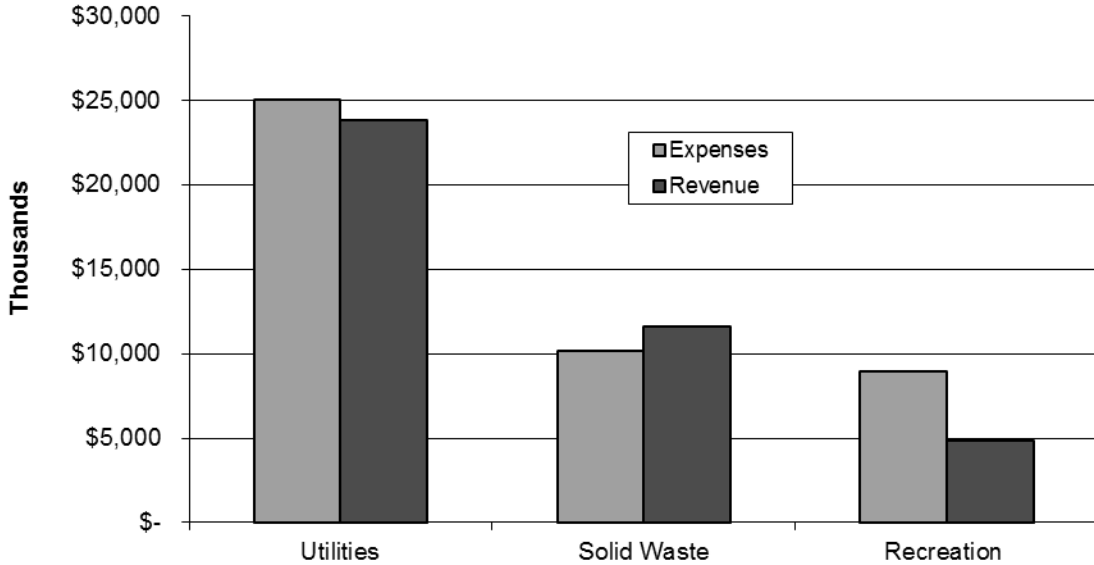
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

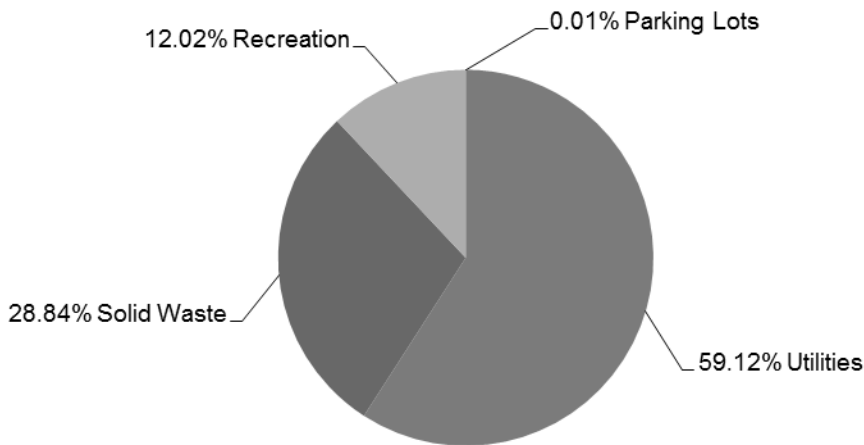
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Business-type Activities

Expenses and Program Revenues - Business-type Activities



Revenue by Source - Business-type Activities



The previous charts illustrate expenses and program revenues, and revenues by source. The utilities are mainly funded by fees for services, including the contract operation of the Water Treatment Plant for which the Central Wyoming Regional Water Treatment Joint Powers Board is charged for the direct cost of operating the plant on their behalf. The recreation operations collect user fees, and their operations are also subsidized by the general tax dollars and interest income from the Perpetual Care Fund.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Business-type activities increased the City's overall net position by \$2.94 million. Key elements of this increase are:

Contributing to the increase in the net position of business-type activities include a net increase in the Utilities Funds of \$1.58 due to an increase in grant revenues. The Solid Waste Funds had a net increase of net position of \$1.57 million due to adjustments to landfill closure/post closure while the Recreation Funds had a net decrease of \$140,755.

**City of Casper
Comparative Statement of Net Position
Years Ended June 30, 2014 and 2013**

	Governmental Activities		Business-type Activities		Total	
	2014	2013	2014	2013	2014	2013
Revenues						
Charges for services	\$ 9,941,484	\$ 8,198,022	40,189,629	\$ 40,321,573	\$ 50,131,113	\$ 48,519,595
Operating grants and capital contributions	3,035,492	3,160,277	42,513	128,905	3,078,005	3,289,182
Capital grants and contributions	843,389	636,187	835,846	51,082	1,679,235	687,269
Taxes						
Property	4,298,393	3,910,400	-	-	4,298,393	3,910,400
Sales	43,550,979	41,017,684	-	-	43,550,979	41,017,684
Other	19,586,097	18,141,854	-	-	19,586,097	18,141,854
Miscellaneous	1,956,957	2,673,488	179,902	201,659	2,136,859	2,875,147
Unrestricted interest earnings	1,434,321	244,389	(663,022)	251,540	771,299	495,929
Total revenues	84,647,112	77,982,301	40,584,868	40,954,759	125,231,980	118,937,060
Expenses						
General government	22,624,821	21,220,810	-	-	22,624,821	21,220,810
Public safety	24,863,074	24,528,873	-	-	24,863,074	24,528,873
Public works	9,342,504	7,703,054	-	-	9,342,504	7,703,054
Health and social services	4,027,716	3,900,652	-	-	4,027,716	3,900,652
Culture and recreation	3,967,681	3,756,562	-	-	3,967,681	3,756,562
Unallocated interest expense	30,732	34,115	-	-	30,732	34,115
Utilities	-	-	25,333,916	24,514,609	25,333,916	24,514,609
Solid Waste	-	-	10,233,090	11,498,891	10,233,090	11,498,891
Recreation	-	-	8,978,261	8,588,873	8,978,261	8,588,873
Other enterprise fund	-	-	88,715	79,923	88,715	79,923
Total expenses	64,856,528	61,144,066	44,633,982	44,682,296	109,490,510	105,826,362
Excess of revenues over expenses before transfers	19,790,584	16,838,235	(4,049,114)	(3,727,537)	15,741,470	13,110,698
Transfers	(6,985,052)	(4,965,394)	6,985,052	4,965,394	-	-
Special item	736,346	-	-	-	736,346	-
Change in net position	13,541,878	11,872,841	2,935,938	1,237,857	16,477,816	13,110,698
Net position - July 1	252,012,449	235,208,445	169,772,641	168,534,784	421,785,090	403,743,229
Prior period adjustment	-	4,931,163	-	-	-	4,931,163
Restated net position	252,012,449	240,139,608	169,772,641	168,534,784	421,785,090	408,674,392
Total net position	\$265,554,327	\$252,012,449	\$172,708,579	\$169,772,641	\$438,262,906	\$421,785,090

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Government Funds Financial Analysis

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

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

At June 30, 2014, the City's governmental funds reported a combined ending fund balance of \$123.90 million, an increase of \$10.05 million. The net increase is due, among other factors, to increases in a variety of taxes.

The General Fund is the City's main operating fund. The City has adopted GASB 54 and reclassified several funds thereby consolidating the Perpetual Care Fund, Revolving Land Fund, Special Reserves Fund and Metro Animal Control Fund balances into the General Fund balance. The General Fund committed fund balance is \$53.71 million, \$11.59 million non-spendable, and \$189,236 is an unassigned deficit. Tax revenues in FY 2014 were \$4.1 million higher than FY 2013. Expenditures in the General Fund were less than budgeted by \$4.23 million. The variance in expenditures was significantly contributed to by Revolving Land for \$2.0 million, Perpetual Care at \$466,680, and the remainder of the General Fund at \$1.77 million. The Revolving Land variances were attributable to capital funding not being spent. Perpetual Care variance was lower due to progression of capital improvements. Remaining General Fund areas were under budget as part of a management challenge to reduce spending to 5% below budget during the year.

The General Fund's \$65.11 million fund balance includes committed balances of \$11.4 million for emergency reserves and \$11.4 million for operating reserves as set by Council's Reserve Policy. The committed balance also includes \$28.3 million GAAP based Perpetual Care corpus to fund Optional One Cent facilities ongoing maintenance, while \$1.86 million is committed to planned land acquisitions projects utilizing Optional One Cent monies.* The non-spendable fund balance classification indicates that amounts are not in spendable form, which includes, general fund inventory of \$150,467, and the non-current notes receivable of \$11.44 million. This receivable is a loan that the City of Casper issued to the Regional Water System.

The fund balance of the capital projects funds increased despite increased capital activity due to increased support from the General Fund.

*Like discussed in **Fund Basis** section of **Financial Highlights** above, the budget basis reserves of Perpetual Care is approximately \$34.1 million.

Enterprise Funds

Enterprise funds unrestricted net assets at June 30, 2014 amounted to \$32.20 million. Other factors concerning the finances of these funds are addressed in the discussion of the City's business-type activities. The Utilities, Solid Waste and Recreation funds reported unrestricted net assets of \$24.76 million, \$7.18 million, and negative \$265,524, respectively. Other non-major Enterprise funds reported unrestricted net assets of \$525,479.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, had unrestricted net assets of negative \$7.65 million, a decrease of \$3.9 million from the prior year. Significant contributions to the change in unrestricted net assets are the recognition of the post-employment benefit plan's annual required contribution of \$2.96 million (OPEB). The recognition of the post-employment liability has resulted in a deficit fund balance for the Employee Health Insurance Fund; however, City management believes for the foreseeable future annual revenues of the Employee Health Insurance Fund will be sufficient to cover the costs of employee health insurance benefits. A \$3.9 million decrease of Internal Service Fund's net assets was primarily caused by personnel and contractual costs that were not recovered by internal service charges and by recognition of OPEB.

Budgetary Highlights

The City Council adopts an annual budget for all funds. The City Council adopts budget adjustments during the year for supplemental appropriations which are generally contingent upon new or additional revenue sources or the spending of reserves.

General Fund

A total General Fund appropriation adjustment of \$2.28 million approved for FY 2014 included \$462,754 for the City Council budget to increase council goals including housing authority, branding initiatives and legal fees. The Fire budget was increased by \$166,940 for increased overtime costs. Metro Animal Control was increased \$104,100 for building work and light equipment purchases. Traffic budget was increased by \$90,000 for increased electric costs. The transfers budget was increased by \$1.45 million for prefunding of workers' compensation insurance, cleanup for the October 2013 storm event, and Casper Events Center for additional personnel costs.

The General Fund reflects a net positive ending change in fund balance of \$5.72 million, which consists of a positive net \$618,316 revenue variance, a positive total expenditure variance of \$4.24 million and a net positive transfer's variance of \$863,622. General Fund actual revenues are higher than budgeted revenues due to higher than budgeted charges for services, fines, licenses and permits and property taxes. The variances were offset by lower than budgeted results for sales taxes.

On a budgetary basis General Fund expenditures were below budget, primarily due to lower than budgeted expenditures in General Government (\$3.24 million), Public Works (\$907,906), Human Services (\$135,472) and Culture and Recreation (\$50,686). During the year, management challenged departments to decrease their spending by 5% in response to lower than expected sales tax revenues.

General Fund transfers were lower than budgeted due to the subsidized funds requiring less funding. Detail of the individual cost centers budget performance by expenditure category can be found in the Required Supplementary Information section.

Special Revenue Funds

Total special revenue funds appropriation adjustment of \$1.13 million approved for FY 2014 including \$800,000 to Public Safety Communications Center Fund for building costs, \$176,161 for special events assistance and \$151,551 for Police Grant Fund.

Capital Projects Funds

Total Capital Projects Fund appropriation adjustments were \$3.88 million.

CITY OF CASPER, WYOMING

MANAGEMENT’S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Capital Assets

The City’s investment in capital assets for its governmental and business-type activities for the current fiscal year amounts to \$309.79 million (net of accumulated depreciation) This investment in capital assets includes land, buildings and related systems, improvements, machinery and equipment, park facilities, roads, highways and bridges. The City has included in capital assets the cost of infrastructure acquired or constructed since 1983 and related depreciation. Compliance to the infrastructure provisions of GASB 34 was completed as of June 30, 2005.

Major capital projects completed or in progress during the year are as follows:

Fire Station Replacement and Equipment	\$ 3,308,325
Collectors and Arterial Improvements	3,245,475
Casper Events Center	1,333,215
Other Leisure Service Improvements	2,324,427
Various Park and Walk Path Improvements	1,893,637
Various Street Improvements	1,565,532

Additional information on the City’s capital assets can be found in Note 1 – Summary of Significant Accounting Policies – Capital Assets and Note 7 – Capital Assets to the basic financial statements.

Long-term Debt

At the end of the current fiscal year, the City had total net long-term obligations outstanding of \$40.64 million. Of this amount, \$2.11 million is for accrued compensated absences, \$14.19 million other post-employment benefits payable, \$19.14 million of loans from the State for utility systems and \$5.20 million for landfill closure/post closure care costs. During the year, long-term debt decreased by a net \$343,649 for loans from the State for water, sewer, wastewater and balefill system improvements and expansion, a net \$856,373 decrease in landfill closure and post closure liability and \$136,230 net increase in compensated absences and an increase of \$2.96 million in other post-employment benefits accrued during the fiscal year.

Additional information about the City’s debt can be found in Note 1 – Summary of Significant Accounting Practices – Long-Term Obligations and Note 9 – Long-Term Debt of this report.

Economic Factors and Next Year’s Budgets and Rates

Quantifying the FY 2015 budget was difficult due to the mixed economic signals received during the year. The City is maintaining a conservative approach as tax revenues are heavily influenced by mineral activity. Growth is expected to occur in sales taxes while state mineral taxes are expected to decrease in FY 2015. FY 2014 sales taxes started slowing relative to budget but did improve at the end of the year. Based on current available data, the unemployment rate near the end of the fiscal year for Natrona County and the City of Casper is 4.2% which is lower than the State of Wyoming average unemployment rate of 4.7%. Fiscal year 2015 budgeted General Fund revenues, before transfers, were expected to decrease by \$4.7 million from the amounts actually received in 2014. This is mainly due to projected decreases in taxes of \$1.4 million, miscellaneous of \$1.2 million and \$1.8 million in investment earnings.

The fiscal year 2015 budgeted General Fund expenditures are slightly decreased from 2014 actual expenditures by \$72,711, excluding transfers.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2014

(Unaudited)

Economic Factors and Next Year's Budgets and Rates (Continued)

For FY 2015, \$55.9 million in taxes are projected to be received, a 9.25% decrease from the amount estimated for FY 2014. However, the FY 2015 budget did not include four months of revenue from the 1% 15 sales tax. The tax was renewed after the budget was published and will likely eliminate most or all of the percentage decrease from FY 2014 to FY 2015. General Fund revenue is projected to reach \$51.5 million for FY 2015 and General Fund expenditures are expected to stay within \$51.9 million.

Requests for Information

This financial report is designed to provide a general overview of the City's finances for all those with an interest in the government's finances. Questions concerning any of the information should be addressed to the Administrative Services Director, 200 North David, Casper, Wyoming 82601 (vmcdonald@cityofcasperwy.com).

BASIC FINANCIAL STATEMENTS

CITY OF CASPER, WYOMING

STATEMENT OF NET POSITION

June 30, 2014

Primary Government

	<u>Governmental Activities</u>	<u>Business-type Activities</u>	<u>Total</u>	<u>Component Units</u>
ASSETS				
Cash and cash equivalents	\$ 15,799,166	\$ 20,415	\$ 15,819,581	\$ 5,366,958
Investments	97,199,527	35,218,715	132,418,242	4,412,510
Receivables, net of allowance	16,096,276	3,817,125	19,913,401	729,096
Due from primary government	-	-	-	202,796
Internal balances	(1,890,515)	1,890,515	-	-
Inventories	658,971	726,823	1,385,794	304,473
Prepaid items	-	-	-	18,738
Notes receivable, current	1,297,998	-	1,297,998	1,320,804
Notes receivable, noncurrent	12,414,064	-	12,414,064	-
Capital assets, not being depreciated	32,179,349	19,862,441	52,041,790	2,558,704
Capital assets, net of depreciation	118,759,379	138,988,377	257,747,756	39,012,402
Total assets	<u>292,514,215</u>	<u>200,524,411</u>	<u>493,038,626</u>	<u>53,926,481</u>
LIABILITIES				
Accounts payable and other current liabilities	4,122,391	2,295,094	6,417,485	930,917
Accrued wages payable	1,191,077	546,975	1,738,052	41,778
Accrued interest payable	12,575	300,071	312,646	167,420
Due to component unit	-	202,796	202,796	-
Unearned revenue/customer deposits	110,651	174,418	285,069	-
Claims payable	1,271,130	-	1,271,130	-
Noncurrent liabilities				
Due within one year	417,383	1,229,378	1,646,761	1,596,177
Due in more than one year	15,921,833	23,067,100	38,988,933	18,493,567
Total liabilities	<u>23,047,040</u>	<u>27,815,832</u>	<u>50,862,872</u>	<u>21,229,859</u>
DEFERRED INFLOWS OF RESOURCES				
Property tax revenue	3,912,848	-	3,912,848	142,183
NET POSITION				
Net investment in capital assets	150,938,728	140,242,769	291,181,497	21,481,362
Restricted				
Construction reserve	-	-	-	1,000,000
Rock Creek Dam rehabilitation	-	100,000	100,000	-
Paradise Valley Pipeline project	-	162,500	162,500	-
Weed and Pest activities	264,809	-	264,809	-
Community Development projects	108,530	-	108,530	-
Redevelopment loans	762,349	-	762,349	-
Unrestricted	113,479,911	32,203,310	145,683,221	10,073,077
Total net position	<u>\$ 265,554,327</u>	<u>\$ 172,708,579</u>	<u>\$ 438,262,906</u>	<u>\$ 32,554,439</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

STATEMENT OF ACTIVITIES
Year Ended June 30, 2014

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities				
General government	\$ 22,624,821	\$ 4,410,810	\$ 1,043,012	\$ 743,276
Public safety	24,863,074	5,166,493	812,381	-
Public works	9,342,504	-	-	-
Health and social services	4,027,716	267,720	1,175,599	-
Culture and recreation	3,967,681	96,461	4,500	100,113
Unallocated interest expense	30,732	-	-	-
Total governmental activities	<u>64,856,528</u>	<u>9,941,484</u>	<u>3,035,492</u>	<u>843,389</u>
Business-type activities				
Utilities	25,333,916	23,859,757	41,242	835,846
Solid waste	10,233,090	11,498,476	-	-
Recreation	8,978,261	4,826,711	-	-
Parking lot	88,715	4,685	1,271	-
Total business-type activities	<u>44,633,982</u>	<u>40,189,629</u>	<u>42,513</u>	<u>835,846</u>
Total primary government	<u>\$ 109,490,510</u>	<u>\$ 50,131,113</u>	<u>\$ 3,078,005</u>	<u>\$ 1,679,235</u>
Component units	<u>\$ 7,887,771</u>	<u>\$ 5,727,512</u>	<u>\$ 500,000</u>	<u>\$ 550,081</u>

See accompanying notes to financial statements.

Net (Expense) Revenue and Changes in Net Position

Primary Government

Governmental Activities	Business-type Activities	Total	Component Units
\$ (16,427,723)	\$ -	\$ (16,427,723)	\$ -
(18,884,200)	-	(18,884,200)	-
(9,342,504)	-	(9,342,504)	-
(2,584,397)	-	(2,584,397)	-
(3,766,607)	-	(3,766,607)	-
(30,732)	-	(30,732)	-
(51,036,163)	-	(51,036,163)	-
-	(597,071)	(597,071)	-
-	1,265,386	1,265,386	-
-	(4,151,550)	(4,151,550)	-
-	(82,759)	(82,759)	-
-	(3,565,994)	(3,565,994)	-
(51,036,163)	(3,565,994)	(54,602,157)	-
-	-	-	(1,110,178)
-	-	-	(Continued)

CITY OF CASPER, WYOMING

STATEMENT OF ACTIVITIES (CONTINUED)

Year Ended June 30, 2014

	Primary Government			Component Units
	Governmental Activities	Business-type Activities	Total	
Changes in net position	\$ (51,036,163)	\$ (3,565,994)	\$ (54,602,157)	\$ (1,110,178)
General revenues				
Property taxes	4,298,393	-	4,298,393	140,589
Sales taxes	23,891,412	-	23,891,412	-
Optional 1% sales taxes	19,659,567	-	19,659,567	-
Gas taxes	1,626,179	-	1,626,179	-
Franchise taxes	5,482,887	-	5,482,887	-
911 telecommunication taxes	778,068	-	778,068	-
Mineral taxes	10,002,217	-	10,002,217	-
Cigarette taxes	344,540	-	344,540	-
Motor vehicle taxes	1,352,206	-	1,352,206	-
Miscellaneous	1,956,957	179,902	2,136,859	347,607
Unrestricted investment earnings	1,434,321	(663,022)	771,299	16,017
Transfers	(6,985,052)	6,985,052	-	-
Special item	736,346	-	736,346	-
Total general revenues, transfers, and special item	64,578,041	6,501,932	71,079,973	504,213
Change in net position	13,541,878	2,935,938	16,477,816	(605,965)
Net position - beginning of year, as previously stated	247,081,286	169,772,641	416,853,927	33,122,119
Prior period adjustment	4,931,163	-	4,931,163	38,285
Net position - beginning of year, as restated	252,012,449	169,772,641	421,785,090	33,160,404
Net position - end of year	\$ 265,554,327	\$ 172,708,579	\$ 438,262,906	\$ 32,554,439

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

BALANCE SHEET
GOVERNMENTAL FUNDS

June 30, 2014

	General Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
ASSETS				
Cash and cash equivalents	\$ 13,787,190	\$ 1,402,544	\$ 3,000	\$ 15,192,734
Investments	45,182,496	44,185,761	1,939,994	91,308,251
Taxes receivable	9,139,175	3,610,188	-	12,749,363
Other receivables, net of allowance	1,536,433	20,983	274,083	1,831,499
Interest receivable	185,108	59,589	91,203	335,900
Inventory	150,467	-	-	150,467
Due from other governments	14,490	284,607	434,288	733,385
Due from other funds	2,293,745	7,882,339	639,947	10,816,031
Notes receivable, current	1,232,858	7,929	57,211	1,297,998
Notes receivable, noncurrent	11,436,329	238,270	739,465	12,414,064
Total assets	<u>\$ 84,958,291</u>	<u>\$ 57,692,210</u>	<u>\$ 4,179,191</u>	<u>\$ 146,829,692</u>
LIABILITIES				
Accounts payable	\$ 1,068,744	\$ 2,193,988	\$ 374,456	\$ 3,637,188
Accrued wages payable	1,020,802	-	62,485	1,083,287
Accrued interest payable	-	-	12,575	12,575
Customer deposits	110,651	-	-	110,651
Due to other funds	13,685,838	-	177,012	13,862,850
Total liabilities	<u>15,886,035</u>	<u>2,193,988</u>	<u>626,528</u>	<u>18,706,551</u>
DEFERRED INFLOWS OF RESOURCES				
Property tax revenue	3,964,967	-	-	3,964,967
Special assessments	-	-	180,981	180,981
Development recapture fees	-	78,909	-	78,909
Total deferred inflows of resources	<u>3,964,967</u>	<u>78,909</u>	<u>180,981</u>	<u>4,224,857</u>
FUND BALANCES				
Nonspendable	11,586,796	238,270	739,465	12,564,531
Restricted	-	-	577,204	577,204
Unrestricted				
Committed	53,709,729	55,181,043	2,217,959	108,890,772
Unassigned (deficit)	(189,236)	-	(162,946)	(352,182)
Total fund balances	<u>65,107,289</u>	<u>55,419,313</u>	<u>3,371,682</u>	<u>123,898,284</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 84,958,291</u>	<u>\$ 57,692,210</u>	<u>\$ 4,179,191</u>	<u>\$ 146,829,692</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

**RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS
TO THE STATEMENT OF NET POSITION**

June 30, 2014

Total fund balances, governmental funds		\$ 123,898,284
<p>Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.</p>		
Total capital assets, governmental funds	\$ 150,938,728	
Less capital assets, internal service funds	<u>(219,815)</u>	150,718,913
<p>Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.</p>		
Special assessments	180,981	
Development recapture fees	78,909	
Property taxes receivable - governmental funds	3,964,967	
Property taxes receivable - governmental activities	<u>(3,912,848)</u>	312,009
<p>Internal service funds are used by management to charge the costs to individual funds. The assets and liabilities of internal service funds are included in governmental activities in the statement of net assets.</p>		
Internal service funds assets	8,828,458	
Internal service funds liabilities	<u>(16,254,481)</u>	(7,426,023)
<p>Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore, are not reported in the funds.</p>		
Note payable	(534,000)	
Compensated absences	(1,614,563)	
Less compensated absences recorded in accrued wages payable	<u>199,707</u>	<u>(1,948,856)</u>
Net position of governmental activities		<u><u>\$ 265,554,327</u></u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS

Year Ended June 30, 2014

	General Fund	Capital Projects Fund	Other Governmental Funds	Total Governmental Funds
Revenues				
Taxes and special assessments	\$ 44,746,955	\$ 21,147,741	\$ 1,402,335	\$ 67,297,031
Licenses and permits	1,754,076	-	-	1,754,076
Intergovernmental	18,500	49,105	2,441,476	2,509,081
Charges for services	3,873,386	1,900	539,913	4,415,199
Fines	2,518,969	-	-	2,518,969
Investment earnings	1,824,444	(175,852)	(26,107)	1,622,485
Miscellaneous	1,529,354	1,348,478	527,905	3,405,737
Total revenues	56,265,684	22,371,372	4,885,522	83,522,578
Expenditures				
Current				
General government	6,769,470	32,982	951,942	7,754,394
Public safety	23,394,879	-	2,345,934	25,740,813
Public works	6,576,632	-	491,769	7,068,401
Health and social services	1,191,966	927,046	2,050,147	4,169,159
Culture and recreation	3,126,512	-	-	3,126,512
Debt service				
Principal	-	-	40,000	40,000
Interest	-	-	30,732	30,732
Capital outlay	742,136	19,265,211	1,611,428	21,618,775
Total expenditures	41,801,595	20,225,239	7,521,952	69,548,786
Excess (deficiency) of revenues over expenditures	14,464,089	2,146,133	(2,636,430)	13,973,792
Other financing sources (uses)				
Contributed capital	-	-	53,290	53,290
Transfers in	3,176,472	16,315,572	1,466,599	20,958,643
Transfers out	(14,471,841)	(14,833,890)	-	(29,305,731)
Total other financing sources (uses)	(11,295,369)	1,481,682	1,519,889	(8,293,798)
Special item				
Contribution of component unit assets	736,346	-	-	736,346
Net change in fund balances	3,905,066	3,627,815	(1,116,541)	6,416,340
Fund balances - beginning of year as previously reported	59,216,119	50,141,318	4,488,223	113,845,660
Prior period adjustment	1,986,104	1,650,180	-	3,636,284
Fund balances - beginning of year as restated	61,202,223	51,791,498	4,488,223	117,481,944
Fund balances - end of year	\$ 65,107,289	\$ 55,419,313	\$ 3,371,682	\$ 123,898,284

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
Year Ended June 30, 2014

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

Net change in fund balances - total governmental funds	\$	6,416,340
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Governmental funds report capital outlays as expenditures. However in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.

Total additions to capital assets	\$ 17,450,825	
Less internal service fund additions to capital assets	(119,390)	
Depreciation expense	(5,705,164)	
Less internal service fund depreciation	<u>72,058</u>	11,698,329

The disposal of capital assets that result in a loss (cost of the assets is greater than the accumulated depreciation and proceeds) does not provide current financial resources to governmental funds. Thus, that difference is not recorded in the governmental funds. However, it is recognized in the statement of activities. This is the net effect of this difference in the treatment of the disposition of capital assets.

Cost basis of assets disposed	(2,398,933)	
Accumulated depreciation on assets disposed	<u>2,038,119</u>	(360,814)

The change in long-term liabilities, (compensated absences) does not require the use of current financial resources of governmental funds. Thus the change is not recorded in the governmental funds. This is the net effect of these differences in the treatment.

Payment of principal on note payable	40,000	
Total accrued compensated absences as of June 30, 2014	(1,614,563)	
Less amounts recorded in governmental funds in current year	199,707	
Total accrued compensated absences as of June 30, 2013	1,482,878	
Less amount recorded in governmental funds in prior year	<u>(179,517)</u>	(71,495)

(Continued)

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

RECONCILIATION OF THE STATEMENT OF REVENUES,
EXPENDITURES, AND CHANGES IN FUND BALANCES - GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES (CONTINUED)

Year Ended June 30, 2014

Revenues in the statement of activities that do not provide current financial resources are not reported as revenues in the funds.

Special assessments revenue as of June 30, 2014	\$ 180,981	
Special assessments revenue as of June 30, 2013	(245,768)	
Development recapture fees as of June 30, 2014	78,909	
Development recapture fees as of June 30, 2013	(355,684)	
Balance sheet - property taxes receivable as of June 30, 2014	3,964,967	
Statement of net position - property taxes receivable as of June 30, 2014	<u>(3,912,848)</u>	\$ (289,443)

Internal service funds are used by management to charge the costs of the various funds to individual funds. The net revenue of certain activities of the internal service funds is reported with governmental activities.

Operating loss	(6,306,844)	
Non-operating expenses	(184,303)	
Transfers	<u>2,640,108</u>	<u>(3,851,039)</u>
Change in net position of governmental activities		<u>\$ 13,541,878</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2014

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
ASSETS			
Current assets			
Cash and cash equivalents	\$ 350	\$ 425	\$ 19,640
Investments	22,679,689	12,066,674	-
Interest receivable	7,992	7,203	-
Customer receivables, net of allowance	2,973,803	723,273	30,623
Due from other governments	74,123	-	-
Due from other funds	1,371,805	737,641	371,937
Inventories	671,942	-	54,881
Total current assets	<u>27,779,704</u>	<u>13,535,216</u>	<u>477,081</u>
Capital assets, not being depreciated			
Land and other nondepreciable assets	7,384,636	288,441	515,500
Construction in progress	9,951,104	493,156	1,229,604
Capital assets, net of depreciation			
Buildings	5,855,116	9,713,163	15,306,075
Improvements	81,711,953	10,523,029	7,306,696
Machinery and equipment	2,199,988	4,425,677	710,864
Net capital assets	<u>107,102,797</u>	<u>25,443,466</u>	<u>25,068,739</u>
Total assets	<u>134,882,501</u>	<u>38,978,682</u>	<u>25,545,820</u>
LIABILITIES			
Current liabilities			
Notes payable, current	1,022,594	99,165	-
Accounts payable	1,334,679	745,330	214,726
Accrued wages payable	195,159	172,664	286,771
Accrued interest payable	286,422	13,649	-
Unearned revenue	-	-	51,642
Refundable customer deposits	122,776	-	-
Claims payable	-	-	-
Due to other funds	398,946	158,085	87,215
Due to component units	202,796	-	-
Total current liabilities	<u>3,563,372</u>	<u>1,188,893</u>	<u>640,354</u>
Noncurrent liabilities, net of current maturities			
Compensated absences	213,494	68,217	102,251
Landfill closure and postclosure	-	5,196,848	-
Other postemployment benefits payable	-	-	-
Notes payable	15,947,631	1,538,659	-
Total noncurrent liabilities	<u>16,161,125</u>	<u>6,803,724</u>	<u>102,251</u>
Total liabilities	<u>19,724,497</u>	<u>7,992,617</u>	<u>742,605</u>
NET POSITION			
Net investment in capital assets	90,132,572	23,805,642	25,068,739
Restricted			
Rock Creek Dam rehabilitation	100,000	-	-
Paradise Valley Pipeline project	162,500	-	-
Unrestricted	24,762,932	7,180,423	(265,524)
Total net position	<u>\$ 115,158,004</u>	<u>\$ 30,986,065</u>	<u>\$ 24,803,215</u>

See accompanying notes to financial statements.

<u>Business-type Activities - Enterprise Funds</u>		<u>Governmental</u>
<u>Other Nonmajor</u>		<u>Activities</u>
<u>Enterprise Fund</u>		<u>Internal</u>
<u>Parking Lot</u>	<u>Totals</u>	<u>Service Funds</u>
\$ -	\$ 20,415	\$ 606,432
472,352	35,218,715	5,891,276
108	15,303	3,451
-	3,727,699	442,676
-	74,123	-
53,378	2,534,761	1,156,304
-	726,823	508,504
<u>525,838</u>	<u>42,317,839</u>	<u>8,608,643</u>
-	8,188,577	-
-	11,673,864	-
913,949	31,788,303	-
318,926	99,860,604	-
2,941	7,339,470	219,815
<u>1,235,816</u>	<u>158,850,818</u>	<u>219,815</u>
<u>1,761,654</u>	<u>201,168,657</u>	<u>8,828,458</u>
-	1,121,759	-
359	2,295,094	485,204
-	654,594	189,660
-	300,071	-
-	51,642	-
-	122,776	-
-	-	1,271,130
-	644,246	-
-	202,796	-
<u>359</u>	<u>5,392,978</u>	<u>1,945,994</u>
-	383,962	117,834
-	5,196,848	-
-	-	14,190,653
-	17,486,290	-
-	23,067,100	14,308,487
<u>359</u>	<u>28,460,078</u>	<u>16,254,481</u>
1,235,816	140,242,769	219,815
-	100,000	-
-	162,500	-
525,479	32,203,310	(7,645,838)
<u>\$ 1,761,295</u>	<u>\$ 172,708,579</u>	<u>\$ (7,426,023)</u>

CITY OF CASPER, WYOMING

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 Year Ended June 30, 2014

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Operating revenues			
Charges for services	\$ 23,859,757	\$ 11,498,476	\$ 4,826,711
Other revenues	8,034	144,905	26,963
Total operating revenues	<u>23,867,791</u>	<u>11,643,381</u>	<u>4,853,674</u>
Operating expenses			
Personnel expenses	4,951,735	3,057,232	4,673,128
Contractual	9,249,388	4,254,245	2,257,970
Materials and supplies	5,722,721	1,467,272	519,290
Other expenses	1,002,659	(326,673)	7,718
Depreciation expense	4,165,627	1,749,143	1,520,155
Total operating expenses	<u>25,092,130</u>	<u>10,201,219</u>	<u>8,978,261</u>
Operating income (loss)	<u>(1,224,339)</u>	<u>1,442,162</u>	<u>(4,124,587)</u>
Nonoperating revenues (expenses)			
Federal and state grants	877,088	-	-
Investment earnings and change in fair market value	(324,122)	(337,814)	57
Interest	(241,786)	(31,871)	-
Total nonoperating revenues (expenses)	<u>311,180</u>	<u>(369,685)</u>	<u>57</u>
Income (loss) before contributions and transfers	<u>(913,159)</u>	<u>1,072,477</u>	<u>(4,124,530)</u>
Capital contributions	-	-	1,278,072
Transfers in	2,499,415	501,862	2,705,703
Net transfers and contributions	<u>2,499,415</u>	<u>501,862</u>	<u>3,983,775</u>
Change in net position	1,586,256	1,574,339	(140,755)
Net position - beginning of year	<u>113,571,748</u>	<u>29,411,726</u>	<u>24,943,970</u>
Net position - end of year	<u>\$ 115,158,004</u>	<u>\$ 30,986,065</u>	<u>\$ 24,803,215</u>

See accompanying notes to financial statements.

<u>Business-type Activities - Enterprise Funds</u>		<u>Governmental Activities</u>	
<u>Other Nonmajor Enterprise Fund</u>		<u>Internal Service Funds</u>	
<u>Parking Lot</u>	<u>Totals</u>		
\$ 4,685	\$ 40,189,629	\$ 5,679,471	
-	179,902	7,891,789	
<u>4,685</u>	<u>40,369,531</u>	<u>13,571,260</u>	
-	12,682,095	4,880,214	
18,408	15,780,011	13,049,567	
256	7,709,539	1,873,252	
-	683,704	3,013	
70,051	7,504,976	72,058	
<u>88,715</u>	<u>44,360,325</u>	<u>19,878,104</u>	
<u>(84,030)</u>	<u>(3,990,794)</u>	<u>(6,306,844)</u>	
1,271	878,359	-	
(1,143)	(663,022)	(184,303)	
-	(273,657)	-	
<u>128</u>	<u>(58,320)</u>	<u>(184,303)</u>	
<u>(83,902)</u>	<u>(4,049,114)</u>	<u>(6,491,147)</u>	
-	1,278,072	-	
-	5,706,980	2,640,108	
-	6,985,052	2,640,108	
(83,902)	2,935,938	(3,851,039)	
<u>1,845,197</u>	<u>169,772,641</u>	<u>(3,574,984)</u>	
<u>\$ 1,761,295</u>	<u>\$ 172,708,579</u>	<u>\$ (7,426,023)</u>	

CITY OF CASPER, WYOMING

**STATEMENT OF CASH FLOWS
PROPRIETARY FUNDS
Year Ended June 30, 2014**

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Cash flows from operating activities			
Cash received from customers	\$ 21,949,862	\$ 11,617,961	\$ 4,795,002
Cash receipts from interfund services provided	1,764,713	-	-
Cash payments to suppliers for goods and services	(15,899,087)	(4,578,615)	(2,467,849)
Claims paid	-	-	-
Cash payments for interfund services provided	(141,853)	(1,159,315)	(284,480)
Cash payments to employees for services	(4,904,666)	(3,034,054)	(4,641,162)
Net cash provided (used) by operating activities	<u>2,768,969</u>	<u>2,845,977</u>	<u>(2,598,489)</u>
Cash flows from non-capital financing activities			
Cash received from federal and state agencies	1,307,573	-	-
Operating subsidies and transfers from other funds	2,856,557	781,420	2,740,478
Net cash provided (used) by non-capital financing activities	<u>4,164,130</u>	<u>781,420</u>	<u>2,740,478</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(7,900,485)	(1,494,002)	(188,988)
Proceeds from long-term financing	791,988	-	-
Principal paid	(999,737)	(95,900)	-
Interest paid	(292,502)	(32,670)	-
Net cash used by capital and related financing activities	<u>(8,400,736)</u>	<u>(1,622,572)</u>	<u>(188,988)</u>
Cash flows from investing activities			
Purchase of investment securities	(1,159,491)	(2,499,202)	(25,126)
Proceeds from the sale of investment securities	2,492,378	445,090	75,000
Interest on investments	134,700	49,287	125
Net cash provided (used) by investing activities	<u>1,467,587</u>	<u>(2,004,825)</u>	<u>49,999</u>
Net increase (decrease) in cash and cash equivalents	(50)	-	3,000
Cash and cash equivalents - beginning of year	<u>400</u>	<u>425</u>	<u>16,640</u>
Cash and cash equivalents - end of year	<u>\$ 350</u>	<u>\$ 425</u>	<u>\$ 19,640</u>

See accompanying notes to financial statements.

<u>Business-type Activities - Enterprise Funds</u>		<u>Governmental Activities</u>	
<u>Other Nonmajor Enterprise Fund</u>		<u>Internal</u>	
<u>Parking Lot</u>	<u>Totals</u>	<u>Service Funds</u>	
\$ 19,700	\$ 38,382,525	\$ 2,567,848	
-	1,764,713	10,864,289	
(17,983)	(22,963,534)	(3,711,102)	
-	-	(7,887,392)	
(525)	(1,586,173)	(467,711)	
-	(12,579,882)	(4,842,815)	
<u>1,192</u>	<u>3,017,649</u>	<u>(3,476,883)</u>	
1,271	1,308,844	-	
(3,802)	6,374,653	2,535,868	
<u>(2,531)</u>	<u>7,683,497</u>	<u>2,535,868</u>	
-	(9,583,475)	(119,390)	
-	791,988	-	
-	(1,095,637)	(1,162)	
-	(325,172)	-	
<u>-</u>	<u>(10,212,296)</u>	<u>(120,552)</u>	
(3,141)	(3,686,960)	(1,358,373)	
1,335	3,013,803	2,496,160	
3,145	187,257	(76,089)	
<u>1,339</u>	<u>(485,900)</u>	<u>1,061,698</u>	
-	2,950	131	
-	17,465	606,301	
<u>\$ -</u>	<u>\$ 20,415</u>	<u>\$ 606,432</u>	

(Continued)

CITY OF CASPER, WYOMING

STATEMENT OF CASH FLOWS (CONTINUED)
 PROPRIETARY FUNDS
 Year Ended June 30, 2014

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Reconciliation of operating income (loss) to net cash provided by operating activities			
Operating income (loss)	\$ (1,224,339)	\$ 1,442,162	\$ (4,124,587)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	4,165,627	1,749,143	1,520,155
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities			
Customer receivables	(169,441)	(25,420)	28,980
Inventories	7,584	-	10,565
Accounts payable and accrued expenses	(73,756)	513,287	22,084
Salaries and wages payable	38,823	76,239	90,225
Refundable customer deposits and unearned revenues	16,225	-	(87,652)
Claims payable	-	-	-
Compensated absences	8,246	(53,061)	(58,259)
Landfill closure and postclosure care	-	(856,373)	-
Net cash provided (used) by operating activities	<u>\$ 2,768,969</u>	<u>\$ 2,845,977</u>	<u>\$ (2,598,489)</u>
Noncash investing, capital and related financing activities			
Change in fair value of investments	\$ (445,748)	\$ (385,270)	\$ -
Capital assets contributed by governmental funds	\$ -	\$ -	\$ 1,278,072

See accompanying notes to financial statements.

<u>Business-type Activities - Enterprise Funds</u>		<u>Governmental Activities</u>	
<u>Other Nonmajor Enterprise Fund</u>		<u>Internal Service Funds</u>	
<u>Parking Lot</u>	<u>Totals</u>		
\$ (84,030)	\$ (3,990,794)	\$ (6,306,844)	
70,051	7,504,976	72,058	
15,015	(150,866)	(139,123)	
-	18,149	(34,353)	
156	461,771	(62,604)	
-	205,287	75,380	
-	(71,427)	-	
-	-	2,956,584	
-	(103,074)	(37,981)	
-	(856,373)	-	
<u>\$ 1,192</u>	<u>\$ 3,017,649</u>	<u>\$ (3,476,883)</u>	

\$ (3,988)	\$ (835,006)	\$ (106,382)
\$ -	\$ 1,278,072	\$ -

CITY OF CASPER, WYOMING

STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND - AMOCO REUSE JOINT POWERS BOARD INVESTMENTS
June 30, 2014

	<u>Agency Fund</u>
ASSETS	
Investments	\$ 10,051,272
Total assets	<u>\$ 10,051,272</u>
LIABILITIES	
Amounts payable to Amoco Reuse Joint Powers Board	\$ 10,051,272
Total liabilities	<u>\$ 10,051,272</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

AGENCY FUND

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

FIDUCIARY FUND - AMOCO REUSE JOINT POWERS BOARD INVESTMENTS

Year Ended June 30, 2014

	<u>Balance</u> <u>July 1, 2013</u>	<u>Additions</u>	<u>Deletions</u>	<u>Balance</u> <u>June 30, 2014</u>
ASSETS				
Investments	\$ 9,988,152	\$ 65,225	\$ 2,105	\$ 10,051,272
Total assets	<u>\$ 9,988,152</u>	<u>\$ 65,225</u>	<u>\$ 2,105</u>	<u>\$ 10,051,272</u>
LIABILITIES				
Amounts payable	\$ 9,988,152	\$ 65,225	\$ 2,105	\$ 10,051,272
Total liabilities	<u>\$ 9,988,152</u>	<u>\$ 65,225</u>	<u>\$ 2,105</u>	<u>\$ 10,051,272</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF NET POSITION - COMPONENT UNITS

June 30, 2014

	Major	Nonmajor	
	Central Wyoming Regional Water System Joint Powers Board	Downtown Development Authority	Economic Development Joint Powers Board
ASSETS			
Cash and cash equivalents	\$ 4,066,113	\$ 380,327	\$ 920,518
Investments	4,257,581	-	154,929
Receivables, net of allowance	580,632	148,464	-
Due from primary government	202,796	-	-
Inventories	304,473	-	-
Prepaid items	18,738	-	-
Notes receivable, noncurrent	-	-	1,320,804
Capital assets, not being depreciated	2,558,704	-	-
Capital assets, net of depreciation	38,973,495	682	38,225
Total assets	<u>50,962,532</u>	<u>529,473</u>	<u>2,434,476</u>
LIABILITIES			
Accounts payable and other current liabilities	926,947	3,970	-
Accrued wages payable	41,528	250	-
Accrued interest payable	167,420	-	-
Noncurrent liabilities			
Due within one year	1,596,177	-	-
Due in more than one year	18,493,567	-	-
Total liabilities	<u>21,225,639</u>	<u>4,220</u>	<u>-</u>
DEFERRED INFLOWS OF RESOURCES			
Property tax revenue	-	142,183	-
NET POSITION			
Net investment in capital assets	21,442,455	682	38,225
Restricted			
Construction reserve	1,000,000	-	-
Unrestricted	7,294,438	382,388	2,396,251
Total net position	<u>\$ 29,736,893</u>	<u>\$ 383,070</u>	<u>\$ 2,434,476</u>

See accompanying notes to financial statements.

Total Component Units
\$ 5,366,958
4,412,510
729,096
202,796
304,473
18,738
1,320,804
2,558,704
<u>39,012,402</u>
<u>53,926,481</u>
930,917
41,778
167,420
-
1,596,177
<u>18,493,567</u>
<u>21,229,859</u>
<u>142,183</u>
21,481,362
1,000,000
<u>10,073,077</u>
<u><u>\$ 32,554,439</u></u>

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF ACTIVITIES - COMPONENT UNITS
Year Ended June 30, 2014

	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Major component units				
Central Wyoming Regional Water System Joint Powers Board	\$ 6,139,986	\$ 5,727,512	\$ -	\$ 550,081
Nonmajor component units				
Downtown Development Authority	95,332	-	-	-
Economic Development Joint Powers Board	1,652,453	-	500,000	-
Total nonmajor component units	<u>1,747,785</u>	<u>-</u>	<u>500,000</u>	<u>-</u>
Total component units	<u>\$ 7,887,771</u>	<u>\$ 5,727,512</u>	<u>\$ 500,000</u>	<u>\$ 550,081</u>

General revenues
Property taxes
Miscellaneous
Unrestricted investment earnings
Total general revenues

Change in net position

Net position - beginning of year,
as previously stated
Prior period adjustment
Net position - beginning of year,
as restated

Net position - end of year

Net position - end of year

See accompanying notes to financial statements.

Major	Nonmajor		
Central Wyoming Regional Water System Joint Powers Board	Downtown Development Authority	Economic Development Joint Powers Board	Total Component Units
\$ 137,607	\$ -	\$ -	\$ 137,607
-	(95,332)	-	(95,332)
-	-	(1,152,453)	(1,152,453)
-	(95,332)	(1,152,453)	(1,110,178)
-	140,589	-	140,589
288,035	9,674	49,898	347,607
15,163	854	-	16,017
303,198	151,117	49,898	504,213
440,805	55,785	(1,102,555)	(605,965)
29,257,803	327,285	3,537,031	33,122,119
38,285	-	-	38,285
29,296,088	327,285	3,537,031	33,160,404
\$ 29,736,893	\$ 383,070	\$ 2,434,476	\$ 32,554,439

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies

This summary of significant accounting policies of the City of Casper, Wyoming (the City), is presented to assist in understanding the City's financial statements. The financial statements and notes are representations of the City's management, which is responsible for their accuracy and completeness. These accounting policies conform to accounting principles generally accepted in the United States of America (GAAP) and have been consistently applied in the preparation of the financial statements. The following is a summary of the more significant policies.

Reporting Entity

The City (primary government) is a municipal corporation governed by nine elected councilpersons. The City provides the following services as authorized by statute: public safety, street maintenance and operation, health and social services, culture-recreation, public improvements, planning and zoning, and general administrative services. As required by accounting principles generally accepted in the United States of America, these financial statements present the City and its component units, entities for which the City is considered to be financially accountable or entities which, if omitted, would materially distort the presentation of the City's financial position or activities. Blended component units, although legally separate entities, are, in substance, part of the City's operations and so data from those units would be combined with data of the primary government; however, the City does not have any blended component units. Each discretely presented component unit, on the other hand, is reported in a separate column in the basic financial statements to emphasize it is legally separate from the City. Each component unit has a June 30 year end.

Discretely Presented Component Units

The *Economic Development Joint Powers Board* primarily serves the City, provides some services to Natrona County and is governed by a board that is comprised of the City Council, Chamber of Commerce, the Business Resource Council and County Commissioners. The Board was established to provide an efficient, orderly, economical and feasible method of jointly financing and administering an economic development program. The Area Economic Development Joint Powers Board is reported as a governmental fund type component unit of the City. Due to the nature and significance of its relationship with the City (the City controls the Board and is financially accountable for its activities) the exclusion of this Board would render the financial statements of the City incomplete or misleading. The Board issues separate financial statements that can be obtained at the executive offices of the Board in Casper, Wyoming.

The *Central Wyoming Regional Water System Joint Powers Board* primarily serves the City, but also provides services to the Wardwell Water and Sewer District, the Brooks Water and Sewer District, the Salt Creek Joint Powers Board, Natrona County and certain Special Improvement Districts. The Board was established to provide an orderly, economical and efficient method of jointly developing, financing and administering a regional water system plan and at some time in the future, the operation of a regional water system. Due to the nature and significance of its relationship with the City (the City purchases more than 90% of the services provided by the Board and exercises significant control over its activities) the exclusion of this Board would render the financial statements of the City incomplete or misleading. The Board issues separate financial statements that can be obtained at the executive offices of the Board in Casper, Wyoming.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Reporting Entity (Continued)

Discretely Presented Component Units (Continued)

The *Downtown Development Authority* primarily serves the City and is comprised of a board that is appointed by the City Council. The Downtown Development Authority was established to account for all the revenues and those expenditures associated with the activities of developing the Casper downtown area. Due to the nature and significance of its relationship with the City the exclusion of this Board would render the financial statements of the City incomplete or misleading. The Authority does not issue separate financial statements.

Related Organization

The *Housing Authority of the City of Casper, Wyoming* (the "Authority") is a related organization to which the City appoints the board members, but for which the City cannot impose its will and has no significant financial accountability for the Authority. All transactions with the Authority are conducted in the ordinary course of business. Further financial information is available from the Authority.

Government-wide and Fund Financial Statements

The government-wide financial statements (i.e., the statement of net position and the statement of activities) report information on all of the non-fiduciary activities of the primary government and its component units. For the most part, the effect of inter-fund 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 the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that 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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Measurement Focus, Basis of Accounting

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues 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. An allowance for doubtful accounts is maintained for municipal court and parking receivables as well as utility receivables.

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. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal period. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. With regard to self-insurance claims and judgments, an additional expenditure may be recorded based on claims run-out estimates.

Property taxes, franchise taxes, licenses, and interest associated with the current fiscal period are all considered to be susceptible to accrual and so have been recognized as revenues of the current fiscal period. Other revenue items, such as licenses, fines and permits are considered to be measurable and available only when cash is received by the government; as a result, they are not susceptible to accrual.

Financial Statement Presentation

The accounts of the City are organized and operated on the basis of funds, each of which is considered a separate accounting entity. The operations of each fund are accounted for with a separate set of self-balancing accounts that comprise its assets, liabilities, fund balance or net position, revenues and expenditures or expenses as appropriate. The various funds are summarized by type within the financial statements.

The City reports the following major governmental funds:

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

The *Capital Projects Fund*, a capital projects fund, is used to account for collections of sales and use taxes for the acquisition or construction of capital projects and equipment.

The government reports the following major proprietary funds:

Utilities Fund – to account for operations associated with providing water, wastewater, sewer collection, and wastewater treatment services to the City of Casper residents and some county residents.

Solid Waste Fund – to account for operations associated with providing balefill and solid waste collection services to the City of Casper residents and some county residents.

Recreation Fund - to account for the operation of the Casper Municipal Golf Course, Hogadon Ski Area, Casper Events Center, outdoor pools and indoor aquatics center, indoor ice arena, recreation facility and various recreation and field programs of the City.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Financial Statement Presentation (Continued)

Additionally, the government reports the following fund types:

The internal service funds account for the garage, city hall, health insurance, management information services, buildings and grounds, and property and liability insurance services provided to other departments or agencies of the City, or to other governments, on a cost-reimbursement basis.

The fiduciary fund accounts for investments held by the City on behalf of the Amoco Reuse Joint Powers Board.

As a general rule the effect of inter-fund activity has been eliminated from the government-wide financial statements. Exceptions to this rule are the charges between the City's utility functions and various other functions. 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 and expenses 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 City's enterprise funds and of the City's internal service funds are charges to customers for sales and services. The City also recognizes as operating revenue the system development fees intended to recover the cost of connecting new customers to the system. 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.

Cash and Investments

Except when required by trust agreements or City policy, the operating cash of certain funds are pooled into one bank account and/or investment not identified with any particular fund. The accounting records for each applicable fund reflect its portion of the pooled cash and/or investments or its actual cash balance. When a particular fund overdraws its share of the pooled cash or investment account, the deficit is recorded as a payable to the general fund and a corresponding entry is made in the general fund to reflect the receivable from the other fund.

For purposes of the statements of cash flows, the City considers cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition to be cash and cash equivalents.

State statutes authorize the City to invest in securities issued or guaranteed by the U.S. Treasury or agencies of the United States government, bank certificates of deposit, shares or savings certificates of savings and loan associations, Tennessee Valley Authority bonds and notes, export-import bank notes, commingled funds of eligible securities, money market funds, commercial paper, and guaranteed participations.

Investments for the City are reported at fair value. Fair value is determined using the latest bid price or by the closing exchange price at the statements of net assets date.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balance

Receivables

Accounts receivable are expressed net of allowances for doubtful accounts. Allowances for doubtful accounts are based on historical collection trends for the related receivables.

Long-term portions of receivables in the governmental fund financial statements are reported and then offset by non-spendable, restricted and committed fund balance reserve accounts in order to indicate that they are not available of spendable resources.

Inter-fund Balances

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either “due to/from other funds” (i.e., the current portion of inter-fund loans) or “advances to/from other funds” (i.e., the non-current portion of inter-fund loans). All other outstanding balances between funds are reported as “due to/from 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.”

Inventory

Inventory is valued at cost using the first-in, first-out method. These amounts are accounted for as expenditures as used (consumption method) and, therefore, represent available spendable resources. Inventory of the Utilities Fund is generally used for additions to plant and equipment or repairs. Inventory of the General Internal Service Fund consists of consumable supplies for the purpose of repairs and maintenance of the City's vehicular equipment. Inventory in the General Fund is for resale items at Fort Casper, a division of the Leisure Services Department of the City.

Capital Assets

Capital assets, which are acquired or constructed, are reported at historical cost or estimated historical cost in the applicable governmental or business-type activities' columns in the government-wide financial statements. Capital assets are defined by the City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

In capitalizing general infrastructure (i.e., those reported by governmental activities) in accordance with GASB No. 34, general infrastructure acquired prior to the fiscal year ended after June 30, 1980 is not reported. The government was able to estimate the historical cost for the initial reporting of these assets through back trending (i.e., estimating the current replacement cost of the infrastructure to be capitalized and using an appropriate price-level index to deflate the cost to the acquisition year or estimated acquisition year). As the government constructs or acquires additional capital assets each period, including infrastructure assets, they are capitalized and reported at historical cost. The reported value excludes normal maintenance and repairs which are essentially amounts spent in relation to capital assets that do not increase the capacity or efficiency of the item or extend its useful life beyond the original estimate.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balance (Continued)

Capital Assets (Continued)

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.

For the primary government, as well as the component units, property, plant, and equipment is depreciated using the straight line method over the following estimated useful lives:

Assets	Years
Buildings	50
Building improvements	20-50
Public domain infrastructure	50
System infrastructure	50
Intangible assets	3-5
Machinery and equipment	5-10

Deferred Inflows of Resources

In addition to the liabilities, the statement of net position or balance sheet may sometimes report a separate section for deferred inflows of resources. This separate financial statement element, deferred inflows of resources, represents an acquisition of net position that applies to a future period and so will not be recognized as an inflow of resources (revenue) until that time. The government has one type of item that qualifies for reporting in this category. Unavailable revenue is reported in the governmental funds balance sheet. The governmental funds report unavailable revenues from three sources: property taxes, special assessments, and development recapture fees. These amounts are deferred and recognized as an inflow of resources in the period that the amounts become available. In the government-wide statement of net position, only property taxes are reported as a deferred inflow of resources. Property taxes are recognized as an inflow of resources in the year they are levied.

Compensated Absences

The City allows employees to accumulate unused vacation and sick pay by accumulating compensatory leave up to maximum limits. The liability associated with these benefits is reported in the government-wide financial statements. Proprietary fund types accrue such benefits in the period in which they are earned. A liability for the amount is reported in governmental funds only if they have matured, for example as a result of employee resignations and retirements. Unused sick or vacation pay is not recognized as a liability because it does not meet the criteria for accrual.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balance (Continued)

Long-Term Obligations

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

In the fund financial statements, governmental fund types recognize proceeds from lease purchase obligations which are reported as other financing sources. Repayment of long-term debt (lease purchase obligations) is reported as debt service expenditures.

Claims and Judgments Payable

Claims and judgments payable are recognized when it is probable that a liability has been incurred and the amount of the loss can be reasonably estimated. Such claims, including an estimate for claims incurred but not reported at year end, are reflected as claims payable in the financial statements.

Fund Balance/Net Position

In the fund financial statements, fund equity of the City's governmental funds are classified as non-spendable, restricted, committed, assigned, or unassigned.

Non-spendable fund balances indicate amounts that cannot be spent either a) due to form; for example, inventories and prepaid amounts or b) due to legal or contractual requirements to be maintained intact. It also includes the long-term amount of advances, loans, and notes receivable as well as property held for resale unless the proceeds from the collection of these items would be considered restricted, committed, or assigned in which case they are included in those categories.

Restricted fund balances indicate amounts constrained for a specific purpose by external parties, constitutional provision, or enabling legislation.

Committed fund balances indicate amounts constrained for a specific purpose by a government using its highest level of decision making authority. It would require a resolution by the City Council to remove or change the constraints placed on the resources. This action must occur prior to year-end; however, the amount can be determined in the subsequent period.

The current City policy does not permit the assignment of fund balances, as all limitations are imposed or relieved by resolution of the City Council.

Unassigned fund balances indicate amounts in the general fund that are not classified as non-spendable, restricted, or committed. The general fund is the only fund that would report a positive amount in unassigned fund balance. When both unassigned and committed resources are available for use, it is the City's policy to use committed resources first, then unassigned resources as needed. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted or committed to those purposes.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 1. Summary of Significant Accounting Policies (Continued)

Assets, Liabilities, Deferred Inflows of Resources, and Net Position/Fund Balance (Continued)

Fund Balance/Net Position (Continued)

In the government-wide and proprietary fund financial statements, net positions are restricted for amounts that are legally restricted by outside parties for specific purposes or through enabling legislation that is a legally enforceable restriction on the use of revenues. When both restricted net position and unrestricted net position are available for use, it is the City’s policy to use restricted net position first and then unrestricted net position. Net position invested in capital assets, consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvements of those assets.

Property Taxes

The County is permitted by Wyoming Statutes to levy up to 8 mills of the assessed valuation for the City except for the payment of public debt and the interest thereon. The combined tax rate to finance general governmental services other than the payment of principal and interest of long-term debt for the year ended June 30, 2014 was 8 mills, which means the City has no available tax margin and accordingly, cannot raise any additional taxes.

Property taxes levied in a particular year are collected in the subsequent year. City property tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the current period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period. The property tax calendar is as follows:

Property taxes attach as an enforceable lien on property	January 1
Taxes are levied	August 1
First installment due date (one-half of taxes are due)	September 1
First installment considered delinquent	November 10
Taxes due in full (unless installments elected by taxpayer)	December 31
Second installment due date (second half due)	March 1
Second installment considered delinquent	May 10

Inter-fund Transactions

Inter-fund transactions are treated and classified as revenues, expenditures, or expenses (the same as if these same transactions involved external organizations). These include billings from one fund to another for purchased goods or services. In the government-wide statement of activities, transactions, which constitute reimbursements, are eliminated in the reimbursed fund and accounted for as expenditures or expenses in the fund to which the transactions is applicable.

Accounting Estimates

The preparation of financial statements requires management to make estimates and assumptions that affect the reported amounts of assets and liabilities and disclosures of contingent assets and liabilities at the date of the financial statements and the reported amounts of revenue and expenditures/expenses during the reporting period. Actual amounts could differ from those estimates.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 2. Stewardship, Compliance, and Accountability

Budgetary Accounting and Control

Appropriated budgets are established for all funds of the City except agency funds, which do not measure the results of operations. The City's procedures for establishing the budget each year are as follows:

- Operational budgets are submitted to the Department Heads in February of each year.
- From March through May 1 of each year, these budgets are reviewed and refined as necessary by the Department Heads and the City Manager.
- The City Manager submits the proposed budget to the City Council the first week of May of each year. The overall budget includes proposed expenditures and the means of financing them.
- A public hearing is conducted at City Hall to obtain taxpayer comments during June of each year.
- Prior to June 30, the budget is legally enacted through passage of a resolution for the fiscal year beginning July 1 of each year.

Budgetary Basis

Budgets for governmental funds are adopted on a modified accrual basis except for depreciation, market adjustment and gains and losses on investments, inventory adjustments, and bad debt, which are not recorded as revenues or expenditures. Budgets for proprietary and internal service funds are adopted on a basis that includes capital items such as amounts for capital outlay and principal reduction of debt. Such budgets exclude depreciation, market adjustment, gains and losses on sales, inventory adjustments, contribution of capital assets, and bad debt, which are not recorded as revenues or expenditures.

Legal Level of Control

Budgeted amounts are as originally adopted, or as amended by the City Council. For governmental funds, expenditures cannot exceed budgeted amounts on an individual department level basis based upon original and/or supplemental appropriations as approved by the City Council. The City Manager is authorized to transfer budgeted amounts between expenditure classifications of an individual cost center; however, any revisions that alter the total expenditures of any fund or department must be approved by the City Council.

Lapsing Appropriations

Encumbrance accounting, under which purchase orders, contracts, and other commitments for the expenditure of monies are recorded in order to reserve that portion of the applicable appropriations, is employed as an extension of formal budgetary integration during the year. Encumbrances outstanding at year end are reported as restricted or committed fund balances and do not constitute expenditures or liabilities because the commitments will be re-appropriated and honored during the subsequent year.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 2. Stewardship, Compliance, and Accountability (Continued)

Budget Amendments

During the 2014 fiscal year, it was necessary to amend the originally adopted budget. The expenditure budgets for the following general fund departments and funds were amended through transfers between departments or funds and from unanticipated revenues:

General Fund

City Council	\$ 462,754
Fire	166,940
Traffic	90,000
Metropolitan Animal Control	104,100
Transfer out	1,457,099
	<u>2,280,893</u>

Special Revenue Funds

Special Events Assistance	176,161
Police Grants	151,551
Public Safety Communications Center	800,000
	<u>1,127,712</u>

Capital Projects Funds

Capital Projects	3,875,324
	<u>3,875,324</u>
	<u>\$ 7,283,929</u>

Excess of Expenditures Over Appropriations

For the fiscal year ended June 30, 2014, the following funds/departments/cost centers of the City had expenditures in excess of budget appropriations.

	<u>Expenditures</u>	<u>Budget</u>	<u>Excess Expenditures</u>
General Fund			
Police	\$ 12,314,862	\$ 12,185,029	\$ 129,833
Fire	8,875,603	8,803,874	71,729
Capital Projects Fund			
General government	2,654,849	2,178,061	476,788
Transfers out	2,203,562	2,168,282	35,280
Special Revenue Funds			
Transportation Services	1,893,294	1,754,940	138,354
Special Events Assistance capital outlay	136,848	69,775	67,073
Public Safety capital outlay	1,403,791	1,248,864	154,927
Redevelopment Loan	71,713	59,500	12,213
Debt Service Fund			
LAD Revolving	1,473	1,340	133

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 2. Stewardship, Compliance, and Accountability (Continued)

Deficit Fund Balances

The following non-major funds had deficit balances at June 30, 2014:

Transportation Services	\$ (45,106)
Public Safety Communications	(117,840)
Employee Health Insurance	(9,289,349)

Except for the employee health insurance fund, the City plans to eliminate the deficit balances through the receipt of grant and local matching revenues or transfers from the general fund. The Employee Health Insurance fund balance declined with the implementation of GASB 45 and the required recording of the unfunded actuarially determined liability for post-retirement health care benefits. The City has not adopted a policy to regularly fund the liability and the deficit balance is expected to increase.

Fund Balance Specific Purpose Details

The following table outlines the specific purpose details for governmental fund balances of the City:

	General Fund	Capital Projects Fund	Other Funds	Total
Fund balances				
Nonspendable				
Inventory	\$ 150,467	\$ -	\$ -	\$ 150,467
Non-current notes receivable	11,436,329	238,270	739,465	12,414,064
Restricted for				
Weed and Pest activities	-	-	264,809	264,809
Community Development projects	-	-	97,615	97,615
Redevelopment loans	-	-	214,780	214,780
Committed to				
Emergency reserves	11,445,065	-	-	11,445,065
Operating reserves	11,445,065	-	-	11,445,065
Perpetual care of one cent projects	28,337,525	-	-	28,337,525
Planned capital projects	-	55,181,043	-	55,181,043
Planned land acquisitions	1,884,364	-	-	1,884,364
Special reserves	349,962	-	-	349,962
Animal control	247,748	-	-	247,748
Metropolitan Planning Organization	-	-	20,079	20,079
Special events assistance	-	-	43,279	43,279
Police projects	-	-	99,011	99,011
Local assessment district	-	-	2,055,590	2,055,590
Unassigned	(189,236)	-	(162,946)	(352,182)
Totals	\$ 65,107,289	\$ 55,419,313	\$ 3,371,682	\$ 123,898,284

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 3. Deposits and Investments

As of June 30, 2014, the City had the following investments:

Investment Type	Fair Value	Interest Rate	Investment Maturities (in Years)				Rating
			Less Than 1	1 - 5	6 - 10	More Than 10	
Govt Agencies	\$ 69,587,678	.09%-5.125%	\$ 35,044,236	\$ 34,543,442	\$ -	\$ -	Aaa
Govt Agencies - CMO's & Pools	1,524,080	1.622% - 6.5%	-	23,248	366,847	1,133,985	n/a
Govt Bonds - Zero Coupon, Strips	3,999,866	0.00%	3,999,866	-	-	-	n/a
Commercial Paper Discount	29,000,000	0.00%	29,000,000	-	-	-	n/a
US Treasury Notes and Bonds	28,306,618	.25% - 6.25%	6,003,342	20,984,214	1,319,062	-	Aaa
Total primary government	<u>\$ 132,418,242</u>		<u>\$ 74,047,444</u>	<u>\$ 55,550,904</u>	<u>\$ 1,685,909</u>	<u>\$ 1,133,985</u>	

Interest rate risk

Interest rate risk is the risk that changes in interest rates will adversely affect the fair value of an investment. As a means of limiting its exposure to fair value losses arising from rising interest rates, the City attempts to match its investment maturities to expected cash flow needs. With this investment focus, investments are expected to reach maturity with limited gains or losses. The City's investment policy limits the maturities as follows:

Maturity Limitations	Percentage of Total Invested Principal	
	Maximum %	Minimum %
0 - 1 year	100%	25%
1 - 3 years	75%	0%
3 - 5 years	30%	0%
5 - 10 years	20%	0%
10 - 30 years	20%	0%

Credit risk

Generally, credit risk is the risk that an insurer of investments will not fulfill its obligation to the holder of the investment. This is measured by the assignment of a rating by a nationally recognized statistical rating organization. State law does not allow governments to invest in corporate bonds, stocks or mutual funds and limits investments in commercial paper to short term maturities (not greater than 270 days) and to the top ratings issued by nationally recognized statistical rating organizations (Moody's and Standard and Poor's). Obligations of the U.S. Government, federal agencies, and any obligations specifically guaranteed and backed by the full faith and credit of the U.S. Government are authorized investments for the City. The City's investments in U.S. Government Securities were either not rated, or rated Aaa by Moody's.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 3. Deposits and Investments (Continued)

Concentration of credit risk

The City uses an outside investment firm as the asset manager of the investment portfolio. 100% of the City's investments are managed by this outside firm. The composition of the portfolio is as follows:

Investment Type	Fair Value	Percent of Portfolio
Govt Agencies	\$ 69,587,678	52.55%
Govt Agencies - CMO's & Pools	1,524,080	1.15%
Govt Bonds - Zero Coupon, Strips	3,999,866	3.02%
Commercial Paper Discount	29,000,000	21.90%
US Treasury Notes & Bonds	28,306,618	21.38%
	<u>\$ 132,418,242</u>	<u>100.00%</u>

Custodial credit risk - deposits

In the case of deposits, this is the risk that in the event of a bank failure, the City's deposits may not be returned to it. State statutes require that the City's deposits in excess of the Federal depository insurance amount be collateralized. At June 30, 2014, the City's deposits were fully collateralized as required by state statutes.

Custodial credit risk - investments

For an investment, this is the risk that, in the event of the failure of the counterparty, the City will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City does not have a formal policy for custodial credit risk. The City requires investments be held by a third party trust service which operates under trust standards to minimize exposure to custodial credit risk.

Component Unit Deposits and Investments

The Economic Development Joint Powers Board's deposits are fully insured or collateralized by securities held by the Board or its agent in the Board's name as of June 30, 2014 in accordance with Wyoming State Statutes. The Joint Powers Board's deposit policy requires a bank's trust department to pledge collateral at 110% of market value of the deposits. Balances with Merrill Lynch, in addition to being covered by financial institutions with FDIC insurance, are insured up to \$500,000 (with a limit of \$100,000 for cash) by the Securities Investment Protection Corporation. At June 30, 2014, Board had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
Certificates of deposit	\$ 132,283	\$ 132,283	\$ -	\$ -	\$ -
Money Market	754	754	-	-	-
US Treasury Bonds	21,893	21,893	-	-	-
	<u>\$ 154,930</u>	<u>\$ 154,930</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 3. Deposits and Investments (Continued)

Component Unit Deposits and Investments (Continued)

The certificates of deposit earn interest at rates ranging from 0.40% to 0.64%. The money market account earns interest at 0.012% and the US Treasury bonds earn interest at 0.348%. The certificates of deposit were collateralized by FDIC insurance or the financial institution, pledging its securities under properly executed joint custody receipts in the Joint Powers Board's name. Three certificates are in violation of Wyoming Statute §9-4-831 as they are not invested in a financial institution authorized to do business in the State of Wyoming. Those certificates matured subsequent to year-end.

The Central Wyoming Regional Water System Joint Powers Board's deposits are fully insured or collateralized by securities held by the Board or its agent in the Board's name as of June 30, 2014 in accordance with Wyoming State Statutes. Central Wyoming Regional Water System Joint Powers Board investments are maintained in the form of certificates of deposit with maturities within twelve months of year end. The certificates earn interest at rates ranging from 0.10% to 0.60%. The certificates of deposit were collateralized by the financial institution, pledging its securities under properly executed joint custody receipts in the Regional Water System's name.

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
Certificates of deposit	\$ 4,257,581	\$ 4,257,581	\$ -	\$ -	\$ -

Note 4. Receivables

Receivables as of year-end for the government's individual major funds, including the applicable allowances for uncollectible accounts, are as follows:

	Governmental Funds		Business-type Activities - Enterprise Funds		
	General Fund	Capital Projects	Utilities Fund	Solid Waste Fund	Recreation Fund
Taxes receivable	\$ 9,139,175	\$ 3,610,188	\$ -	\$ -	\$ -
Customers	-	-	2,055,429	623,522	36,950
Unbilled services	-	-	1,032,754	199,527	-
Court and parking fines	1,711,673	-	-	-	-
Allowance for bad debts	(950,672)	-	(114,380)	(99,776)	(6,327)
Due from other governments	14,490	284,607	74,123	-	-
Interest	185,108	59,589	7,992	7,203	-
Miscellaneous	775,432	20,983	-	-	-
	<u>\$ 10,875,206</u>	<u>\$ 3,975,367</u>	<u>\$ 3,055,918</u>	<u>\$ 730,476</u>	<u>\$ 30,623</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 5. Individual Fund Inter-fund Receivables, Payables, and Transfers

Individual fund inter-fund receivable and payable balances at June 30, 2014 are as follows:

Due to/from other funds:

	Receivable	Payable
Primary Government		
Governmental Funds		
Major Funds		
General Fund	\$ 2,293,745	\$ 13,685,838
Capital Projects Fund	7,882,339	-
Other Governmental Funds		
Special Revenue Funds		
CDBG	27,798	-
Weed and Pest	272,631	-
Transportation Services	43,538	30,251
Metropolitan Planning Organization	10,699	18,100
Special Events Assistance	-	55,614
Police Grants	62,273	-
Public Safety Communications	1,281	73,047
Redevelopment Loan	20,470	-
Debt Service Fund		
Local Assessment District	201,257	-
Total governmental funds	10,816,031	13,862,850
Proprietary Funds - Business-type Activities		
Major Funds		
Utilities Fund	1,371,805	398,946
Solid Waste Fund	737,641	158,085
Recreation Fund	371,937	87,215
Other Enterprise Funds		
Parking Lot	53,378	-
Total proprietary funds - business-type activities	2,534,761	644,246
Internal Service Funds		
General Internal Services	916,805	-
Health Insurance	239,499	-
Total internal service funds	1,156,304	-
	\$ 14,507,096	\$ 14,507,096

These balances resulted from the time lag between the dates that (1) inter-fund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting system, and (3) payments between funds are made.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 5. Individual Fund Inter-fund Receivables, Payables, and Transfers (Continued)

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 service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Inter-fund transfers during the year ended June 30, 2014 were as follows:

	Transfer In	Transfer Out
Primary Government		
<i>Governmental Funds</i>		
<i>Major Funds</i>		
General Fund	\$ 3,176,472	\$ 14,471,841
Capital Projects Fund	16,315,572	14,833,890
<i>Other Governmental Funds</i>		
Special Revenue Funds		
Transportation Services	474,187	-
Public Safety Communications	872,845	-
Metropolitan Planning Organization	84,287	-
Capital Project Funds		
ARRA Grant Monies	35,280	-
Total governmental funds	20,958,643	29,305,731
Other capital asset transfers reported in governmental activities	-	1,278,072
Total governmental activities - governmental funds	20,958,643	30,583,803
<i>Proprietary Funds - Business-type Activities</i>		
<i>Major Funds</i>		
Utilities Fund	2,499,415	-
Solid Waste Fund	501,862	-
Recreation Fund	2,705,703	-
Other capital asset transfers reported in business-type activities	1,278,072	-
Total proprietary funds - business-type activities	6,985,052	-
<i>Governmental Activities - Internal Service Funds</i>		
General Internal Services	2,638,317	-
Health Insurance	1,791	-
Total governmental activities - internal service funds	2,640,108	-
	\$ 30,583,803	\$ 30,583,803

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 6. Notes Receivable

Notes receivable at June 30, 2014 consist of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
<i>Redevelopment fund notes receivable</i>					
Big House, LLC, initial interest only payments at 5.59%, variable interest from 4.57% to 6.01%; annual installments ranging from \$15,000 to \$54,000, beginning August 1, 2010, collateralized by property, due August 2024	\$ 574,000	\$ -	\$ 40,000	\$ 534,000	\$ 40,000
Asian Fusion, LLC, 2.5% interest, monthly installments of \$420 principal and interest, collateralized by property, due July 2019	24,008	-	4,486	19,522	4,598
Montessori School of Casper, 2.5% interest, monthly installments of \$471 principal and interest, collateralized by property, due January 2023	47,785	-	4,513	43,272	4,627
Triflection, LLC, 2.5% interest, monthly installments of \$471 principal and interest, collateralized by property, due June 2019	26,483	-	26,483	-	-
	<u>672,276</u>	<u>-</u>	<u>75,482</u>	<u>596,794</u>	<u>49,225</u>
<i>Capital projects notes receivable</i>					
Wyoming National, LLC, 2.25% interest, monthly installments of \$983 principal and interest, collateralized by property, due September 2031	175,219	-	7,929	167,290	7,929
21st Street extension recapture notes, 5% interest, repaid as properties are developed, due January 2018	355,684	-	276,775	78,909	-
	<u>530,903</u>	<u>-</u>	<u>284,704</u>	<u>246,199</u>	<u>7,929</u>
<i>Local assessment district fund notes receivable</i>					
Local assessment districts notes	245,771	-	64,790	180,981	-
<i>Community development block grants fund notes receivable</i>					
Community Development Block Grants notes	26,453	-	7,552	18,901	7,986
<i>General fund note receivable</i>					
Central Wyoming Regional Water System Joint Powers Board note receivable, 2.5% interest payable in monthly installments of \$127,960 of principal and interest, secured by a mortgage of all CWRWS real property, fixtures, and improvements, due November 2023	13,871,637	-	1,202,450	12,669,187	1,232,858
Total notes receivable	<u>\$ 15,347,040</u>	<u>\$ -</u>	<u>\$ 1,634,978</u>	<u>\$ 13,712,062</u>	<u>\$ 1,297,998</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 7. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2014 was as follows:

	Restated Balance July 1, 2013	Additions	Disposals	Transfers	Balance June 30, 2014
Primary Government					
<i>Governmental activities</i>					
Capital assets, not being depreciated					
Land, artwork, water rights and easements	\$ 8,455,599	\$ -	\$ 360,814	\$ -	\$ 8,094,785
Construction in progress	23,442,144	13,594,039	-	(12,951,619)	24,084,564
Total capital assets not being depreciated	<u>31,897,743</u>	<u>13,594,039</u>	<u>360,814</u>	<u>(12,951,619)</u>	<u>32,179,349</u>
Capital assets being depreciated					
Buildings	27,925,290	380,578	52,561	-	28,253,307
Improvements	19,200,193	627,466	17,755	1,691,984	21,501,888
Equipment	33,831,620	2,848,742	1,967,803	-	34,712,559
Infrastructure	96,323,287	-	-	11,259,635	107,582,922
Total capital assets being depreciated	<u>177,280,390</u>	<u>3,856,786</u>	<u>2,038,119</u>	<u>12,951,619</u>	<u>192,050,676</u>
Less accumulated depreciation for					
Buildings	8,842,837	558,584	52,561	-	9,348,860
Improvements	9,370,972	550,191	17,755	-	9,903,408
Equipment	24,856,444	2,690,674	1,967,803	-	25,579,315
Infrastructure	26,553,999	1,905,715	-	-	28,459,714
Total accumulated depreciation	<u>69,624,252</u>	<u>5,705,164</u>	<u>2,038,119</u>	<u>-</u>	<u>73,291,297</u>
Total capital assets being depreciated, net	<u>107,656,138</u>	<u>(1,848,378)</u>	<u>-</u>	<u>-</u>	<u>118,759,379</u>
Governmental activities capital assets, net	<u>\$ 139,553,881</u>	<u>\$ 11,745,661</u>	<u>\$ 360,814</u>	<u>\$ -</u>	<u>\$ 150,938,728</u>

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

Governmental activities	
General government	\$ 632,525
Public safety	1,673,718
Public works	2,589,191
Welfare	323,136
Culture and recreation	<u>486,594</u>
Total depreciation expenses - governmental activities	<u>\$ 5,705,164</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 7. Capital Assets (Continued)

Primary Government (Continued)

	Balance July 1, 2013	Additions	Disposals	Transfers	Balance June 30, 2014
<i>Business-type activities</i>					
Capital assets, not being depreciated					
Land, artwork, water rights and easements	\$ 7,203,313	\$ 985,264	\$ -	\$ -	\$ 8,188,577
Construction in progress	7,546,285	7,494,774	-	(3,367,195)	11,673,864
Total capital assets not being depreciated	14,749,598	8,480,038	-	(3,367,195)	19,862,441
Capital assets being depreciated					
Buildings	60,352,370	14,718	56,100	-	60,310,988
Improvements	164,946,139	25,660	171,722	3,367,195	168,167,272
Machinery and equipment	25,705,652	2,341,130	1,020,805	-	27,025,977
Total capital assets being depreciated	251,004,161	2,381,508	1,248,627	3,367,195	255,504,237
Less accumulated depreciation for					
Buildings	27,383,067	1,195,719	56,100	-	28,522,686
Improvements	63,781,040	4,697,351	171,722	-	68,306,669
Machinery and equipment	19,095,405	1,611,905	1,020,805	-	19,686,505
Total accumulated depreciation	110,259,512	7,504,975	1,248,627	-	116,515,860
Total capital assets being depreciated, net	140,744,649	(5,123,467)	-	-	138,988,377
Business-type activities capital assets, net	\$ 155,494,247	\$ 3,356,571	\$ -	\$ -	\$ 158,850,818

The City incurred interest costs of \$415,321 in business-type activities, of which \$141,664 was capitalized in the year ended June 30, 2014.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 7. Capital Assets (Continued)

Construction Commitments

As of June 30, 2014, the City has entered into several construction contracts resulting in commitments for future capital expenditures. The major projects are as follows:

	Contract Amount	Costs to Date	Remaining Commitment
Youth Crisis Center 11-69	\$ 3,133,792	\$ 3,035,031	\$ 98,761
FY12 Fire Station #2 Replacement 11-49	2,450,000	2,389,635	60,365
2013 Arterials/Collectors W 13-08W	2,030,000	1,802,403	227,597
2013 Arterials/Collectors E 13-08E	1,775,000	1,650,179	124,821
Golf Course Maintenance Facility 13-30	1,593,078	466,681	1,126,397
Field of Dreams III 13-31	1,543,320	588,609	954,711
Country Club Road 14-04, 14-23	1,420,000	-	1,420,000
Golf Course Irrigation 13-33	1,371,060	901,060	470,000
FY13 Field of Dreams FY13 1%14	1,269,905	1,168,783	101,122
Biosolids Compost/Unlined C&D Cell 13-39	1,071,643	1,008,255	63,388
Platte River Restoration 12-51, 14-17	750,563	219,566	530,997
Robertson Road FY12 11-60	747,660	25,411	722,249
Blackmore Road - 14-03	720,000	-	720,000
Zone I Concrete Replacement 14-29	638,450	-	638,450
CY and Poplar 11-26	596,519	40,990	555,529
Bryan Stock Trail Bridge 09-27	595,423	5,194	590,229
Service Center Generator 12-31	576,841	495,711	81,130
FY13 Midwest, Poplar to David 12-68	552,500	303,595	248,905
FY14 Goodstein Park 13-58	520,142	-	520,142
David & 8th Street 13-68	462,884	-	462,884
Second Sheet of Ice - CEC 14-28	237,000	89,452	147,548
Raw Water Irrigation (grant) 12-29	205,000	88,465	116,535
15th and Sage Park 14-24	165,000	-	165,000
Rec Facility Type I Slurry 14-25	150,000	-	150,000
MacKensie Dog Park Pave/Pathway 14-36	142,216	-	142,216
	<u>\$ 24,717,996</u>	<u>\$ 14,279,020</u>	<u>\$ 10,438,976</u>

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 7. Capital Assets (Continued)

Discretely Presented Component Units

Capital asset activity for the year ended June 30, 2014 was as follows:

	Balance July 1, 2013	Additions	Transfers and Deletions	Balance June 30, 2014
<i>Downtown Development Authority</i>				
Capital assets being depreciated				
Improvements	\$ 7,075	\$ -	\$ -	\$ 7,075
Total capital assets being depreciated	7,075	-	-	7,075
Less accumulated depreciation for				
Improvements	5,763	630	-	6,393
Total accumulated depreciation	5,763	630	-	6,393
Total capital assets being depreciated, net	1,312	(630)	-	682
Total capital assets, net	\$ 1,312	\$ (630)	\$ -	\$ 682
	Balance July 1, 2013	Additions	Transfers and Deletions	Balance June 30, 2014
<i>Economic Development Joint Powers Board</i>				
Capital assets being depreciated				
Equipment	\$ 75,722	\$ 21,739	\$ 1,275	\$ 96,186
Total capital assets being depreciated	75,722	21,739	1,275	96,186
Less accumulated depreciation				
Equipment	47,245	11,536	820	57,961
Total accumulated depreciation	47,245	11,536	820	57,961
Total capital assets, net	\$ 28,477	\$ 10,203	\$ 455	\$ 38,225
	Balance July 1, 2013	Additions	Transfers and Deletions	Balance June 30, 2014
<i>Central Wyoming Regional Water System Joint Powers Board</i>				
Capital assets, not being depreciated				
Land	\$ 580,874	\$ -	\$ -	\$ 580,874
Construction in progress	1,160,285	1,013,571	196,026	1,977,830
Total capital assets, not being depreciated	1,741,159	1,013,571	196,026	2,558,704
Capital assets being depreciated				
Buildings and improvements	74,269,993	67,369	(75,166)	74,412,528
Machinery and equipment	302,228	90,156	19,894	372,490
Total capital assets being depreciated	74,572,221	157,525	(55,272)	74,785,018
Less accumulated depreciation				
Buildings and improvements	33,073,480	2,584,899	90,293	35,568,086
Machinery and equipment	291,032	2,866	50,461	243,437
Less accumulated depreciation	33,364,512	2,587,765	140,754	35,811,523
Total capital assets, net	\$ 42,948,868	\$ (1,416,669)	\$ -	\$ 41,532,199

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 8. Transactions with Component Units and Related Parties

The City provided \$400,000 in revenues to the Economic Development Joint Powers Board, a component unit of the City, during the fiscal year ended June 30, 2014. There were no receivables or payables with this component unit at June 30, 2014.

The City, under an operating agreement with the Central Wyoming Regional Water System Joint Powers Board (“RWS”), provides billing services, collects income derived from the sale of water from the plant, and incurs the costs for the operation of the plant. The operating costs are then reimbursed by the RWS on a monthly basis. Employees associated with the direct daily operations of the RWS are employees of the City, with all personnel costs being reimbursed. The plant facility is the sole and separate property of the RWS. The RWS paid the City \$2,583,628 for operating costs and billed the City \$5,213,317 for water sales during the fiscal year ended June 30, 2014. At June 30, 2014, the City owed the RWS \$700,735, reported as a payable to component unit and RWS owed the City \$497,939, reported as receivable from the component unit. The City loaned \$15,905,000 to the RWS to call remaining revenue bonds; terms of the loan are discussed in Note 6 and Note 9.

In addition, in the ordinary course of business the City paid invoices in the amount of \$4.83 million and held open contracts in the amount of \$130,000 from businesses in which various members of City Council had ownership or other business interest during the fiscal year ended June 30, 2014. No amounts were due to these related parties at year end.

Note 9. Long-Term Debt and Capital Leases

Long-term liability activity for the year ended June 30, 2014 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Accrued compensated absences	\$ 1,482,878	\$ 273,898	\$ 142,213	\$ 1,614,563	\$ 377,383
Note payable	574,000	-	40,000	534,000	40,000
Other post-employment benefits payable	11,234,069	2,956,584	-	14,190,653	-
Lease purchase obligation	1,162	-	1,162	-	-
Governmental activities total long-term liabilities	<u>\$ 13,292,109</u>	<u>\$ 3,230,482</u>	<u>\$ 183,375</u>	<u>\$ 16,339,216</u>	<u>\$ 417,383</u>
Business-type activities					
Accrued compensated absences	\$ 487,036	\$ 4,545	\$ -	\$ 491,581	\$ 107,619
Notes payable	18,911,698	791,988	1,095,637	18,608,049	1,121,759
Landfill closure and postclosure care	6,053,221	-	856,373	5,196,848	-
Business-type activities total long-term liabilities	<u>\$ 25,451,955</u>	<u>\$ 796,533</u>	<u>\$ 1,952,010</u>	<u>\$ 24,296,478</u>	<u>\$ 1,229,378</u>

For governmental activities, the accrued compensated absences are generally liquidated by the general fund; the claims payable and other post-employment benefits payable are liquidated by the employee health insurance fund. The note payable is liquidated by the redevelopment loan fund.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 9. Long-Term Debt and Capital Leases (Continued)

Long-Term Debt – Governmental Activities

Long-term debt of the governmental activities of the primary government at June 30, 2014 is comprised of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Redevelopment Loan Fund					
Section 108 HUD Loan - \$634,000 loan due in annual instalments of \$15,000 to \$55,000 beginning August 2010 through August 2024, interest due semiannually at interest rates from 4.57% to 6.01%.	\$ 574,000	\$ -	\$ 40,000	\$ 534,000	\$ 40,000
	\$ 574,000	\$ -	\$ 40,000	\$ 534,000	\$ 40,000

The annual requirements to amortize loan principal and interest outstanding at June 30, 2014, are as follows:

Fiscal Year Ending	Principal	Interest
2015	\$ 40,000	\$ 29,514
2016	40,000	27,404
2017	40,000	25,236
2018	50,000	22,742
2019	50,000	19,925
2020-2024	260,000	55,534
2025	54,000	1,623
	\$ 534,000	\$ 181,978

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 9. Long-Term Debt and Capital Leases (Continued)

Long-Term Debt – Business-type Activities

Long-term debt of the business activities of the primary government at June 30, 2014 is comprised of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Utilities Fund					
Wyoming State Loan and Investment Board Loan - \$2,356,956 loan for the replacement of the City's area wide water main due, in annual installments of \$157,352 including principal and interest, beginning September 15, 2012 through September 15, 2030 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	\$ 2,252,555	\$ -	\$ 96,718	\$ 2,155,837	\$ 103,411
Wyoming State Loan and Investment Board Loan - \$125,543 loan for the replacement of the City's area wide water main, due in annual installments of \$6,608 beginning September 15, 2012 through September 15, 2030 at 0% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	118,936	-	6,608	112,328	6,608
Wyoming State Loan and Investment Board Loan - \$1,500,000 loan due in annual installments of \$96,220 including principal and interest, beginning October 1, 2003 through October 1, 2022 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	840,225	-	75,215	765,010	76,885
Wyoming State Loan and Investment Board Loan - \$1,500,000 loan due in annual installments of \$96,220 including principal and interest beginning, June 1, 2005 through June 1, 2024 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	912,106	-	73,293	838,813	76,046

(Continued)

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 9. Long-Term Debt and Capital Leases (Continued)

Long-Term Debt – Business-type Activities (Continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Utilities Fund (Continued)					
Wyoming State Loan and Investment Board Loan - \$1,500,000 loan due in annual installments of \$96,220, including principal and interest, beginning August 2006 through April 2025 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	\$ 1,056,280	\$ -	\$ 70,103	\$ 986,177	\$ 69,775
Wyoming State Loan and Investment Board Loan - \$1,500,000 loan due in annual installments of \$96,220, including principal and interest, beginning September 1, 2007 through September 1, 2026 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	1,122,724	-	68,152	1,054,572	67,575
Wyoming State Loan and Investment Board Loan - \$567,005 loan due in annual installments of \$36,372, including principal and interest, beginning August 1, 2007 through August 1, 2026 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	424,967	-	25,864	399,103	25,985
Wyoming State Loan and Investment Board \$1,500,000 loan due in annual installments of \$36,372, including principal and interest at 2.5% interest rate, beginning August 1, 2008 through August 1, 2027. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	1,190,641	-	66,781	1,123,860	67,093
Wyoming State Loan and Investment Board \$1,150,292 loan due in annual installments of \$73,788, including principal and interest at 2.5% interest rate, beginning October 1, 2009 through October 1, 2028. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	911,638	-	50,997	860,641	52,532

(Continued)

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 9. Long-Term Debt and Capital Leases (Continued)

Long-Term Debt – Business-type Activities (Continued)

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Utilities Fund (Continued)					
Wyoming State Loan and Investment Board \$10,500,000 loan due in annual installments of \$673,545, including principal and interest at 2.5% interest rate, beginning December 1, 2008 through December 1, 2027. The loan is secured by a pledge and assignment of wastewater revenues and reserves.	\$ 8,324,356	\$ -	\$ 466,006	\$ 7,858,350	\$ 476,684
Wyoming State Loan and Investment Board \$500,000 loan at 0% interest, with principal forgiveness up to \$125,000. The note will become payable in quarterly installments of \$6,250 upon substantial completion of the project. The loan is collateralized by a pledge and assignment of revenues from the City's wastewater revenues.	-	366,317	-	366,317	-
Wyoming State Loan and Investment Board \$3,100,000 loan at 2.5% interest, with principal forgiveness up to \$775,000. The note will become payable in quarterly installments of \$49,360 upon substantial completion of the project. The loan is collateralized by a pledge and assignment of revenues from the City's wastewater revenues.	23,546	425,671	-	449,217	-
Total Utilities Fund	<u>17,177,974</u>	<u>791,988</u>	<u>999,737</u>	<u>16,970,225</u>	<u>1,022,594</u>
Solid Waste Fund					
Wyoming State Loan and Investment Board \$2,189,530 loan due in annual installments of \$140,452, including principal and interest at 2.5% interest rate, beginning April 1, 2009 through April 1, 2028. The loan is collateralized by a pledge and assignment of Solid Waste Division disposal fees.	1,733,724	-	95,900	1,637,824	99,165
	<u>\$ 18,911,698</u>	<u>\$ 791,988</u>	<u>\$ 1,095,637</u>	<u>\$ 18,608,049</u>	<u>\$ 1,121,759</u>

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 9. Long-Term Debt and Capital Leases (Continued)

Long-Term Debt – Business-type Activities (Continued)

The annual requirements to amortize loans principal and interest outstanding at June 30, 2014, are as follows:

Fiscal Year Ending	Principal	Interest
2015	\$ 1,121,759	\$ 442,625
2016	1,192,686	414,633
2017	1,222,182	385,940
2018	1,252,415	356,531
2019	1,283,405	328,311
2020-2024	6,805,962	1,152,760
2025-2029	5,136,127	352,130
2030-2034	593,513	11,420
	\$ 18,608,049	\$ 3,444,350

Proprietary Fund Revenues Pledged

The City has pledged future utility and solid waste fund customer revenues to repay debt in the respective proprietary funds. Pledged revenues recognized during the year ended June 30, 2014 exceeded the principal and interest requirements for the debt collateralized by those revenues. Proceeds from the debt were used to fund various projects, and the debt is payable solely from customer net revenues. The following table presents information on future revenues pledged to service this debt:

Fund	Debt	Payable Through	Percentage of Net Revenues	Principal and Interest Remaining	Principal and Interest Paid in Current Year	Net Revenues in Current Year
Utilities	\$ 16,970,225	2030	6%	\$ 20,090,263	\$ 1,375,137	\$ 23,859,757
Solid Waste	1,637,824	2034	1%	1,962,136	136,108	11,498,476

Capital Leases

Capital leases at June 30, 2014 are comprised of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<i>Governmental activities</i>					
General Internal Services Fund					
\$22,999 lease obligation payable in monthly installments of \$595 including interest through August 2013; interest rate of 19.65%, collateralized by equipment	\$ 1,162	\$ -	\$ 1,162	\$ -	\$ -

The cost of the copier under capital lease for the General Internal Services Fund was \$22,999, with accumulated depreciation of \$22,999 at June 30, 2014.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 9. Long-Term Debt and Capital Leases (Continued)

Component Unit

Central Wyoming Regional Water System Joint Powers Board

Changes in long-term debt and bonds payable for the year ended June 30, 2014, are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Notes payable	\$ 21,598,055	\$ 43,484	\$ 1,551,795	\$ 20,089,744	\$ 1,596,177

Notes payable at June 30, 2014 were as follows:

Wyoming Water Development Commission, New Construction, maturing December 1, 2028, 4% interest rate, annual payments \$495,930; original issue \$8,098,326, collateralized by mortgage on facilities constructed under the terms of the agreement and \$1,000,000 Construction Reserve Account.	\$ 5,513,938
City of Casper, maturing October 1, 2023, 2.5% interest rate, monthly payments of \$127,960, original issued \$15,905,000, collateralized by mortgage on Water Treatment Plant property.	12,669,187
State Loan and Investment Board for the funding of the Water Treatment Plant Emergency Power Project, loan amount \$1,750,000, 2.5% interest rate, first payment will be due one year after substantial completion, currently still in construction.	145,609
Wyoming Water Development Commission, Rehabilitation, maturing December 1, 2028, 4% interest rate; annual payments of \$158,387; original issue \$2,586,396, collateralized by mortgage on facilities constructed under the terms of the agreement.	<u>1,761,010</u>
Total notes payable	<u>20,089,744</u>
Less current maturities	<u>1,596,177</u>
Long-term portion of notes payable	<u><u>\$ 18,493,567</u></u>

The annual requirements to amortize the notes payable, principal and interest outstanding at June 30, 2014 are as follows:

Fiscal year ending June 30:	Principal	Interest
2015	\$ 1,596,177	\$ 593,665
2016	1,787,496	547,955
2017	1,688,966	500,875
2018	1,737,459	452,383
2019	1,787,409	402,433
2020-2024	8,579,335	1,218,229
2025-2029	2,912,902	358,751
	<u>\$ 20,089,744</u>	<u>\$ 4,074,291</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 10. Prior Period Adjustments

Governmental Accounting Standards Board (GASB) Statement No. 33 and No. 36 require tax revenues be recorded in the same period in which the exchange transactions that generates the tax revenue occurs. Because the City receives these revenues through the State of Wyoming through a continuing appropriation and the State does not provide periodic notification of the accrual basis information, GASB 36 allows the City to use a reasonable estimate of the amount to be accrued. Traditionally, the City has estimated these amounts by using the subsequent cash remittances from the State in July as their best estimate of the accrual basis revenue for their fiscal year. There is technically a time lag of two months from the time the taxable transaction occurred to the time the State remits the City's share of the revenue, i.e., the City should consider both the July and August subsequent collections. This resulted in a change in the estimate of sales and use taxes of \$1,986,104 and \$1,650,180 in the General and Capital Projects funds, respectively, for the year ended June 30, 2013.

	Governmental Fund Financial Statements			
	General Fund 6/30/2013	General Fund as Restated 6/30/2013	Capital Projects Fund 6/30/2013	Capital Projects Fund as Restated 6/30/2013
Total assets	\$ 74,456,531	\$ 76,442,635	\$ 53,038,445	\$ 54,688,625
Total fund balance	59,216,119	61,202,223	50,141,318	51,791,498
Total revenues	47,483,458	49,469,562	23,307,700	24,957,880

In addition, in the governmental-type activities, the City identified additional items which should have been capitalized as construction in progress and light equipment in the prior year. This increased capital assets and net position of governmental activities by \$1,294,879, and decreased expenses by the same amount for the year ended June 30, 2013.

The Central Wyoming Regional Water System Joint Powers Board June 30, 2013 financial statements were restated to reflect revenue of \$71,670 and contract receivables of \$109,954, for a change in net position of \$38,2853

Note 11. Landfill Closure and Post-closure Care Liability

State and Federal laws and regulations require the City to place a final cover on its landfill site when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, the City reports the estimated liability for these closure and post-closure costs in the Solid Waste Fund (an enterprise fund) based on landfill capacity used as of each balance sheet date.

The current operating costs of the landfill are accounted for within the Solid Waste Fund of the City using the accrual basis of accounting. The City has closed the old landfill site and is currently monitoring and performing post-closure activities; the new site opened in 2008. The \$5,196,848 reported as landfill closure and post-closure care liability at June 30, 2014, represents the cumulative amount estimated to date based on the use of 10% of the estimated capacity of the new landfill site and post-closure costs associated with the old site. The City will recognize the remaining estimated cost of closure and post-closure care of the new site of \$23.3 million as the remaining estimated capacity is developed and filled. The calculation of the estimated liability has been based on what it would cost to perform all closure and post-closure care in 2014. The City expects to close the new landfill in 2054. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. As additional post-closure care requirements are determined, these costs may need to be covered by charges to future landfill users or from future tax revenue.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 11. Landfill Closure and Post-closure Care Liability (Continued)

The current year expenditure for landfill closure and post-closure care reflected in the Solid Waste Fund was \$705,232.

Note 12. Risk Management

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets and natural disasters. The City manages their comprehensive property risk by participating in the Wyoming Association of Risk Management Property Insurance Joint Powers Board (“WARM”). The City’s general liability insurance is also provided through WARM’s liability pool, with an additional liability policy provided by an insurance carrier for the Hogadon Ski Area. Risk management activities are accounted for in the Property and Liability Insurance internal service fund. Settlements have not exceeded insurance coverage for the fiscal years ended June 30, 2014, 2013 and 2012.

All heavy equipment owned by the City is covered by a blanket equipment policy. This blanket policy has coverage limits, which could be exceeded in the unlikely event that the City and other jurisdictions, which participate in WARM, were subject to a major disaster. In an effort to control potential losses, the City has implemented a risk containment policy, which provides for mandatory use of seat belts and hard hats, extraordinary caution on the part of employees, and other preventative measures.

The City also participates in two other risk management programs: Workers’ Compensation Act and Unemployment Compensation Act.

Wyoming Statute 27-14-101 created the Wyoming Workers’ Compensation Act, which is administered as an enterprise fund by the State of Wyoming. All employers within the State of Wyoming are participants of this plan unless the employer elects not to be covered under the plan. This Act requires the City to obtain liability coverage for payment of benefits to employees for job-related injuries and diseases through the Workers’ Compensation Fund. This Act provides general protection from suits filed by employees against the City. The City makes monthly payments to the Department of Employment, State of Wyoming. This amount is based on salaries and a split rate between hazardous and non-hazardous positions. Amounts paid by the City to the State for Workers’ Compensation during fiscal year 2014 were approximately \$1,384,972.

Wyoming Statute 27-3-101 created the Unemployment Compensation Act. This Act requires the City to pay the cost of actual claims incurred. Changes in the balances of claims liabilities during fiscal years 2014 and 2013 were as follows for the City’s participation in the Unemployment Compensation Act Program:

	2014	2013
Unpaid claims, beginning of year	\$ -	\$ -
Incurred claims	18,137	24,562
Claim payments	(18,137)	(24,562)
Unpaid claims, end of year	\$ -	\$ -

In order to maintain control over health insurance costs, the City has established the Employee Health Insurance Fund (an internal service fund) to account for and finance the City's self-insured health plan. Under this program, the City, through a third-party administrator, pays covered employee medical expenses above the employee deductible of \$1,500 and family deductible of \$3,000 on a 50/50 basis to \$6,000, resulting in a maximum out-of-pocket expense for an individual of \$3,000 and \$6,000 for a family. Costs above \$175,000 are covered by stop-loss insurance purchased from a commercial insurance company, with unlimited lifetime maximum per covered person. The City paid \$644,083 for stop loss insurance premiums for the year ended June 30, 2014.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 12. Risk Management (Continued)

The third-party administrator makes year-end estimates of liabilities incurred but not reported (IBNR), based upon historical trend analysis. At June 30, 2014, 2013 and 2012, the aggregate claims liability was \$1,293,880, \$997,472, and \$1,231,364, respectively. Changes in the Employee Health Insurance Fund's aggregate claims liability amount, including IBNR, from fiscal 2014 and 2013, and 2012 were:

	Beginning of Fiscal Year Liability	Changes in Estimates	Claim Payments	At Fiscal Year-End
FY 2014	\$ 1,293,880	\$ 6,206,989	\$ (6,229,739)	\$ 1,271,130
FY 2013	997,472	6,667,988	(6,371,580)	1,293,880
FY 2012	1,231,364	4,393,900	(4,627,792)	997,472

Note 13. Litigation and Other Contingent Liabilities

The City is a defendant in various lawsuits seeking damages of varying amounts as of June 30, 2014. Currently, plaintiffs have filed a civil rights action in the United States District Court. The plaintiffs have sued for unspecified compensatory and punitive damages in this matter, and the City has denied any allegations of wrongdoing. WARM, who represents the City, has retained two outside attorneys to defend this matter. As the action is in the discovery phase, no determination of the outcome can be made at this time.

Note 14. Pension Plans

All City employees are covered under one of the three following retirement plans:

Wyoming Law Enforcement Retirement Plan

The City participates in the Wyoming Law Enforcement Retirement Plan ("Plan"), a state-wide, cost-sharing, multiple-employer public employee retirement plan administered by the State of Wyoming Retirement System Board. The plan is a defined benefit, contributory plan covering any county sheriff, deputy county sheriff, municipal police officer, Wyoming correctional officer, Wyoming law enforcement academy instructor, University of Wyoming campus police officer, detention officer or dispatcher for law enforcement agencies and certain investigators of the Wyoming Livestock Board. The Plan statutorily provides retirement, disability and death benefits according to predetermined amounts primarily determined by salary, age and years of service of the participant. The Plan also statutorily provides for a percentage increase in the benefit amounts beginning July 1, after two full years of retirement by 2% each year. State statutes provide for future annual percent increases in the benefit amount to be the greater of the cost of living as determined by the Board or the percentage determined actuarially sound by the System's actuary, up to 2% each year. Participants may withdraw from the Plan at any time and receive refunds of participant contributions plus accumulated interest. The plan issues a publicly available financial report which includes audited financial statements and required supplementary information for the Plan. The report may be obtained by writing to the Wyoming Retirement System, Fifth Floor West, 6101 Yellowstone Road, Cheyenne, Wyoming 82002.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 14. Pension Plans (Continued)

Wyoming Law Enforcement Retirement Plan (Continued)

The Plan is funded by amounts withheld from participating employees' salaries and by contributions from the City. These contributions are determined by state statutes and as of June 30, 2014, the percentages to be contributed on compensation were 8.60% for the employees and the same for the City. The City has elected to pay 100% of the required contributions for the head of the police department.

For the years ended June 30, 2014, 2013, and 2012 total contributions for the Plan were \$1,240,915, \$1,126,767, and \$1,139,131. The City's portion of these contributions was \$629,549, \$622,867, and \$576,828, while the employees' portion was \$611,366, \$603,899, and \$562,303, equal to the required contributions for each year.

Fire Pension Plans

The City participates in the Wyoming Paid Firemen's Retirement Fund ("Fund"), a statewide cost-sharing multiple-employer public employee retirement system administered by the State of Wyoming Retirement System Board. All paid City firemen are eligible to participate. The Fund provides retirement, disability and death benefits according to predetermined formulas. Benefits are established by Wyoming Statutes. The Fund issues a publicly available financial report which includes audited financial statements and required supplementary information for the Fund. The report may be obtained by writing to the Wyoming Retirement System, Fifth Floor, 6101 Yellowstone Road, Cheyenne, Wyoming 82002.

The Fund is comprised of two plans. Plan A relates to members hired prior to July 1, 1981 and Plan B relates to members hired on or after July 1, 1981 (and any earlier hires electing this plan). Employees under Plan A qualify for a retirement allowance if they have 20 years of active service while members under Plan B qualify if they are 50 years old and have at least 10 years of credited service. Benefits for members participating under Plan A are based on the maximum monthly salary of a fireman first class.

The benefit equals 50% of such salary for 20 years of service plus 1% of such salary for years of service in excess of 20 worked after July 1, 1981, up to a maximum of 60% of such salary. The basic monthly benefit for participants of Plan B is equal to a percentage of the highest average monthly salary during any period of 36 consecutive months, with such percentage based on years of service. The percentage is equal to the sum of (i) 2.00% multiplied by the first 20 years of credited service, (ii) 2.50% multiplied by the next 5 years of credited service, and (iii) 1.00% multiplied by years of service in excess of 25, up to a maximum of 60%. The basic monthly benefit is reduced by 1/3% for each month that the retiring member is under age 55, if any. The Fund also provides disability retirement to any employee who becomes permanently incapacitated, mentally or physically, and who cannot continue in the performance of his duties.

Under Plan A, individual members contributed 8% of their gross monthly salary up to the maximum monthly salary of a fireman first class; a premium tax of 50% of the gross annual tax collected upon the fire insurance premiums paid is contributed by the fire insurance companies within the state; the State of Wyoming contributed 22 1/2% of the salary paid to each fireman covered under the plan; and the City contributed for each paid fireman it employed, 43 1/2% of the salary of a fireman first class reduced by the amount contributed by the state. Plan A became fully funded in April of 1999; consequently contributions were no longer required from that point forward. The City has received information regarding an unfunded liability of the Wyoming Paid Fireman's Retirement Fund Plan A. An actuary has calculated the unfunded accrued liability of \$14.3 million. Based upon this actuarial study, the City's annual benefit payments and the current responsibility between the State and the City under this plan in 2012, the City may be assessed approximately \$387,000 in each of the next ten years to make up for their portion of the shortfall.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 14. Pension Plans (Continued)

Fire Pension Plans (Continued)

Individual members participating under Plan B contribute 8.725% of their compensation and the City contributes 12% of the compensation of covered members. The City's contributions to Plan B for the years ended June 30, 2014, 2013 and 2012 were \$711,656, \$661,165, and \$602,155, while the employees' portion was \$514,811, \$468,326 and \$426,524, respectively, equal to the required contributions for each year.

Wyoming Retirement System

The City participates in the Wyoming Retirement System ("System"), a statewide cost-sharing multiple-employer public employee retirement system administered by the State of Wyoming Retirement System Board. Substantially all city full-time employees are eligible to participate. The System provides retirement, disability and death benefits according to predetermined formulas. Benefits are established by Title 9, Chapter 3 of the Wyoming Statutes.

The System issues a publicly available financial report which includes audited financial statements and required supplementary information for the System. The report may be obtained by writing to the Wyoming Retirement System, Fifth Floor, 6101 Yellowstone Road, Cheyenne, Wyoming 82002.

Plan members are required to contribute 7.5% of their annual covered salary and the City is required to contribute 7.12% of the annual covered payroll. Legislation enacted in 1979 allows the employer to pay any or all of the employees' contribution in addition to the matching contribution. The City currently pays 100% of the required employee's contribution for department heads. Contribution rates are established by Title 9, Chapter 3 of the Wyoming Statutes. The City's contributions to the System for the years ended June 30, 2014, 2013 and 2012 were \$1,439,474, \$1,358,885, and \$1,307,445, while the employees' portion was \$1,338,594, \$1,235,133, and \$1,189,084, respectively, equal to the required contributions for each year. In September 2014, the employer contribution rate will increase by 0.50% from 7.12% to 7.62%. The City will have the option to pay or not pay the additional employee contribution.

Note 15. Postemployment Healthcare Plan

Plan Description

The City, through a single-employer defined benefit healthcare plan, provides continuation of medical insurance coverage to employees who retire at the same time they end their service to the City. The City provides coverage to employees based on agreements in which the City has agreed to provide retirees and their beneficiaries' coverage for the life of the retiree. Effective December 20, 2011, the City eliminated postemployment healthcare benefits for any employee hired after January 2, 2012. For the City, these benefits are administered by CNIC Health Solutions. The benefits provided are established and may be amended by the City Council. There are no separately issued financial statements for the plan.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 15. Postemployment Healthcare Plan (Continued)

Funding Policy

The contribution requirements of plan members are established by and may be amended by the City Council. The required contribution is based on projected pay-as-you-go financing requirements, with an additional amount to prefund benefits as determined annually by the City. For fiscal year 2014, the City contributed \$318,074 to the plan. Members receiving benefits contributed \$106,477 or approximately 25 percent of the total premiums, through their required annual contribution as follows:

Plan/Tier	Pre-Medicare	Medicare-eligible
Mid Value Option - Single	\$ 6,981	\$ 4,039
Mid Value Option - Single + Spouse	15,815	8,078
Mid Value Option - Over/Under	11,019	11,019

Most retirees are in the Mid Value option, which is the average rate of all three options. These financial statements assume that pay-as-you-go funding will continue.

Annual OPEB Cost

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 the 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	\$ 3,567,175
Interest on net OPEB obligation	421,278
Adjustment to required annual contribution	<u>(607,318)</u>
Annual OPEB cost (expense)	3,381,135
Contributions made	<u>(424,551)</u>
Increase in net OPEB obligation	2,956,584
Net OPEB obligation - beginning of year	11,234,069
Net OPEB obligation - end of year	<u><u>\$ 14,190,653</u></u>

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2014 and the two preceding years were as follows:

Fiscal Year Ended	Annual OPEB Cost	Percentage of Annual OPEB Cost Contributed	Net OPEB Obligation
June 30, 2012	\$ 2,344,859	11.84%	\$ 8,525,489
June 30, 2013	3,070,052	11.77%	11,234,069
June 30, 2014	3,381,135	12.56%	14,190,653

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 15. Postemployment Healthcare Plan (Continued)

Funded Status and Funding Progress

As of June 30, 2014, the actuarial valuation date, the plan was 0.0 percent funded. The actuarial accrued liability for benefits was approximately \$27 million, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of approximately \$27 million. The covered payroll (annual payroll of active employees covered by the plan) was \$26,468,002, and the ratio of the UAAL to the covered payroll was 106.06 percent.

Actuarial valuations of an ongoing plan involve estimates of the value of reported amounts and assumptions about the probability of occurrence of events far into the future. Examples include assumptions about future employment, mortality, and the healthcare cost trend. Amounts determined regarding the funded status of the plan and the annual required contributions of the employer are subject to continual revision as actual results are compared with past expectations 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 multi-year trend information about whether the actuarial value of plan assets is increasing or decreasing over time relative to the actuarial accrued liabilities for benefits.

Actuarial Methods and Assumptions

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

In the June 30, 2014 actuarial valuation, the entry age normal actuarial cost method was used. The actuarial assumptions included a 3.75 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate ("HCCTR") of 9 percent for pre-65 and 6 percent for post-65 initially, reduced each year until an ultimate rate of 4.5 percent in year 2024. The HCCTR was increased to 5.1 percent in 2027 to reflect the anticipated impact of high cost plan excise tax. No assumption with respect to the inflation rate was provided by the actuary. The UAAL is being amortized as a level percentage of projected payroll on an open basis. The remaining amortization period at June 30, 2014 was twenty-eight years.

Note 16. Government Merger

In the year ended June 30, 2014, the City adopted Governmental Accounting Standards Board issued Statement No. 69, *Government Combinations and Disposals of Government Operations*. This standard was issued to improve financial reporting by addressing accounting and financial reporting for government combinations and disposals of government operations. The term *government combination* refers to a variety of arrangements including mergers and acquisitions.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2014

Note 16. Government Merger (Continued)

Prior to July 1, 2013, Metropolitan Animal Control Joint Powers Board (“Metro”) was included as a component unit of the financial statements of the City. Metro was dissolved effective July 1, 2013 and operations were merged into the City’s as the purpose of jointly developing an animal control facility was accomplished. The initial opening balances of Metro’s assets and liabilities as of the merger date were determined on the basis of the carrying values reported by Metro as of June 30, 2013 as follows:

	Amounts Recognized
Assets	
Current assets	\$ 330,607
Capital assets	450,395
Total assets	781,002
Current liabilities	44,656
Net position	
Invested in capital assets, net of related debt	450,395
Unrestricted	285,951
Total net position	\$ 736,346

Note 17. Accounting Standards Issued, But Not Implemented

As of June 30, 2014, the Governmental Accounting Standards Board had issued the following standards which the City will implement in its next fiscal year.

Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* was issued to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions in regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency.

Governmental Accounting Standards Board Statement No. 71, *Pensions Transition for Contributions Made Subsequent to the Measurement Date (an amendment of GASB Statement No. 68)*, amends Statement 68 related to transition provisions for certain pension contributions made to defined benefit pension plans prior to implementation of Statement 68 by employers and non-employer contributing entities.

Management has not concluded its assessment of the effect of implementing this guidance.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2014

Note 18. Subsequent Events

After June 30, 2014, the City entered into several construction contracts subsequent to year end. The most material contracts are as follows:

<u>Construction Project</u>	<u>Amount</u>
Downtown parking structure restrooms	\$ 352,600
First Street improvements	1,991,083
Casper Events Center ice floor project	296,386
Wastewater treatment plant centrifuge installation	1,200,000
Raw water irrigation improvements and alluvial well	325,000
Raw water irrigation improvements	800,000

After June 30, 2014, the City purchased several large pieces of equipment subsequent to year end. The most material equipment purchases are as follows:

<u>Purchases</u>	<u>Amount</u>
Casper Events Center dasher boards and ice cover	\$ 414,405
Two Mach trucks	423,468
Mack sanitation truck	239,144

In addition, after June 30, 2014, the City entered into an agreement to settle a civil lawsuit with a contractor for \$303,341. Amounts pertaining to this settlement have been accrued as of June 30, 2014.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
GENERAL FUND
Year Ended June 30, 2014

	Budgeted Amount		Actual On Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Taxes				
Property taxes	\$ 3,500,000	\$ 3,500,000	\$ 3,699,831	\$ 199,831
Franchise taxes	5,130,757	5,130,757	5,090,772	(39,985)
Automobile taxes	1,300,000	1,300,000	1,352,206	52,206
Sales taxes	24,585,848	24,585,848	23,221,903	(1,363,945)
Gasoline taxes	1,518,070	1,518,070	1,516,416	(1,654)
Cigarette taxes	383,113	383,113	344,540	(38,573)
Mineral taxes	8,636,555	8,636,555	8,694,398	57,843
Total taxes	45,054,343	45,054,343	43,920,066	(1,134,277)
Licenses and permits	1,445,250	1,445,250	1,754,076	308,826
Intergovernmental	20,000	20,000	14,000	(6,000)
Fines	1,962,200	1,962,200	2,330,161	367,961
Charges for services	3,177,064	3,177,064	3,873,336	696,272
Investment earnings	734,438	734,438	583,563	(150,875)
Miscellaneous income	1,022,574	1,062,574	1,598,983	536,409
Total other revenues	8,361,526	8,401,526	10,154,119	1,752,593
Total revenues	53,415,869	53,455,869	54,074,185	618,316
General Government				
City Council	914,083	1,376,837	1,200,798	176,039
City Manager	884,475	884,475	838,618	45,857
Municipal Court	893,715	893,715	813,089	80,626
Finance	2,221,007	2,221,007	2,109,229	111,778
Attorney	868,634	868,634	838,967	29,667
Human Resources	564,538	564,538	512,661	51,877
Engineering	1,370,537	1,370,537	1,139,068	231,469
Planning	694,380	694,380	635,658	58,722
Perpetual Care	557,840	557,840	91,160	466,680
Revolving Land	2,002,570	2,002,570	8,854	1,993,716
Total General Government	10,971,779	11,434,533	8,188,102	3,246,431
Public Safety				
Police	12,185,029	12,185,029	12,314,862	(129,833)
Fire	8,636,934	8,803,874	8,875,603	(71,729)
Code Enforcement	1,236,756	1,236,756	1,185,594	51,162
Metropolitan Animal Control	1,050,059	1,154,159	1,107,722	46,437
Total Public Safety	23,108,778	23,379,818	23,483,781	(103,963)

(Continued)

See accompanying note to required supplementary information.

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
GENERAL FUND (CONTINUED)
Year Ended June 30, 2014

	Budgeted Amount		Actual On Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Works				
Traffic	\$ 1,441,525	\$ 1,531,525	\$ 1,264,609	\$ 266,916
Streets	4,443,081	4,443,081	3,802,496	640,585
Cemetery	457,440	457,440	457,035	405
Total Public Works	<u>6,342,046</u>	<u>6,432,046</u>	<u>5,524,140</u>	<u>907,906</u>
Human Services	<u>1,337,938</u>	<u>1,337,938</u>	<u>1,202,466</u>	<u>135,472</u>
Total Human Services	<u>1,337,938</u>	<u>1,337,938</u>	<u>1,202,466</u>	<u>135,472</u>
Culture and Recreation				
Parks	2,705,136	2,705,136	2,682,067	23,069
Fort Caspar	486,050	486,050	458,433	27,617
Total Culture and Recreation	<u>3,191,186</u>	<u>3,191,186</u>	<u>3,140,500</u>	<u>50,686</u>
Total expenditures	<u>44,951,727</u>	<u>45,775,521</u>	<u>41,538,989</u>	<u>4,236,532</u>
Excess of revenues over expenditures	<u>8,464,142</u>	<u>7,680,348</u>	<u>12,535,196</u>	<u>4,854,848</u>
Other financing sources (uses)				
Transfers in	3,238,187	3,238,187	3,176,472	(61,715)
Transfers out	(13,940,079)	(15,397,178)	(14,471,841)	925,337
Total other financing (uses)	<u>(10,701,892)</u>	<u>(12,158,991)</u>	<u>(11,295,369)</u>	<u>863,622</u>
Net change in fund balance	<u>\$ (2,237,750)</u>	<u>\$ (4,478,643)</u>	1,239,827	<u>\$ 5,718,470</u>
Fund balance - beginning of year			<u>60,450,835</u>	
Fund balance - end of year			<u>\$ 61,690,662</u>	

See accompanying note to required supplementary information.

CITY OF CASPER, WYOMING

SCHEDULE OF FUNDING PROGRESS FOR
POST-EMPLOYMENT HEALTHCARE PLAN

Year Ended June 30, 2014

(Unaudited)

Actuarial Valuation Date	Actuarial Value of Assets (a)	Actuarial Accrued Liability (ALL)- Entry Age (b)	Unfunded ALL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage of Covered Payroll ((b-a)/c)
June 30, 2012	\$ -	\$ 27,998,614	\$ 27,998,614	0.00%	\$ 26,367,800	106.18%
June 30, 2013	-	31,793,642	31,793,642	0.00%	27,422,512	115.94%
June 30, 2014	-	26,748,030	26,748,030	0.00%	26,468,002	101.06%

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See accompanying note to required supplementary information.

CITY OF CASPER, WYOMING

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION

June 30, 2014

Note 1. Explanation of Differences Between Budgetary Basis and GAAP Basis

The City’s budgets and related appropriations are prepared on the modified accrual basis of accounting, with the exception of the exclusion of noncash items; the City’s financial statements are prepared in accordance with generally accepted accounting principles (GAAP). The adjustments necessary to convert the budgetary basis revenues and expenditures to GAAP basis revenues and expenditures of the general fund are as follows:

	<u>General Fund</u>
Revenues	
Actual amounts (budgetary basis) from the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	\$ 54,074,185
Difference - Budget Basis to GAAP	
Accrual of accounts receivable	163,881
Accrual of taxes receivable	826,889
Accrual of interest income	13,565
Record unrealized gain/loss on investments	<u>1,187,164</u>
 Total revenue as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	 <u><u>\$ 56,265,684</u></u>
 Expenditures	
Actual amounts (budgetary basis) from the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	\$ 41,538,989
Difference - Budget Basis to GAAP	
Accrual of accounts payable	86,841
Accrual of wages payable	6,518
Record bad debt expense	<u>169,247</u>
 Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	 <u><u>\$ 41,801,595</u></u>

COMBINING AND INDIVIDUAL FUND
AND
OTHER SUPPLEMENTARY INFORMATION

MAJOR CAPITAL PROJECTS FUNDS

Budgetary to Actual Comparison Schedules

GASB Statement No. 34 paragraph 130 requires budgetary comparison schedules for the General Fund and each major special revenue fund to be presented as required supplementary information. The City has one major capital project fund for which legally adopted budgets are required. These budgetary comparisons are being presented as other supplementary information to demonstrate compliance with finance related legal requirements.

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
CAPITAL PROJECTS FUND
Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 15,000,000	\$ 15,046,754	\$ 19,105,708	\$ 4,058,954
Intergovernmental	4,144,944	6,666,524	1,537,277	(5,129,247)
Charges for services	27,000	27,000	1,900	(25,100)
Investment earnings	92,850	92,850	132,319	39,469
Other revenues	2,291,227	2,676,067	1,665,810	(1,010,257)
Total revenues	21,556,021	24,509,195	22,443,014	(2,066,181)
Expenditures				
General government	1,436,765	2,178,061	2,654,849	(476,788)
Capital outlay	43,904,132	47,035,656	28,519,214	18,516,442
Total expenditures	45,340,897	49,213,717	31,174,063	18,039,654
(Deficiency) of revenues over expenditures	(23,784,876)	(24,704,522)	(8,731,049)	15,973,473
Other financing sources and uses				
Transfers in	4,034,700	4,034,700	3,685,244	(349,456)
Transfers out	(2,135,778)	(2,168,282)	(2,203,562)	(35,280)
Total other financing uses	1,898,922	1,866,418	1,481,682	(384,736)
Net change in fund balance	<u>\$(21,885,954)</u>	<u>\$(22,838,104)</u>	(7,249,367)	<u>\$ 15,588,737</u>
Fund balance - beginning of year			14,238,785	
Fund balance - end of year			<u>\$ 6,989,418</u>	

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are legally restricted to expenditure for particular purposes.

Capital Projects Funds

Capital projects funds are used to account for the acquisition and construction of major capital facilities other than those financed by proprietary funds and trust funds.

ARRA Grant Monies Fund – accounts for the federal grants and local matching revenues to fund projects eligible for funding under the federal economic stimulus American Recovery and Reinvestment Act of 2009.

Debt Service Fund

All special assessments or Local Assessment Districts (LAD's) are initially used to account for the costs of paving the streets, etc. in certain areas (districts) within the City. Financing may be provided by the sale of special assessment bonds, or the City may fund the project. Upon completion of the project, costs are evaluated and property owners are assessed their proportionate share, i.e., estimated cost per linear foot times front footage. The property owners either pay the assessment within 30 days, with no interest charged, or over a 10-year period. Interest is charged on the unpaid assessment at a rate not over twelve percent.

Unpaid assessments are divided into two categories; current and delinquent. Current represents installments due within one year (property owners are allowed to pay within 30 days of the annual due date). Delinquent assessments are those annual installments due which have passed the 30-day period and remain unpaid. A penalty on late assessments of 5% is charged on the unpaid balance.

CITY OF CASPER, WYOMING

**COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS**

June 30, 2014

	Special Revenue Funds	Capital Project Fund ARRA Grant Monies	Debt Service Fund	Other Governmental Funds Total
ASSETS				
Cash and cash equivalents	\$ 3,000	\$ -	\$ -	\$ 3,000
Investments	144,977	-	1,795,017	1,939,994
Other receivables, net of allowance	112,306	-	161,777	274,083
Interest receivable	12,683	-	78,520	91,203
Due from other governments	434,288	-	-	434,288
Due from other funds	438,690	-	201,257	639,947
Notes receivable, current	57,211	-	-	57,211
Notes receivable, noncurrent	558,484	-	180,981	739,465
	<hr/>	<hr/>	<hr/>	<hr/>
Total assets	\$ 1,761,639	\$ -	\$ 2,417,552	\$ 4,179,191
LIABILITIES				
Accounts payable	\$ 374,456	\$ -	\$ -	\$ 374,456
Accrued wages payable	62,485	-	-	62,485
Accrued interest payable	12,575	-	-	12,575
Due to other funds	177,012	-	-	177,012
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities	626,528	-	-	626,528
DEFERRED INFLOWS OF RESOURCES				
Deferred special assessments	-	-	180,981	180,981
FUND BALANCES				
Nonspendable	558,484	-	180,981	739,465
Restricted	577,204	-	-	577,204
Comitted	162,369	-	2,055,590	2,217,959
Unassigned (deficit)	(162,946)	-	-	(162,946)
	<hr/>	<hr/>	<hr/>	<hr/>
Total fund balances	1,135,111	-	2,236,571	3,371,682
	<hr/>	<hr/>	<hr/>	<hr/>
Total liabilities, deferred inflows of resources, and fund balances	\$ 1,761,639	\$ -	\$ 2,417,552	\$ 4,179,191

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
Year Ended June 30, 2014

	Special Revenue Funds	Capital Project Fund ARRA Grant Monies	Debt Service Fund	Other Governmental Funds Total
Revenues				
Taxes and special assessments	\$ 1,319,047	\$ -	\$ 83,288	\$ 1,402,335
Intergovernmental	2,441,476	-	-	2,441,476
Charges for services	539,913	-	-	539,913
Investment earnings	(31,141)	-	5,034	(26,107)
Other revenues	525,234	2,671	-	527,905
Total revenues	4,794,529	2,671	88,322	4,885,522
Expenditures				
General government	950,470	-	1,472	951,942
Public safety	2,345,934	-	-	2,345,934
Public works	491,769	-	-	491,769
Health and social services	2,050,147	-	-	2,050,147
Debt service				
Principal	40,000	-	-	40,000
Interest	30,732	-	-	30,732
Capital outlay	1,611,428	-	-	1,611,428
Total expenditures	7,520,480	-	1,472	7,521,952
Excess (deficiency) of revenues over expenditures	(2,725,951)	2,671	86,850	(2,636,430)
Other financing sources (uses)				
Contributed capital	53,290	-	-	53,290
Transfers in	1,431,319	35,280	-	1,466,599
Total other financing sources	1,484,609	35,280	-	1,519,889
Net change in fund balances	(1,241,342)	37,951	86,850	(1,116,541)
Fund balance (deficit) - beginning of year	2,376,453	(37,951)	2,149,721	4,488,223
Fund balances (deficit) - end of year	\$ 1,135,111	\$ -	\$ 2,236,571	\$ 3,371,682

Nonmajor Governmental Funds

Special Revenue Funds

Special revenue funds are used to account for specific revenues that are restricted to expenditures for specific purposes.

Community Development Block Grant (CDBG) Fund – accounts for the administration and programs funded by the Community Development Block Grant received from the United States Department of Housing and Urban Development.

Weed and Pest Fund – accounts for the City’s weed and pest control operations as funded by a special property tax levied by the Natrona County Weed and Pest Board, a portion of which is passed along to the City.

Transportation Services Fund – accounts for the public transportation services provided by the Casper Area Transportation Coalition (CATC) and funded by federal transportation grants and transfers from the General Fund.

Metropolitan Planning Organization Fund – accounts for the grant activities associated with Metropolitan Planning Organization grant funds.

Special Events Assistance Fund – accounts for the Fire Department’s providing of resources to other government agencies to assist with wildfire suppression. This fund also accounts for various grants received to acquire equipment for fire, emergency medical and disaster recovery services.

Police Grants Fund – accounts for grants obtained for various policing and public safety programs and the acquisition of equipment. This fund also accounts for the activity associated with asset seizure awards and revenue generated by various court and agency programs.

Public Safety Communications Fund – accounts for the operation of the combined dispatch center that provides county-wide 911 services.

Redevelopment Loan Fund – accounts for the City’s redevelopment efforts, including administration of the United States Department of Housing and Urban Development Section 108 Loan Program allocations obtained by the City.

CITY OF CASPER, WYOMING

COMBINING BALANCE SHEET
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
June 30, 2014

	CDBG	Weed and Pest	Transportation Services	Metropolitan Planning Organization
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Other receivables, net of allowance	28,821	-	58,130	-
Interest receivable	-	-	-	-
Due from other governments	35,203	-	161,360	89,889
Due from other funds	27,798	272,631	43,538	10,699
Notes receivable, current	7,986	-	-	-
Notes receivable, noncurrent	10,915	-	-	-
Total assets	\$ 110,723	\$ 272,631	\$ 263,028	\$ 100,588
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ -	\$ 4,690	\$ 277,883	\$ 56,815
Accrued wages payable	2,193	3,132	-	5,594
Accrued interest payable	-	-	-	-
Due to other funds	-	-	30,251	18,100
Total liabilities	2,193	7,822	308,134	80,509
Fund balances				
Nonspendable	10,915	-	-	-
Restricted	97,615	264,809	-	-
Committed	-	-	-	20,079
Unassigned (deficit)	-	-	(45,106)	-
Total fund balances (deficit)	108,530	264,809	(45,106)	20,079
Total liabilities and fund balances	\$ 110,723	\$ 272,631	\$ 263,028	\$ 100,588

Special Events Assistance	Police Grants	Public Safety Communications	Redevelopment Loan	Total
\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
-	-	-	144,977	144,977
-	-	25,355	-	112,306
-	-	-	12,683	12,683
98,933	48,903	-	-	434,288
-	62,273	1,281	20,470	438,690
-	-	-	49,225	57,211
-	-	-	547,569	558,484
<u>\$ 98,933</u>	<u>\$ 114,176</u>	<u>\$ 26,636</u>	<u>\$ 774,924</u>	<u>\$ 1,761,639</u>
\$ 40	\$ 15,105	\$ 19,923	\$ -	\$ 374,456
-	60	51,506	-	62,485
-	-	-	12,575	12,575
55,614	-	73,047	-	177,012
<u>55,654</u>	<u>15,165</u>	<u>144,476</u>	<u>12,575</u>	<u>626,528</u>
-	-	-	547,569	558,484
-	-	-	214,780	577,204
43,279	99,011	-	-	162,369
-	-	(117,840)	-	(162,946)
<u>43,279</u>	<u>99,011</u>	<u>(117,840)</u>	<u>762,349</u>	<u>1,135,111</u>
<u>\$ 98,933</u>	<u>\$ 114,176</u>	<u>\$ 26,636</u>	<u>\$ 774,924</u>	<u>\$ 1,761,639</u>

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENDITURES,
AND CHANGES IN FUND BALANCES
NONMAJOR GOVERNMENTAL FUNDS
SPECIAL REVENUE FUNDS
Year Ended June 30, 2014

	CDBG	Weed and Pest	Transportation Services	Metropolitan Planning Organization
Revenues				
Taxes	\$ -	\$ 540,979	\$ -	\$ -
Intergovernmental	148,857	-	1,026,742	876,901
Charges for services	-	-	-	-
Investment earnings/losses	-	-	-	-
Other revenues	1,444	-	392,365	-
Total revenues	150,301	540,979	1,419,107	876,901
Expenditures				
General government	-	-	-	950,327
Public safety	-	-	-	-
Public works	-	491,769	-	-
Health and social services	156,853	-	1,893,294	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	-	53,290	-
Total expenditures	156,853	491,769	1,946,584	950,327
Excess (deficiency) of revenues over expenditures	(6,552)	49,210	(527,477)	(73,426)
Other financing sources				
Contributed capital	-	-	53,290	-
Transfers in	-	-	474,187	84,287
Total other financing sources	-	-	527,477	84,287
Net change in fund balances	(6,552)	49,210	-	10,861
Fund balance (deficit) - beginning of year	115,082	215,599	(45,106)	9,218
Fund balances (deficit) - end of year	\$ 108,530	\$ 264,809	\$ (45,106)	\$ 20,079

Special Events Assistance	Police Grants	Public Safety Communications	Redevelopment Loan	Total
\$ -	\$ -	\$ 778,068	\$ -	\$ 1,319,047
252,544	136,432	-	-	2,441,476
-	-	539,913	-	539,913
-	-	120	(31,261)	(31,141)
21,566	64,984	12,273	32,602	525,234
<u>274,110</u>	<u>201,416</u>	<u>1,330,374</u>	<u>1,341</u>	<u>4,794,529</u>
-	-	-	143	950,470
123,134	229,219	1,993,581	-	2,345,934
-	-	-	-	491,769
-	-	-	-	2,050,147
-	-	-	40,000	40,000
-	-	-	30,732	30,732
136,848	17,499	1,403,791	-	1,611,428
<u>259,982</u>	<u>246,718</u>	<u>3,397,372</u>	<u>70,875</u>	<u>7,520,480</u>
<u>14,128</u>	<u>(45,302)</u>	<u>(2,066,998)</u>	<u>(69,534)</u>	<u>(2,725,951)</u>
-	-	-	-	53,290
-	-	872,845	-	1,431,319
-	-	872,845	-	1,484,609
14,128	(45,302)	(1,194,153)	(69,534)	(1,241,342)
29,151	144,313	1,076,313	831,883	2,376,453
<u>\$ 43,279</u>	<u>\$ 99,011</u>	<u>\$ (117,840)</u>	<u>\$ 762,349</u>	<u>\$ 1,135,111</u>

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 CDBG SPECIAL REVENUE FUND
 Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 316,608	\$ 316,608	\$ 144,723	\$ (171,885)
Other revenues	12,000	12,000	8,997	(3,003)
Total revenues	<u>328,608</u>	<u>328,608</u>	<u>153,720</u>	<u>(174,888)</u>
Expenditures				
Health and social services	<u>368,433</u>	<u>368,433</u>	<u>174,932</u>	<u>193,501</u>
Total expenditures	<u>368,433</u>	<u>368,433</u>	<u>174,932</u>	<u>193,501</u>
(Deficiency) of revenues over expenditures	<u>\$ (39,825)</u>	<u>\$ (39,825)</u>	(21,212)	<u>\$ 18,613</u>
Fund (deficit) - beginning of year			<u>115,082</u>	
Fund (deficit) - end of year			<u>\$ 93,870</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 WEED AND PEST SPECIAL REVENUE FUND
 Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 500,000	\$ 500,000	\$ 540,979	\$ 40,979
Total revenues	500,000	500,000	540,979	40,979
Expenditures				
Public works	509,746	509,746	495,717	14,029
Total expenditures	509,746	509,746	495,717	14,029
(Deficiency) of revenues over expenditures	<u>\$ (9,746)</u>	<u>\$ (9,746)</u>	45,262	<u>\$ 55,008</u>
Fund balance - beginning of year			<u>216,587</u>	
Fund balance - end of year			<u>\$ 261,849</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
TRANSPORTATION SERVICES SPECIAL REVENUE FUND
Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,269,987	\$ 1,269,987	\$ 1,026,742	\$ (243,245)
Other revenues	-	-	392,365	392,365
Total revenues	<u>1,269,987</u>	<u>1,269,987</u>	<u>1,419,107</u>	<u>149,120</u>
Expenditures				
Health and social services	1,754,940	1,754,940	1,893,294	(138,354)
Capital outlay	140,000	140,000	105,490	34,510
Total expenditures	<u>1,894,940</u>	<u>1,894,940</u>	<u>1,998,784</u>	<u>(103,844)</u>
(Deficiency) of revenues over expenditures	<u>(624,953)</u>	<u>(624,953)</u>	<u>(579,677)</u>	<u>45,276</u>
Other financing sources				
Transfers in	624,953	624,953	474,187	(150,766)
Total other financing sources	<u>624,953</u>	<u>624,953</u>	<u>474,187</u>	<u>(150,766)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	(105,490)	<u>\$ (105,490)</u>
Fund (deficit) - beginning of year			<u>(45,106)</u>	
Fund (deficit) - end of year			<u>\$ (150,596)</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 METROPOLITAN PLANNING ORGANIZATION SPECIAL REVENUE FUND
 Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,238,410	\$ 1,238,410	\$ 818,627	\$ (419,783)
Total revenues	<u>1,238,410</u>	<u>1,238,410</u>	<u>818,627</u>	<u>(419,783)</u>
Expenditures				
General government	2,013,617	2,013,617	1,008,563	1,005,054
Capital outlay	<u>1,999</u>	<u>1,999</u>	<u>-</u>	<u>1,999</u>
Total expenditures	<u>2,015,616</u>	<u>2,015,616</u>	<u>1,008,563</u>	<u>1,007,053</u>
(Deficiency) of revenues over expenditures	<u>(777,206)</u>	<u>(777,206)</u>	<u>(189,936)</u>	<u>587,270</u>
Other financing sources				
Transfers in	<u>112,621</u>	<u>112,621</u>	<u>84,287</u>	<u>(28,334)</u>
Total other financing sources	<u>112,621</u>	<u>112,621</u>	<u>84,287</u>	<u>(28,334)</u>
Net change in fund balance	<u><u>\$ (664,585)</u></u>	<u><u>\$ (664,585)</u></u>	<u>(105,649)</u>	<u><u>\$ 558,936</u></u>
Fund balance - beginning of year			<u>9,218</u>	
Fund (deficit) - end of year			<u><u>\$ (96,431)</u></u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 SPECIAL EVENTS ASSISTANCE SPECIAL REVENUE FUND
 Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 100,000	\$ 276,161	\$ 252,544	\$ (23,617)
Other revenues	20,000	20,000	21,566	1,566
Total revenues	<u>120,000</u>	<u>296,161</u>	<u>274,110</u>	<u>(22,051)</u>
Expenditures				
Public safety	90,000	226,386	123,135	103,251
Capital outlay	30,000	69,775	136,848	(67,073)
Total expenditures	<u>120,000</u>	<u>296,161</u>	<u>259,983</u>	<u>36,178</u>
Excess of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	14,127	<u>\$ 14,127</u>
Fund balance - beginning of year			<u>29,152</u>	
Fund balance - end of year			<u>\$ 43,279</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
POLICE GRANTS SPECIAL REVENUE FUND
Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 100,681	\$ 252,232	\$ 136,432	\$ (115,800)
Other revenues	85,100	85,100	64,984	(20,116)
Total revenues	<u>185,781</u>	<u>337,332</u>	<u>201,416</u>	<u>(135,916)</u>
Expenditures				
Public safety	172,181	267,732	232,207	35,525
Capital outlay	13,600	69,600	17,499	52,101
Total expenditures	<u>185,781</u>	<u>337,332</u>	<u>249,706</u>	<u>87,626</u>
Excess (deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	(48,290)	<u>\$ (48,290)</u>
Fund balance - beginning of year			<u>144,313</u>	
Fund balance - end of year			<u>\$ 96,023</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
PUBLIC SAFETY COMMUNICATIONS CENTER
SPECIAL REVENUE FUND
Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,000,000	\$ 1,000,000	\$ 778,068	\$ (221,932)
Intergovernmental	549,716	549,716	539,913	(9,803)
Investment earnings	1,000	1,000	-	(1,000)
Other revenues	500	500	12,273	11,773
Total revenues	<u>1,551,216</u>	<u>1,551,216</u>	<u>1,330,254</u>	<u>(220,962)</u>
Expenditures				
Public safety	2,359,583	2,359,583	2,074,107	285,476
Capital outlay	448,864	1,248,864	1,403,791	(154,927)
Total expenditures	<u>2,808,447</u>	<u>3,608,447</u>	<u>3,477,898</u>	<u>130,549</u>
(Deficiency) of revenues over expenditures	<u>(1,257,231)</u>	<u>(2,057,231)</u>	<u>(2,147,644)</u>	<u>(90,413)</u>
Other financing sources				
Transfers in	872,845	872,845	872,845	-
Total other financing sources	<u>872,845</u>	<u>872,845</u>	<u>872,845</u>	<u>-</u>
Net change in fund balance	<u>\$ (384,386)</u>	<u>\$ (1,184,386)</u>	(1,274,799)	<u>\$ (90,413)</u>
Fund balance - beginning of year			<u>1,539,802</u>	
Fund balance - end of year			<u>\$ 265,003</u>	

CITY OF CASPER, WYOMING

**SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
REDEVELOPMENT LOAN SPECIAL REVENUE FUND**

Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Investment earnings	\$ 900	\$ 900	\$ 905	\$ 5
Other revenues	83,254	83,254	108,921	25,667
Total revenues	<u>84,154</u>	<u>84,154</u>	<u>109,826</u>	<u>25,672</u>
Expenditures				
General government	59,500	59,500	71,713	(12,213)
Total expenditures	<u>59,500</u>	<u>59,500</u>	<u>71,713</u>	<u>(12,213)</u>
Excess of revenues over expenditures	<u>\$ 24,654</u>	<u>\$ 24,654</u>	38,113	<u>\$ 13,459</u>
Fund balance - beginning of year			<u>257,884</u>	
Fund balance - end of year			<u>\$ 295,997</u>	

NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUND

AND DEBT SERVICE FUND

Budgetary to Actual Comparison Schedules

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 ARRA GRANT MONIES - CAPITAL PROJECTS FUND
 Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Total revenues	\$ -	\$ -	\$ -	\$ -
Expenditures				
Total expenditures	-	-	-	-
Excess of revenues over expenditures	-	-	-	-
Other financing sources				
Transfers in	-	-	35,280	35,280
Total other financing sources	-	-	35,280	35,280
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	35,280	<u>\$ 35,280</u>
Fund (deficit) - beginning of year			<u>(37,950)</u>	
Fund (deficit) - end of year			<u><u>\$ (2,670)</u></u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 LAD REVOLVING - DEBT SERVICE FUND
 Year Ended June 30, 2014

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Special assessments	\$ 36,000	\$ 36,000	\$ 83,288	\$ 47,288
Investment earnings	3,300	3,300	5,520	2,220
Total revenues	<u>39,300</u>	<u>39,300</u>	<u>88,808</u>	<u>49,508</u>
Expenditures				
General government	<u>1,340</u>	<u>1,340</u>	<u>1,473</u>	<u>(133)</u>
Total expenditures	<u>1,340</u>	<u>1,340</u>	<u>1,473</u>	<u>(133)</u>
Excess of revenues over expenditures	<u>\$ 37,960</u>	<u>\$ 37,960</u>	87,335	<u>\$ 49,375</u>
Fund balance - beginning of year			<u>2,149,722</u>	
Fund balance - end of year			<u>\$ 2,237,057</u>	

NONMAJOR PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

Internal service funds are used to account for the financing of goods or services provided by one department or agency to other departments or agencies of a government or other governments, on a cost-reimbursement basis.

General Internal Services Fund – accounts for the operations of the central maintenance facility that provides maintenance services for the City’s vehicle fleet, heavy equipment and other motorized and mechanized equipment; accounts for the operation and maintenance of City Hall and two other storage buildings located nearby; accounts for the centralized support services for the City’s information and communication networks, hardware, organization-wide administrative software system, and various databases; accounts for the centralized support services for the maintenance, repair and minor construction projects of the City’s buildings; and accounts for the property and liability insurance program for the City. The majority of the insurance coverage is provided by an insurance pool comprised of other member governments from within the State combined with lesser specialized coverage for specific needs obtained from commercial carriers.

Employee Health Insurance Fund – accounts for the self-insured health insurance program.

CITY OF CASPER, WYOMING

**COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS**

June 30, 2014

	General Internal Services	Employee Health Insurance	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ -	\$ 606,432	\$ 606,432
Investments	869,804	5,021,472	5,891,276
Interest receivable	597	2,854	3,451
Customer receivables, net of allowance	14,930	427,746	442,676
Due from other funds	916,805	239,499	1,156,304
Inventories	508,504	-	508,504
Total current assets	<u>2,310,640</u>	<u>6,298,003</u>	<u>8,608,643</u>
Capital assets, net of depreciation			
Machinery and equipment	219,815	-	219,815
Net property and equipment	<u>219,815</u>	<u>-</u>	<u>219,815</u>
Total assets	<u>2,530,455</u>	<u>6,298,003</u>	<u>8,828,458</u>
LIABILITIES			
Current liabilities			
Accounts payable	364,447	120,757	485,204
Claims payable	-	1,271,130	1,271,130
Accrued wages payable	186,220	3,440	189,660
Total current liabilities	<u>550,667</u>	<u>1,395,327</u>	<u>1,945,994</u>
Non-current liabilities, net of current portion			
Compensated absences	116,462	1,372	117,834
Other post-employment benefits payable	-	14,190,653	14,190,653
Total non-current liabilities	<u>116,462</u>	<u>14,192,025</u>	<u>14,308,487</u>
Total liabilities	<u>667,129</u>	<u>15,587,352</u>	<u>16,254,481</u>
NET POSITION			
Invested in capital assets, net of related debt	219,815	-	219,815
Unrestricted (deficit)	1,643,511	(9,289,349)	(7,645,838)
Total net position (deficit)	<u>\$ 1,863,326</u>	<u>\$ (9,289,349)</u>	<u>\$ (7,426,023)</u>

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
Year Ended June 30, 2014

	General Internal Services	Employee Health Insurance	Total
Operating revenues			
Charges for services	\$ 5,679,471	\$ -	\$ 5,679,471
Other revenues	275,466	7,616,323	7,891,789
Total operating revenues	<u>5,954,937</u>	<u>7,616,323</u>	<u>13,571,260</u>
Operating expenses			
Personnel expenses	4,806,764	73,450	4,880,214
Contractual	2,319,192	10,730,375	13,049,567
Materials and supplies	1,873,252	-	1,873,252
Other expenses	3,013	-	3,013
Depreciation	72,058	-	72,058
Total operating expenses	<u>9,074,279</u>	<u>10,803,825</u>	<u>19,878,104</u>
Operating (loss)	<u>(3,119,342)</u>	<u>(3,187,502)</u>	<u>(6,306,844)</u>
Non-operating revenues (expense)			
Federal and state grants	-		
Investment earnings and change in fair market value	(124,832)	(59,471)	(184,303)
Total non-operating revenues (expenses)	<u>(124,832)</u>	<u>(59,471)</u>	<u>(184,303)</u>
(Loss) before transfers	<u>(3,244,174)</u>	<u>(3,246,973)</u>	<u>(6,491,147)</u>
Transfers in	2,638,317	1,791	2,640,108
Total transfers	<u>2,638,317</u>	<u>1,791</u>	<u>2,640,108</u>
Change in net position	(605,857)	(3,245,182)	(3,851,039)
Net position (deficit) - beginning of year	<u>2,469,183</u>	<u>(6,044,167)</u>	<u>(3,574,984)</u>
Net position (deficit) - end of year	<u>\$ 1,863,326</u>	<u>\$ (9,289,349)</u>	<u>\$ (7,426,023)</u>

CITY OF CASPER, WYOMING

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2014**

	General Internal Services	Employee Health Insurance	Total
Cash flows from operating activities			
Cash received from customers	\$ 1,568,779	\$ 999,069	\$ 2,567,848
Receipts from interfund services provided	4,428,827	6,435,462	10,864,289
Cash payments to suppliers for goods and services	(3,711,102)	-	(3,711,102)
Claims paid	-	(7,887,392)	(7,887,392)
Cash payments for interfund services	(467,711)	-	(467,711)
Cash payments to employees for services	(4,764,020)	(78,795)	(4,842,815)
Net cash (used) by operating activities	<u>(2,945,227)</u>	<u>(531,656)</u>	<u>(3,476,883)</u>
Cash flows from non-capital financing activities			
Operating subsidies and transfers from other funds	2,207,180	328,688	2,535,868
Net cash provided by non-capital financing activities	<u>2,207,180</u>	<u>328,688</u>	<u>2,535,868</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(119,390)	-	(119,390)
Principal paid	(1,162)	-	(1,162)
Net cash (used) by capital and related financing activities	<u>(120,552)</u>	<u>-</u>	<u>(120,552)</u>
Cash flows from investing activities			
Purchase of investment securities	(1,330,834)	(27,539)	(1,358,373)
Proceeds from sale of investments	2,293,005	203,155	2,496,160
Interest on investments	(103,672)	27,583	(76,089)
Net cash provided by investing activities	<u>858,499</u>	<u>203,199</u>	<u>1,061,698</u>
Net increase (decrease) in cash and cash equivalents	(100)	231	131
Cash and cash equivalents - beginning of year	100	606,201	606,301
Cash and cash equivalents - end of year	<u>\$ -</u>	<u>\$ 606,432</u>	<u>\$ 606,432</u>

(Continued)

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
Year Ended June 30, 2014

	General Internal Services	Employee Health Insurance	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating (loss)	\$ (3,119,342)	\$ (3,187,502)	\$ (6,306,844)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities			
Depreciation	72,058	-	72,058
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities			
Customer receivables	42,669	(181,792)	(139,123)
Inventories	(34,353)	-	(34,353)
Accounts payable	50,997	(113,601)	(62,604)
Accrued wages payable	81,612	(6,232)	75,380
Claims payable	-	2,956,584	2,956,584
Compensated absences	(38,868)	887	(37,981)
Net cash (used) by operating activities	<u>\$ (2,945,227)</u>	<u>\$ (531,656)</u>	<u>\$ (3,476,883)</u>
Noncash investing, capital and related financing activities			
Change in fair value of investments	\$ (20,224)	\$ (86,158)	\$ (106,382)

DISCRETELY PRESENTED COMPONENT UNIT

CITY OF CASPER, WYOMING

**GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET POSITION
DOWNTOWN DEVELOPMENT AUTHORITY**

June 30, 2014

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
ASSETS			
Cash and cash equivalents	\$ 380,327	\$ -	\$ 380,327
Property taxes receivable	142,183	-	142,183
Other receivables	1,009	-	1,009
Due from other governments	5,272	-	5,272
Improvements other than buildings	<u>-</u>	<u>682</u>	<u>682</u>
 Total assets	 <u><u>\$ 528,791</u></u>	 <u><u>682</u></u>	 <u><u>529,473</u></u>
LIABILITIES			
Accounts payable	\$ 3,970	-	3,970
Accrued wages payable	250	-	250
Deferred revenues	<u>142,183</u>	<u>-</u>	<u>142,183</u>
 Total liabilities	 <u><u>146,403</u></u>	 <u><u>-</u></u>	 <u><u>146,403</u></u>
FUND BALANCE/NET POSITION			
Fund balance			
Unassigned	<u>382,388</u>	<u>(382,388)</u>	<u>-</u>
Total fund balance	<u><u>382,388</u></u>	<u><u>(382,388)</u></u>	<u><u>-</u></u>
 Total liabilities and fund balance	 <u><u>\$ 528,791</u></u>		
 Net position			
Invested in capital assets, net of related debt		682	682
Unrestricted		<u>382,388</u>	<u>382,388</u>
Total net position		<u><u>\$ 383,070</u></u>	<u><u>\$ 383,070</u></u>

CITY OF CASPER, WYOMING

**STATEMENT OF GOVERNMENTAL FUND REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES
DOWNTOWN DEVELOPMENT AUTHORITY
Year Ended June 30, 2014**

	General Fund	Adjustments	Statement of Activities
Revenues			
Taxes	\$ 140,589	\$ -	\$ 140,589
Investment earnings	854	-	854
Other revenues	9,674	-	9,674
	<hr/>	<hr/>	<hr/>
Total revenues	151,117	-	151,117
	<hr/>	<hr/>	<hr/>
Expenditures			
General government	94,224	630	94,854
Capital outlay	478	-	478
	<hr/>	<hr/>	<hr/>
Total expenditures	94,702	630	95,332
	<hr/>	<hr/>	<hr/>
Deficiency of revenues over expenditures	56,415	(56,415)	-
Change in net position	-	(55,785)	55,785
Fund balance/net position			
Beginning of the year	325,973	-	327,285
	<hr/>	<hr/>	<hr/>
End of the year	\$ 382,388	\$ (111,570)	\$ 383,070
	<hr/> <hr/>	<hr/> <hr/>	<hr/> <hr/>

STATISTICAL SECTION

STATISTICAL SECTION

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

CONTENTS

Financial Trends	116
These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.	
Revenue Capacity	128
These schedules contain information to help the reader assess the factors affecting the City's ability to generate its property and sales taxes.	
Debt Capacity	139
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	143
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	145
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	

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

CITY OF CASPER, WYOMING

NET POSITION BY COMPONENT

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2005	2006	2007	2008
Governmental activities				
Invested in capital assets, net of related debt	\$ 68,230,482	\$ 70,887,658	\$ 77,727,936	\$ 83,325,475
Restricted	-	-	-	-
Unrestricted	69,806,128	77,951,042	85,376,076	99,778,064
Total governmental activities net position	<u>\$ 138,036,610</u>	<u>\$ 148,838,700</u>	<u>\$ 163,104,012</u>	<u>\$ 183,103,539</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 87,161,809	\$ 94,642,323	\$ 103,074,341	\$ 109,827,475
Restricted	-	-	-	-
Unrestricted	34,489,258	32,500,366	29,156,358	24,635,566
Total business-type activities net position	<u>\$ 121,651,067</u>	<u>\$ 127,142,689</u>	<u>\$ 132,230,699</u>	<u>\$ 134,463,041</u>
Primary government				
Invested in capital assets, net of related debt	\$ 155,392,291	\$ 165,529,981	\$ 180,802,277	\$ 193,152,950
Restricted	-	-	-	-
Unrestricted	104,295,386	110,451,408	114,532,434	124,413,630
Total primary government	<u>\$ 259,687,677</u>	<u>\$ 275,981,389</u>	<u>\$ 295,334,711</u>	<u>\$ 317,566,580</u>

Fiscal Year					
2009	2010	2011	2012	2013	2014
\$ 97,377,956	\$ 115,161,168	\$ 123,823,245	\$ 128,305,822	\$ 139,552,718	\$ 150,938,728
-	-	1,384,425	1,197,287	1,408,335	1,135,688
106,788,861	101,086,540	98,588,960	105,705,336	111,051,396	113,479,911
<u>\$ 204,166,817</u>	<u>\$ 216,247,708</u>	<u>\$ 223,796,630</u>	<u>\$ 235,208,445</u>	<u>\$ 252,012,449</u>	<u>\$ 265,554,327</u>
\$ 122,258,159	\$ 134,062,444	\$ 138,005,226	\$ 138,566,065	\$ 136,582,549	\$ 140,242,769
-	-	165,000	197,500	230,000	262,500
22,625,814	27,845,499	32,136,931	29,968,719	32,960,092	32,203,310
<u>\$ 144,883,973</u>	<u>\$ 161,907,943</u>	<u>\$ 170,307,157</u>	<u>\$ 168,732,284</u>	<u>\$ 169,772,641</u>	<u>\$ 172,708,579</u>
\$ 219,636,115	\$ 249,223,612	\$ 261,828,471	\$ 266,871,887	\$ 276,135,267	\$ 291,181,497
-	-	1,549,425	1,394,787	1,638,335	1,398,188
129,414,675	128,932,039	130,725,891	135,674,055	144,011,488	145,683,221
<u>\$ 349,050,790</u>	<u>\$ 378,155,651</u>	<u>\$ 394,103,787</u>	<u>\$ 403,940,729</u>	<u>\$ 421,785,090</u>	<u>\$ 438,262,906</u>

CITY OF CASPER, WYOMING

CHANGES IN NET POSITION

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2005	2006	2007	2008
Expenses				
Governmental activities				
General government	\$ 7,128,060	\$ 11,692,141	\$ 12,333,960	\$ 12,287,002
Public safety	16,337,879	20,952,162	18,602,982	20,025,486
Public works	5,349,207	6,274,730	6,580,626	3,033,348
Health and social services	3,862,477	4,410,145	4,417,412	4,314,077
Culture and recreation	3,950,603	3,349,109	4,639,413	8,727,490
Interest on long-term debt	2,843	2,007	1,008	82
Total governmental activities expenses	<u>36,631,069</u>	<u>46,680,294</u>	<u>46,575,401</u>	<u>48,387,485</u>
Business-type activities				
Utilities	17,306,419	20,067,839	19,008,372	18,475,180
Solid Waste	5,703,216	5,631,464	6,859,524	13,176,416
Recreation	4,650,116	6,567,578	7,647,391	8,345,575
Other enterprise fund	66,022	62,520	123,502	79,665
Total business-type activities expenses	<u>27,725,773</u>	<u>32,329,401</u>	<u>33,638,789</u>	<u>40,076,836</u>
Total primary government expenses	<u>\$ 64,356,842</u>	<u>\$ 79,009,695</u>	<u>\$ 80,214,190</u>	<u>\$ 88,464,321</u>
Program Revenues				
Governmental activities				
Charges for services				
General government	\$ 839,783	\$ 1,024,259	\$ 2,207,643	\$ 2,709,890
Public safety	1,782,358	1,481,274	2,978,555	3,270,861
Health, social services, culture and recreation	2,281,550	1,948,807	505,676	587,224
Operating grants and contributions	1,749,331	2,359,610	2,215,836	2,217,102
Capital grants and contributions	4,454,434	3,591,241	1,116,053	966,246
Total governmental activities program revenues	<u>11,107,456</u>	<u>10,405,191</u>	<u>9,023,763</u>	<u>9,751,323</u>
Business-type activities				
Charges for services				
Utilities	15,993,312	15,580,349	18,613,504	19,066,334
Solid Waste	6,070,220	6,561,518	7,535,135	8,165,812
Recreation	2,621,284	3,798,698	4,239,470	5,187,814
Other enterprise fund	20,783	18,000	20,981	20,819
Operating grants and contributions	-	-	22,417	135,513
Capital grants and contributions	4,447,059	5,686,036	1,441,289	2,003,430
Total business-type activities program revenues	<u>29,152,658</u>	<u>31,644,601</u>	<u>31,872,796</u>	<u>34,579,722</u>
Total primary government program revenues	<u>\$ 40,260,114</u>	<u>\$ 42,049,792</u>	<u>\$ 40,896,559</u>	<u>\$ 44,331,045</u>

Fiscal Year

	2009	2010	2011	2012	2013	2014
\$	7,956,685	\$ 16,449,278	\$ 18,470,731	\$ 18,208,068	\$ 21,220,810	\$ 22,624,821
	20,140,464	18,102,363	16,928,604	20,961,407	24,528,873	24,863,074
	1,529,812	1,769,548	4,626,088	6,873,469	7,703,054	9,342,504
	4,017,261	4,147,359	3,405,465	3,044,728	3,900,652	4,027,716
	13,283,536	11,411,427	7,798,783	4,796,854	3,756,562	3,967,681
	3,163	3,670	38,075	35,922	34,115	30,732
	<u>46,930,921</u>	<u>51,883,645</u>	<u>51,267,746</u>	<u>53,920,448</u>	<u>61,144,066</u>	<u>64,856,528</u>
	20,139,913	20,810,440	21,806,062	22,950,521	24,514,609	25,333,916
	8,280,710	7,981,506	8,680,519	15,316,136	11,498,891	10,233,090
	8,491,501	8,667,640	8,180,164	8,559,455	8,588,873	8,978,261
	68,530	76,191	93,258	93,646	79,923	88,715
	<u>36,980,654</u>	<u>37,535,777</u>	<u>38,760,003</u>	<u>46,919,758</u>	<u>44,682,296</u>	<u>44,633,982</u>
\$	<u>83,911,575</u>	<u>\$ 89,419,422</u>	<u>\$ 90,027,749</u>	<u>\$ 100,840,206</u>	<u>\$ 105,826,362</u>	<u>\$ 109,490,510</u>
\$	2,496,242	\$ 2,562,848	\$ 3,613,432	\$ 3,769,643	\$ 4,009,775	\$ 4,410,810
	3,115,236	3,615,834	3,079,115	2,867,821	3,878,502	5,166,493
	515,195	545,425	335,922	292,661	309,745	364,181
	2,222,150	2,458,398	2,992,769	2,739,496	3,160,277	3,035,492
	479,465	6,092,805	3,444,640	1,307,224	636,187	843,389
	<u>8,828,288</u>	<u>15,275,310</u>	<u>13,465,878</u>	<u>10,976,845</u>	<u>11,994,486</u>	<u>13,820,365</u>
	20,763,840	20,249,082	21,146,440	23,351,770	24,415,898	23,859,757
	8,882,797	9,377,228	10,415,854	10,994,302	11,426,023	11,498,476
	5,150,686	4,782,102	4,893,769	4,801,241	4,460,031	4,826,711
	18,377	18,781	18,988	21,581	19,621	4,685
	5,059,943	8,102	943	621,507	128,905	42,513
	2,448,545	15,481,014	2,529,710	-	51,082	835,846
	<u>42,324,188</u>	<u>49,916,309</u>	<u>39,005,704</u>	<u>39,790,401</u>	<u>40,501,560</u>	<u>41,067,988</u>
\$	<u>51,152,476</u>	<u>\$ 65,191,619</u>	<u>\$ 52,471,582</u>	<u>\$ 50,767,246</u>	<u>\$ 52,496,046</u>	<u>\$ 54,888,353</u>

(Continued)

CITY OF CASPER, WYOMING

CHANGES IN NET POSITION (CONTINUED)

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2005	2006	2007	2008
Net (Expense)/Revenue				
Governmental activities	\$ (25,523,613)	\$ (36,275,103)	\$ (37,551,635)	\$ (38,636,162)
Business-type activities	1,426,885	(684,800)	(1,765,993)	(5,497,114)
Total primary government net expense	<u>\$ (24,096,728)</u>	<u>\$ (36,959,903)</u>	<u>\$ (39,317,628)</u>	<u>\$ (44,133,276)</u>
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes				
Property taxes	\$ 2,191,724	\$ 2,432,166	\$ 3,122,218	\$ 3,485,464
Sales taxes	14,690,406	16,810,133	18,899,752	21,114,963
Optional 1% sales taxes	12,202,681	13,998,484	15,772,591	17,615,823
Gas taxes	993,370	975,077	1,064,950	1,013,110
Franchise and 911 telecommunications taxes	2,777,011	3,256,381	3,498,104	3,616,321
Mineral taxes	7,049,878	8,514,627	7,975,491	9,639,741
Cigarette taxes	395,278	434,752	433,382	436,789
Motor vehicle taxes	866,697	944,264	1,059,092	1,163,051
Miscellaneous	956,723	1,473,644	1,042,695	438,343
Unrestricted investment earnings	2,301,329	1,351,102	4,209,411	5,825,605
Transfers	(4,206,957)	(3,113,438)	(5,260,739)	(5,713,521)
Special item	-	-	-	-
Total governmental activities	<u>40,218,140</u>	<u>47,077,192</u>	<u>51,816,947</u>	<u>58,635,689</u>
Business-type activities				
Miscellaneous	-	2,373,504	46,733	183,886
Unrestricted investment earnings	750,924	689,430	1,546,531	1,832,049
Transfers	4,206,957	3,113,438	5,260,739	5,713,521
Total business-type activities	<u>4,957,881</u>	<u>6,176,372</u>	<u>6,854,003</u>	<u>7,729,456</u>
Total primary government	<u>\$ 45,176,021</u>	<u>\$ 53,253,564</u>	<u>\$ 58,670,950</u>	<u>\$ 66,365,145</u>
Change in Net Position				
Governmental activities	\$ 14,694,527	\$ 10,802,089	\$ 14,265,312	\$ 19,999,527
Business-type activities	6,384,766	5,491,572	5,088,010	2,232,342
Total primary government	<u>\$ 21,079,293</u>	<u>\$ 16,293,661</u>	<u>\$ 19,353,322</u>	<u>\$ 22,231,869</u>

Fiscal Year

2009	2010	2011	2012	2013	2014
\$ (44,164,776)	\$ (43,066,562)	\$ (37,928,800)	\$ (42,943,603)	\$ (49,149,580)	\$ (51,036,163)
5,343,534	12,380,532	245,701	(7,129,360)	(4,180,736)	(3,565,994)
<u>\$ (38,821,242)</u>	<u>\$ (30,686,030)</u>	<u>\$ (37,683,099)</u>	<u>\$ (50,072,963)</u>	<u>\$ (53,330,316)</u>	<u>\$ (54,602,157)</u>
\$ 3,907,878	\$ 4,048,931	\$ 3,786,035	\$ 3,920,313	\$ 3,910,400	\$ 4,298,393
20,815,334	16,536,507	17,762,522	20,995,224	22,431,802	23,891,412
16,652,478	13,011,233	14,744,212	17,452,483	18,585,882	19,659,567
987,371	884,020	955,466	907,624	1,025,667	1,626,179
3,763,815	3,866,441	3,966,770	3,988,679	5,831,334	6,260,955
9,514,480	10,357,899	7,586,056	8,140,231	9,614,810	10,002,217
440,842	392,091	380,139	383,113	375,015	344,540
1,206,504	1,103,658	1,082,433	1,172,532	1,295,028	1,352,206
1,145,477	619,715	1,513,720	1,477,682	2,673,488	1,956,957
4,496,151	1,996,610	770,995	578,752	244,389	1,434,321
(3,764,419)	(4,127,879)	(7,197,558)	(4,661,215)	(4,965,394)	(6,985,052)
-	-	-	-	-	736,346
<u>59,165,911</u>	<u>48,689,226</u>	<u>45,350,790</u>	<u>54,355,418</u>	<u>61,022,421</u>	<u>64,578,041</u>
155,802	125,697	353,809	313,301	201,659	179,902
1,157,177	389,862	437,146	398,868	251,540	(663,022)
3,764,419	4,127,879	7,197,558	4,661,215	4,965,394	6,985,052
<u>5,077,398</u>	<u>4,643,438</u>	<u>7,988,513</u>	<u>5,373,384</u>	<u>5,418,593</u>	<u>6,501,932</u>
<u>\$ 64,243,309</u>	<u>\$ 53,332,664</u>	<u>\$ 53,339,303</u>	<u>\$ 59,728,802</u>	<u>\$ 66,441,014</u>	<u>\$ 71,079,973</u>
\$ 21,063,278	\$ 12,080,891	\$ 7,548,922	\$ 11,411,815	\$ 11,872,841	\$ 13,541,878
10,420,932	17,023,970	8,234,214	(1,755,976)	1,237,857	2,935,938
<u>\$ 31,484,210</u>	<u>\$ 29,104,861</u>	<u>\$ 15,783,136</u>	<u>\$ 9,655,839</u>	<u>\$ 13,110,698</u>	<u>\$ 16,477,816</u>

CITY OF CASPER, WYOMING

GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales Tax</u>	<u>Optional 1% Sales Tax</u>	<u>Gas Tax</u>
2005	\$ 2,191,724	\$ 14,690,406	\$ 12,202,681	\$ 993,370
2006	2,432,166	16,810,133	13,998,484	975,077
2007	3,122,218	18,899,752	15,772,591	1,064,950
2008	3,485,464	21,114,963	17,615,823	1,013,110
2009	3,907,878	20,815,334	16,652,478	987,371
2010	4,048,931	16,536,507	13,011,233	884,020
2011	3,786,035	17,762,522	14,744,212	955,466
2012	3,920,313	20,995,224	17,452,483	907,624
2013	3,910,400	22,431,802	18,585,882	1,025,667
2014	4,298,393	23,891,412	19,659,567	1,626,179

<u>E911 and Franchise Tax</u>	<u>Mineral Tax</u>	<u>Cigarette Tax</u>	<u>Motor Vehicle Tax</u>	<u>Total</u>
\$ 2,777,011	\$ 7,049,878	\$ 395,278	\$ 866,697	\$ 41,167,045
3,256,381	8,514,627	434,752	944,264	47,365,884
3,498,104	7,975,491	433,382	1,059,092	51,825,580
3,616,321	9,639,741	436,789	1,163,051	58,085,262
3,763,815	9,514,480	440,842	1,206,504	57,288,702
3,866,441	10,357,899	392,091	1,103,658	50,200,780
3,966,770	7,586,056	380,139	1,082,433	50,263,633
3,988,679	8,140,231	383,113	1,172,532	56,960,199
5,831,334	9,614,810	375,015	1,295,028	63,069,938
6,260,955	10,002,217	344,540	1,352,206	67,435,469

CITY OF CASPER, WYOMING

FUND BALANCES OF GOVERNMENTAL FUNDS
 Last Ten Fiscal Years
 (Modified Accrual Basis of Accounting, Unaudited)

	Fiscal Year				
	2005	2006	2007	2008	2009
General fund					
Reserved	\$ 73,309	\$ 152,348	\$ 148,701	\$ 149,937	\$ 153,242
Unreserved	19,091,066	22,363,569	26,651,547	26,036,736	22,925,741
Nonspendable					
Committed					
Unassigned					
Total general fund	<u>\$ 19,164,375</u>	<u>\$ 22,515,917</u>	<u>\$ 26,800,248</u>	<u>\$ 26,186,673</u>	<u>\$ 23,078,983</u>
All other governmental funds					
Reserved	\$ 77,000	\$ 77,000	\$ 77,000	\$ 77,000	\$ 1,073,877
Unreserved, reported in:					
Special revenue funds	25,142,481	24,470,059	27,449,213	31,266,782	33,515,727
Capital projects funds	20,110,893	24,955,121	25,948,038	38,068,707	45,444,067
Debt service fund	1,821,380	1,902,827	1,906,782	1,700,743	2,240,007
Nonspendable					
Restricted					
Committed					
Unassigned					
Total all other governmental funds	<u>\$ 47,151,754</u>	<u>\$ 51,405,007</u>	<u>\$ 55,381,033</u>	<u>\$ 71,113,232</u>	<u>\$ 82,273,678</u>
Total fund balances of governmental funds	<u>\$ 66,316,129</u>	<u>\$ 73,920,924</u>	<u>\$ 82,181,281</u>	<u>\$ 97,299,905</u>	<u>\$ 105,352,661</u>

	Fiscal Year				
	2010	2011	2012	2013	2014
\$ 151,459	\$ -	\$ -	\$ -	\$ -	\$ -
20,493,068	-	-	-	-	-
	144,598	14,014,160	12,807,593	11,586,796	
	51,482,590	41,170,091	51,816,994	53,709,729	
	3,835,943	203,879	(5,408,468)	(189,236)	
<u>\$ 20,644,527</u>	<u>\$ 55,463,131</u>	<u>\$ 55,388,130</u>	<u>\$ 59,216,119</u>	<u>\$ 65,107,289</u>	
\$ 921,152	\$ -	\$ -	\$ -	\$ -	
34,738,638	-	-	-	-	
41,653,343	-	-	-	-	
2,276,363	-	-	-	-	
	1,565,989	1,217,730	1,411,708	977,735	
	686,162	547,510	3,682,546	577,204	
	43,885,098	51,053,331	49,618,344	57,399,002	
	(638,437)	(81,884)	(83,057)	(162,946)	
<u>\$ 79,589,496</u>	<u>\$ 45,498,812</u>	<u>\$ 52,736,687</u>	<u>\$ 54,629,541</u>	<u>\$ 58,790,995</u>	
<u>\$ 100,234,023</u>	<u>\$ 100,961,943</u>	<u>\$ 108,124,817</u>	<u>\$ 113,845,660</u>	<u>\$ 123,898,284</u>	

CITY OF CASPER, WYOMING

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting, Unaudited)

	Fiscal Year				
	2005	2006	2007	2008	2009
Revenues					
Taxes and special assessments	\$ 40,791,214	\$ 46,918,791	\$ 51,635,532	\$ 58,098,289	\$ 57,308,797
Licenses and permits	739,392	1,015,650	1,238,071	1,244,943	1,097,289
Intergovernmental	5,565,818	6,409,604	2,621,735	2,335,410	2,220,334
Charges for services	2,512,489	1,957,416	1,382,760	1,624,351	1,502,174
Fines	1,782,358	1,481,274	2,384,968	2,896,414	2,853,040
Miscellaneous and investment earnings	3,115,186	2,765,176	5,378,083	6,217,946	5,489,931
Total revenues	<u>54,506,457</u>	<u>60,547,911</u>	<u>64,641,149</u>	<u>72,417,353</u>	<u>70,471,565</u>
Expenditures					
Current					
General government	6,233,736	7,121,850	8,540,733	8,951,876	8,625,621
Public safety	15,451,195	17,234,115	17,800,286	19,106,773	21,771,061
Public works	3,980,009	4,196,251	4,724,270	4,925,787	5,298,831
Health and social services	3,917,714	3,463,885	4,244,080	4,361,074	4,333,840
Culture and recreation	3,393,126	2,548,431	2,980,618	3,089,948	3,316,334
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	14,679,911	13,586,122	11,443,314	9,250,653	13,905,660
Total expenditures	<u>47,655,691</u>	<u>48,150,654</u>	<u>49,733,301</u>	<u>49,686,111</u>	<u>57,251,347</u>
Excess of revenues over expenditures	<u>6,850,766</u>	<u>12,397,257</u>	<u>14,907,848</u>	<u>22,731,242</u>	<u>13,220,218</u>
Other financing sources (uses)					
Gain on sale of assets	98,548	-	-	-	-
Contributed capital	1,033,225	-	-	-	-
Transfers in	22,154,098	12,604,116	12,997,935	17,641,148	22,251,171
Transfers out	(27,904,015)	(17,414,537)	(19,645,426)	(25,253,768)	(27,418,633)
Total other financing sources (uses)	<u>(4,618,144)</u>	<u>(4,810,421)</u>	<u>(6,647,491)</u>	<u>(7,612,620)</u>	<u>(5,167,462)</u>
Special item					
Net change in fund balances	<u>\$ 2,232,622</u>	<u>\$ 7,586,836</u>	<u>\$ 8,260,357</u>	<u>\$ 15,118,622</u>	<u>\$ 8,052,756</u>
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%

Fiscal Year				
2010	2011	2012	2013	2014
\$ 50,223,101	\$ 51,001,229	\$ 57,075,121	\$ 63,171,783	\$ 67,297,031
1,188,638	1,032,469	1,163,382	1,216,978	1,754,076
7,975,971	5,967,330	3,460,799	3,223,327	2,509,081
1,905,036	3,028,253	3,120,574	3,011,876	4,415,199
2,960,616	1,548,368	1,147,746	2,020,183	2,518,969
2,938,478	1,450,603	2,511,383	3,362,158	5,028,222
67,191,840	64,028,252	68,479,005	76,006,305	83,522,578
6,462,489	7,289,549	6,285,209	7,081,332	7,754,394
22,080,159	21,219,393	22,719,483	23,851,699	25,740,813
6,414,463	5,980,177	6,287,916	6,236,698	7,068,401
4,381,560	3,715,265	3,649,404	3,853,042	4,169,159
3,109,488	2,926,788	2,822,307	2,998,886	3,126,512
-	15,000	20,000	25,000	40,000
-	35,152	33,907	33,204	30,732
23,459,453	14,213,237	14,143,004	19,563,194	21,618,775
65,907,612	55,394,561	55,961,230	63,643,055	69,548,786
1,284,228	8,633,691	12,517,775	12,363,250	13,973,792
-	-	-	-	-
-	-	-	-	53,290
12,788,975	12,534,426	12,963,723	18,333,197	20,958,643
(19,191,842)	(21,059,197)	(18,318,624)	(24,582,709)	(29,305,731)
(6,402,867)	(8,524,771)	(5,354,901)	(6,249,512)	(8,293,798)
-	-	-	-	736,346
\$ (5,118,639)	\$ 108,920	\$ 7,162,874	\$ 6,113,738	\$ 6,416,340
0.00%	0.12%	0.12%	0.12%	0.14%

CITY OF CASPER, WYOMING

ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Residential	Residential	Commercial	Industrial	Agricultural	Total Taxable
	Property (1) (2)	Mobile Homes (1) (2)	Property (1) (2)	Property(1) (2)	Property(1) (2)	Assessed Value (1) (2)
2005	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2006	312,536,472	4,204,835	115,362,121	33,375,007	5,995,254	471,473,689
2007	375,732,384	9,966,156	142,967,781	54,316,636	6,044,315	589,027,272
2008	426,444,350	9,939,116	157,059,846	62,545,719	5,878,616	661,867,647
2009	434,767,964	10,115,483	178,938,207	75,737,918	6,095,732	705,655,304
2010	410,026,520	4,881,985	133,233,347	14,964,611	6,510,661	569,617,124
2011	420,102,529	4,806,491	137,547,984	71,169,180	7,002,355	640,628,539
2012	426,084,037	4,574,242	139,878,713	79,023,372	7,638,616	657,198,980
2013	461,898,026	4,949,454	154,229,869	110,188,520	9,430,907	740,696,776
2014	490,133,862	5,579,353	163,463,689	131,338,660	10,784,127	801,299,691

Source: Natrona County Assessor

Note: (1) Data is for Natrona County, information for the City of Casper is not available. The City of Casper makes up approximately 73% of Natrona County's population. Prior Years information is not available. The schedule will be completed as the information becomes available.

(2) Assessed Values are established by the County Assessor working under the supervision of the Wyoming State Board of Equalization. Assessments are finalized in July of each year for the following fiscal year and the mill levies are set on August 1. The estimated actual values are based on the Consumer Price Index average of the preceding year. Beginning in 1990, the assessed value is determined as a percentage of the estimated fair market value of the property or the estimated production value of the property.

Total Direct Tax Rate	Total Assessed Value for the City of Casper	Estimated Actual Taxable Value for the City of Casper	Taxable Assessed Value as a Percentage of Actual Taxable Value
0.008%	\$ 260,056,730	\$ 2,737,439,263	9.50%
0.008%	317,876,697	3,346,070,495	9.50%
0.008%	374,514,984	3,942,262,989	9.50%
0.008%	425,829,629	4,482,417,779	9.50%
0.008%	441,668,889	4,649,146,200	9.50%
0.008%	417,651,129	4,396,327,674	9.50%
0.008%	425,142,367	4,475,182,811	9.50%
0.008%	427,014,663	4,494,891,189	9.50%
0.008%	463,379,072	4,877,674,442	9.50%
0.008%	491,800,957	5,176,852,179	9.50%

CITY OF CASPER, WYOMING

PROPERTY TAX RATES AND LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	City	County	Other	Total
MILLS				
(per \$1,000 of Assessed Valuation)				
2005	8.00	12.00	55.25	75.25
2006	8.00	12.00	55.25	75.25
2007	8.00	12.00	51.35	71.35
2008	8.00	12.00	51.00	71.00
2009	8.00	12.00	51.00	71.00
2010	8.00	12.00	52.89	72.89
2011	8.00	12.00	52.89	72.89
2012	8.00	12.00	52.89	72.89
2013	8.00	12.00	52.89	72.89
2014	8.00	12.00	52.89	72.89

TAX LEVIES TO BE COLLECTED IN FOLLOWING FISCAL YEAR

2005	\$ 1,811,930	\$ 6,914,590	\$ 31,261,641	\$ 39,988,161
2006	2,019,380	8,876,960	40,248,085	51,144,425
2007	2,536,260	11,315,825	50,471,915	64,324,000
2008	3,370,220	12,401,271	56,208,942	71,980,433
2009	3,489,831	15,373,969	70,922,925	89,786,725
2010	3,296,404	12,312,660	56,790,340	72,399,404
2011	3,357,912	14,014,258	64,689,035	82,061,205
2012	3,376,584	14,014,258	69,680,418	87,071,260
2013	3,667,440	14,978,100	69,141,076	87,786,616
2014	3,932,511	16,872,426	77,932,839	98,737,776

Source: Natrona County Assessor - Mills, Natrona County Assessor - Levies

Note: Natrona County receives a fee of .005% for tax collection effort. All taxes are assessed and collected through the Natrona County Assessor's and Natrona County Treasurer's offices. The City receives its shares of the taxes on a monthly basis from the County Treasurer.

State Statute sets general mill levies which can only be raised for general obligation bonds by the vote of the people.

The 8 mills is inclusive of the 1/8 of 1 mill dedicated to the Casper Municipal Band per WS 15-1-902.

CITY OF CASPER, WYOMING

PRINCIPAL PROPERTY TAX PAYERS

Current Year and Nine Years Ago

(Unaudited)

Taxpayer	2014			2005		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Anadarko E & P Onshore LLC - State Assessed	\$ 297,255,363	1	37.10%	n/a	n/a	n/a
Howell Petroleum Corporation	80,281,395	2	10.02%	\$ 71,200,000	3	9.45%
Anadarko E & P Onshore LLC - Oil and Gas	52,797,229	3	6.59%	n/a	n/a	n/a
Encore Energy Partners Oper LLC	19,090,574	4	2.38%	n/a	n/a	n/a
Citation Oil & Gas Corp	16,445,947	5	2.05%	5,600,000	7	0.74%
Chevron USA Inc.	13,711,790	6	1.71%	82,300,000	2	10.92%
Burlington Northern & Santa Fe RW	10,751,427	7	1.34%	5,200,000	8	0.69%
GreenCore Pipeline Co LLC	10,130,781	8	1.26%	n/a	n/a	n/a
Rocky Mountain Power	9,611,939	9	1.20%	4,800,000	9	0.64%
Encana Oil & Gas (USA) Inc.	8,257,770	10	1.03%	n/a	n/a	n/a
Bill Barrett Corp.	n/a	n/a	n/a	120,000,000	1	15.93%
Exxon / Mobil	n/a	n/a	n/a	9,600,000	4	1.27%
Tom Brown	n/a	n/a	n/a	8,700,000	5	1.15%
KN Energy, Kinder Morgan	n/a	n/a	n/a	5,700,000	6	0.76%
Qwest	n/a	n/a	n/a	4,800,000	10	0.64%
	<u>\$ 518,334,215</u>		<u>64.68%</u>	<u>\$ 317,900,000</u>		<u>42.19%</u>

Source: Natrona County Assessor

CITY OF CASPER, WYOMING

PROPERTY TAX LEVIES AND COLLECTIONS

Last Ten Fiscal Years (1)

(Unaudited)

Fiscal Year	Taxes Levied	Collected within the Fiscal Year of the Levy		Collected in Subsequent Years	Total Collections to Date	
		Amount	Percentage of Levy		Amount	Percentage of Levy
2005	\$ 1,852,678	\$ 1,811,930	97.80%	\$ 22,621	\$ 1,834,551	99.02%
2006	2,072,121	2,019,380	97.45%	34,789	2,054,169	99.13%
2007	2,536,260	2,483,479	97.92%	37,324	2,520,803	99.39%
2008	3,059,226	2,965,243	96.93%	3,273	2,968,516	97.03%
2009	3,370,220	3,290,444	97.63%	61,604	3,352,048	99.46%
2010	3,489,831	3,412,091	97.77%	74,842	3,486,933	99.91%
2011	3,296,404	3,228,532	97.94%	12,622	3,241,154	98.32%
2012	3,356,309	3,298,447	98.28%	44,686	3,343,133	99.61%
2013	3,376,584	3,317,927	98.26%	41,808	3,359,735	99.50%
2014	3,667,440	3,615,321	98.58%	-	3,615,321	98.58%

Sources: Natrona County Treasurer

Note: Subsequent collections lag one year; therefore, the schedule will be completed as the information becomes available.

These amounts do not include amounts pertaining to other taxing authorities.

CITY OF CASPER

TAXABLE SALES BY MAJOR INDUSTRY
Last Ten Calendar Years
(Unaudited)

	Calendar Year			
	2005	2006	2007	2008
NAICS 11 Agriculture, Forest, Fishing & Hunting	\$ 443,740	\$ 423,060	\$ 103,360	\$ 157,080
NAICS 21 Mining	143,249,940	173,793,120	201,321,840	221,587,740
NAICS 22 Utilities	79,201,160	87,465,920	84,567,020	65,815,880
NAICS 23 Construction	53,529,240	69,741,860	78,721,500	84,409,820
NAICS 31-33 Manufacturing	59,839,640	67,519,660	79,913,560	82,997,860
NAICS 42 Wholesale Trade	125,923,040	166,545,300	262,780,580	320,224,900
NAICS 44-45 Retail Trade	703,158,580	772,250,420	733,503,220	826,350,280
NAICS 48-49 Transportation and Warehousing	4,339,460	5,225,540	8,112,580	7,985,120
NAICS 51 Information	27,282,140	34,505,620	30,184,360	28,877,060
NAICS 52 Finance and Insurance	2,170,840	1,998,220	2,628,160	1,896,120
NAICS 53 Real Estate and Rental and Leasing	66,288,900	77,358,580	86,683,900	96,886,600
NAICS 54 Professional Scientific and Technical Services	7,864,280	8,686,740	9,203,420	8,982,580
NAICS 55 Management of Companies and Enterprises	-	-	5,180	11,300
NAICS 56 Administrative and Support and Waste	2,732,340	2,818,760	2,522,640	4,126,820
NAICS 61 Educational Services	602,220	706,120	583,980	830,820
NAICS 62 Healthcare and Social Assistance	681,480	805,860	(313,220)	1,707,220
NAICS 71 Arts, Entertainment, and Recreation	2,912,200	2,899,480	3,123,680	2,992,620
NAICS 72 Accommodation and Food Services	134,225,460	149,439,540	161,885,800	178,722,480
NAICS 81 Other Services, Except Auto Sales	71,608,740	89,486,280	95,599,180	92,097,020
NAICS 92 Auto Sales (Shown as Public Admin)	182,315,680	203,063,100	199,859,720	249,339,320
	<u>\$ 1,668,369,080</u>	<u>\$ 1,914,733,180</u>	<u>\$ 2,040,990,460</u>	<u>\$ 2,275,998,640</u>
City Direct Sales Tax Rate	2.18%	2.17%	2.20%	2.20%

Source: Wyoming Department of Revenue

Notes: Data is for Natrona County, information for the City of Casper is not available. The City of Casper makes up approximately 76% of Natrona County's population.
 NAICS - North American Industry Classification System

Calendar Year					
2009	2010	2011	2012	2013	2014
\$ 120,460	\$ 117,920	\$ 129,020	\$ 333,500	\$ 240,880	\$ 344,140
296,257,982	172,141,980	274,492,980	407,759,840	421,449,260	460,518,680
64,108,021	72,707,820	77,459,500	84,076,940	89,968,100	107,983,540
78,035,041	48,970,520	53,105,460	86,672,560	87,488,320	80,798,120
115,331,321	45,143,400	45,622,700	65,978,300	98,650,320	117,000,740
217,103,903	142,221,800	174,015,740	203,120,720	213,363,420	187,782,760
845,292,367	753,130,200	769,593,920	840,251,260	904,600,100	937,816,140
4,292,460	2,753,040	3,078,880	3,248,960	3,061,380	4,037,200
29,057,140	37,669,440	45,297,240	47,507,540	39,130,540	46,126,600
2,145,640	1,973,140	2,158,500	2,069,560	2,837,900	2,953,000
122,210,841	82,255,780	109,002,960	238,971,560	141,183,360	157,385,720
9,471,040	7,651,520	8,106,240	8,279,560	10,639,960	10,659,140
-	3,020	2,040	11,500	140	680
4,309,140	1,829,060	3,271,460	2,451,840	3,663,020	2,197,000
737,800	695,660	708,020	742,800	730,180	708,240
650,100	496,860	486,480	472,820	886,620	792,980
3,130,000	3,131,120	3,624,920	3,662,900	3,463,420	4,009,200
193,253,502	173,176,220	184,426,920	213,001,060	219,001,240	235,390,120
83,827,661	71,805,380	84,284,360	133,882,980	106,515,680	107,902,660
201,735,262	165,937,940	182,436,280	236,336,240	231,150,400	218,633,020
<u>\$ 2,271,069,681</u>	<u>\$ 1,783,811,820</u>	<u>\$ 2,021,303,620</u>	<u>\$ 2,578,832,440</u>	<u>\$ 2,578,024,240</u>	<u>\$ 2,683,039,680</u>
2.20%	2.20%	2.20%	2.01%	2.09%	2.09%

CITY OF CASPER, WYOMING

DIRECT AND OVERLAPPING SALES TAX RATES

Last Ten Fiscal Years

(Unaudited)

<u>Fiscal Year</u>	<u>City Direct Rate</u>	<u>Natrona County</u>
2005	2.18%	2.20%
2006	2.17%	2.14%
2007	2.20%	1.99%
2008	2.20%	2.08%
2009	2.20%	2.12%
2010	2.20%	2.09%
2011	2.20%	2.20%
2012	2.01%	2.11%
2013	2.09%	2.32%
2014	2.09%	2.03%

Source: Wyoming Department of Revenue, Administrative Services Division

CITY OF CASPER, WYOMING

PRINCIPAL SALES TAX REMITTERS

Current Year and Nine Years Ago

(Unaudited)

Per Wyoming State Statute §39-15-102 Administration: Confidentiality, the State of Wyoming has deemed this information confidential and as such is not available.

CITY OF CASPER, WYOMING

RATIOS OF OUTSTANDING DEBT BY TYPE
 Last Ten Fiscal Years
 (Unaudited)

Fiscal Year	Governmental Activities		Business-type Activities			
	Loans	Capital Leases	Wyoming SLIB Loans		WWDC Loans	
			Utilities Fund	Solid Waste Fund	Utilities Fund	
2005	\$ 634,000	\$ 32,412	\$ 4,835,415	\$ -	\$ 242,472	
2006	634,000	18,481	8,103,713	-	227,888	
2007	634,000	3,551	13,736,096	-	212,722	
2008	634,000	-	18,964,976	2,189,530	196,949	
2009	634,000	20,210	18,222,103	2,106,138	180,545	
2010	634,000	16,738	17,957,396	2,014,580	212,872	
2011	619,000	12,519	18,784,768	1,922,481	670,292	
2012	599,000	7,393	18,155,085	1,830,493	-	
2013	574,000	1,162	17,177,974	1,733,724	-	
2014	534,000	-	16,970,225	1,637,824	-	

Notes: (1) Population data can be found in the Schedule of Demographic Statistics on page 143.

n/a 2014 percentage of personal income data is not available. The schedule will be completed as the information becomes available.

Business-type Activities

WWDC Loans	Capital Lease	Total Primary Government	Percentage of Personal Income (2)	Per Capita (1)
Recreation Fund	Recreation Fund			
\$ 509,306	\$ -	\$ 6,253,605	0.19%	109
503,673	-	9,487,755	0.25%	171
497,814	-	15,084,183	0.40%	277
491,721	12,999	22,490,175	0.53%	412
485,384	10,364	21,658,744	0.60%	389
478,794	7,357	21,321,737	0.56%	377
471,940	3,922	22,484,922	0.53%	395
-	-	20,591,971	0.44%	357
-	-	19,486,860	0.42%	327
-	-	19,142,049	n/a	316

CITY OF CASPER, WYOMING

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2014

(Unaudited)

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable (1)	Estimated Share of Direct and Overlapping Debt
Overlapping debt			
Natrona County (2)	\$ 7,309,263	84.47%	\$ 6,174,134
Natrona County School District No. 1 (3)	997,530	84.47%	842,614
Casper College (4)	51,835,000	84.47%	43,785,025
Subtotal, overlapping debt			<u>50,801,773</u>
City direct debt	534,000	100.00%	<u>534,000</u>
Total direct and overlapping debt			<u><u>\$ 51,335,773</u></u>

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

(1) As the debt is 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

- 1 City of Casper
- 2 Natrona County Treasurer
- 3 Natrona County School District
- 4 Casper College

CITY OF CASPER, WYOMING

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal years

(Unaudited)

	Fiscal Year				
	2005	2006	2007	2008	2009
Debt limit	\$ 10,402,269	\$ 12,715,068	\$ 14,980,599	\$ 17,033,188	\$ 17,666,756
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	<u>\$ 10,402,269</u>	<u>\$ 12,715,068</u>	<u>\$ 14,980,599</u>	<u>\$ 17,033,188</u>	<u>\$ 17,666,756</u>
Total net debt applicable to limit as a percentage of debt limit	0.00%	0.00%	0.00%	0.00%	0.00%

Fiscal Year				
2010	2011	2012	2013	2014
\$ 16,706,045	\$ 17,005,695	\$ 17,080,587	\$ 18,535,163	\$ 19,672,038
-	-	-	-	-
<u>\$ 16,706,045</u>	<u>\$ 17,005,695</u>	<u>\$ 17,080,587</u>	<u>\$ 18,535,163</u>	<u>\$ 19,672,038</u>
0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2014

	General Obligation Bonds	Sewer Bonds
Assessed valuation	<u>\$ 491,800,957</u>	<u>\$ 491,800,957</u>
Debt limit 4% of assessed valuation	<u>\$ 19,672,038</u>	<u>\$ 19,672,038</u>
Debt applicable to limit:		
Outstanding bonds	-	-
Less amount set aside for repayment of bonds	<u>-</u>	<u>-</u>
Total debt applicable to limit	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 19,672,038</u>	<u>\$ 19,672,038</u>

Note: Water bonds have no statutory debt limitations

CITY OF CASPER, WYOMING

PLEDGED REVENUE COVERAGE

Last Ten Fiscal Years

(Unaudited)

Utility Fund Debt

Fiscal Year	Utility	Less:	Net	Debt Service		Coverage
	Service	Operating	Available	Principal	Interest	
	Charges	Expenses	Revenues			
2005	\$ 15,993,312	\$ 14,854,273	\$ 1,139,039	\$ 193,783	\$ 53,893	4.60
2006	17,512,630	17,474,146	38,484	136,465	141,511	0.14
2007	18,613,504	16,292,051	2,321,453	198,810	346,839	4.25
2008	19,066,334	15,673,313	3,393,021	284,933	540,292	4.11
2009	20,763,840	17,023,935	3,739,905	806,724	482,286	2.90
2010	20,249,082	16,550,014	3,699,068	853,186	448,682	2.84
2011	21,146,440	17,160,349	3,986,091	849,728	514,545	2.92
2012	23,351,770	18,481,562	4,870,208	2,580,100	521,228	1.57
2013	24,415,898	20,034,609	4,381,289	1,000,657	417,074	3.09
2014	23,859,787	20,926,503	2,933,284	998,737	375,400	2.13

Solid Waste Fund Debt

Fiscal Year	Utility	Less:	Net	Debt Service		Coverage
	Service	Operating	Available	Principal	Interest	
	Charges	Expenses	Revenues			
2005	\$ -	\$ -	\$ -	\$ -	\$ -	-
2006	-	-	-	-	-	-
2007	-	-	-	-	-	-
2008	-	-	-	-	-	-
2009	8,882,797	7,361,953	1,520,844	83,392	54,113	11.06
2010	9,377,228	7,015,030	2,362,198	91,558	51,388	16.53
2011	10,415,854	7,188,541	3,227,313	92,099	49,179	22.84
2012	10,994,302	13,569,212	(2,574,910)	91,988	47,506	-18.46
2013	11,426,023	9,809,786	1,616,237	96,769	46,594	11.27
2014	11,498,476	8,452,076	3,046,400	99,500	40,208	21.81

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Operating expenses do not include interest, depreciation, or amortization expenses.

CITY OF CASPER, WYOMING

DEMOGRAPHIC STATISTICS

Last Ten Fiscal Years

(Unaudited)

Fiscal Year	Population (1)	Personal Income (2)	Per Capita Personal Income (2)	Median Age (3)	Completed at Least Some College (% of Residents) (4)	School Enrollment (5)	Unemployment Rate (6)
2005	51,688	\$ 2,997,140,000	42,864	36.1	Not Available	11,692	3.3%
2006	51,738	3,492,883,000	49,330	37.6	Not Available	11,532	3.1%
2007	52,089	3,593,731,000	49,661	36.7	62.9%	11,408	3.4%
2008	53,003	4,137,225,000	56,150	38.6	59.2%	11,604	2.7%
2009	54,047	3,524,061,000	46,839	38.6	59.2%	11,809	6.2%
2010	54,874	3,701,997,000	49,050	34.2	66.7%	11,950	6.9%
2011	55,316	4,132,022,000	54,108	34.2	66.7%	11,565	5.9%
2012	55,988	4,522,000,000	57,522	35.6	62.0%	11,906	5.0%
2013	57,813	4,496,741,978	57,847	36.0	64.3%	12,750	4.3%
2014	58,811	n/a	n/a	36.0	n/a	12,796	4.2%

Source: (1) Based on the number of residential water utility accounts.

(2) Regional Economic Information System - Bureau of Economic Analysis

2013 personal income and per capita data has been estimated using a three year average of City of Casper personal income to State of Wyoming personal income data; the schedule will be revised as the official information from BEA becomes available.

(3) City Data.com MSA <http://www.city-data.com/city/Casper-Wyoming.html>

(4) U.S. Census Bureau, Current Population Survey, 2012

(5) Natrona County School District

(6) Bureau of Labor Statistics - Casper MSA

n/a 2014 personal income, per capita data, and % of population that completed at least some college is not available. The schedule will be completed as the information becomes available.

CITY OF CASPER, WYOMING

PRINCIPAL EMPLOYERS (1)
Current Year and Nine Years Ago
(Unaudited)

<u>Industry</u>	2014		2005	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
NAICS 11 Agriculture, forestry, fishing and hunting	121	0.34%	120	0.40%
NAICS 21 Mining, quarrying, and oil and gas extraction	4,075	11.30%	3,554	11.78%
NAICS 22 Utilities	137	0.38%	n/a	n/a
NAICS 23 Construction	3,121	8.66%	2,457	8.14%
NAICS 31-33 Manufacturing	1,734	4.81%	1,769	5.86%
NAICS 42 Wholesale trade	2,810	7.79%	2,401	7.96%
NAICS 44-45 Retail trade	4,861	13.48%	4,883	16.19%
NAICS 54 Professional and technical services	1,497	4.15%	1,275	4.23%
NAICS 55 Management of companies and enterprises	199	0.55%	70	0.23%
NAICS 56 Administrative and waste services	1,370	3.80%	1,493	4.95%
NAICS 61 Educational services	149	0.41%	106	0.35%
NAICS 62 Health care and social assistance	5,756	15.97%	4,564	15.13%
NAICS 48-49 Transportation and warehousing	1,230	3.41%	n/a	n/a
NAICS 51 Information	448	1.24%	571	1.89%
NAICS 52 Finance and insurance	1,072	2.97%	1,018	3.37%
NAICS 53 Real estate and rental and leasing	987	2.74%	912	3.02%
NAICS 71 Arts, entertainment, and recreation	461	1.28%	425	1.41%
NAICS 72 Accommodation and food services	4,119	11.43%	3,177	10.53%
NAICS 81 Other services, except public administration	1,904	5.28%	1,371	4.54%
	<u>36,051</u>	<u>100.00%</u>	<u>30,166</u>	<u>100.00%</u>

Source: Bureau of Labor Statistics Quarterly Census of Employment and Wages

Notes: (1) Information for principal employers by specific employer is not available. Employees by industry is utilized instead.

NAICS - North American Industry Classification System

CITY OF CASPER, WYOMING

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

Last Ten Fiscal Years (1)

(Unaudited)

Function/Program	Fiscal Year				
	2005	2006	2007	2008	2009
General Government					
Finance, Human Resources, Risk Management	28	29	27	29	29
Judicial and Legal	12	12	11	13	14
City Hall, Buildings & Grounds	14	14	11	14	14
Planning	4	4	5	5	6
Streets, Traffic, Garage	54	55	56	56	56
Central Administration	5	5	6	7	6
Other	22	22	21	18	20
Police					
Officers, Civilians, and PSCC	121	123	125	135	143
Code Enforcement	11	11	11	12	13
Fire (2)					
Firefighters and Officers	73	73	73	74	74
Civilians	2	2	2	2	2
Refuse Collection	15	16	17	18	18
Engineering	13	13	12	13	14
Redevelopment	2	2	2	2	2
Parks and Recreation	130	133	123	157	157
Wastewater & Sewer	22	22	23	24	24
Water & Water Treatment	40	41	42	45	45
Balefill	15	15	16	20	21
Metro Animal Control	10	11	10	11	12
Total	593	603	593	655	670

Source: City Payroll Division of Administrative Services

Notes:

(1) A full-time employee is scheduled to work 2,080 hours per year. Full-time equivalent employment is calculated by dividing total labor hours by 2,080.

(2) Positions for the Fire Department are reported as authorized positions rather than as full time equivalents.

Fiscal Year

2010	2011	2012	2013	2014
28	28	31	30	30
13	13	14	16	17
13	12	13	13	12
7	5	4	5	6
50	46	49	50	45
5	5	6	6	6
17	18	20	20	20
139	135	138	147	136
12	12	12	13	13
74	72	74	73	73
2	2	2	2	2
18	18	19	18	19
14	13	13	12	10
2	2	2	1	1
148	138	207	140	138
22	22	21	23	20
44	39	40	41	38
20	20	24	23	21
12	10	11	12	11
640	610	700	645	618

CITY OF CASPER, WYOMING
OPERATING INDICATORS BY FUNCTION/PROGRAM
 Last Ten Fiscal Years
 (Unaudited)

Function/Program	Fiscal Year			
	2005	2006	2007	2008
General Government				
Residential Building Permits Issued	303	309	302	324
Commercial Building Permits Issued	30	46	37	38
Building Inspections Conducted	5,857	8,991	10,838	12,134
Police				
Physical Arrests	3,516	3,477	3,594	4,264
Parking Violations	5,728	4,565	3,525	3,375
Traffic Violations	7,541	6,563	6,839	8,188
Fire				
Emergency Responses	4,950	5,961	5,961	6,170
Fires Extinguished	55	83	67	80
Inspections	1,602	1,619	1,597	1,774
Refuse Collection				
Refuse Collected (Tons Per Year)	28,046	27,193	32,344	32,275
Recyclables Collected (Tons Per Year)	3,316	1,377	2,262	1,926
Other Public Works				
Street Resurfacing (Miles)	N/A	17	13	15
Potholes Repaired	235	514	474	1,650
Parks and Recreation				
Park Permits Issued	243	263	304	292
Athletic Field Rentals	133	146	156	144
Tennis Court Rentals	49	41	51	66
Leisure Service Memberships Sold	5,735	5,762	5,269	6,157
Water				
New Connections	294	346	384	382
Water Main Breaks	51	30	45	37
Average Daily Consumption (Gallons)	9,010,000	10,860,290	9,770,000	9,338,000
Peak Daily Consumption (Gallons)	24,060,000	29,220,000	28,700,000	28,813,000
Wastewater				
Average Daily Sewage Treatment (Gallons)	6,790,000	6,960,000	7,196,000	7,614,000
Transit				
Total Route Miles	N/A	399,461	409,692	472,797
Passengers	N/A	134,930	132,594	161,518

Sources: Various City Departments

Notes: (1) The traffic units were reinstated in late August 2012.

(2) Some engine company inspections that are usually conducted earlier in the year were conducted later giving FY14 a higher number. Added 2 inspection officers.

Fiscal Year					
2009	2010	2011	2012	2013	2014
133	106	139	201	216	506
30	26	31	37	34	123
10,598	10,615	10,976	10,829	12,558	12,622
3,968	3,484	4,782	3,550	3,504	3,532
3,693	1,339	4,041	2,716	3,234	2,792
7,806	9,021	6,345	5,530	(1) 10,749	11,711
6,147	5,753	5,897	6,363	6,528	6,646
84	79	69	81	59	44
1,134	1,054	1,391	1,639	1,249	(2) 2,562
30,342	32,582	29,781	32,498	31,902	29,775
2,199	2,828	2,384	2,890	2,397	2,590
14	15	26	25	3	1
2,235	2,217	1,710	1,913	2,173	2,422
303	335	440	433	435	453
158	117	164	172	139	90
66	82	135	123	42	22
5,745	4,224	4,565	4,072	3,348	2,976
291	231	193	230	237	237
24	33	38	22	43	28
9,596,500	8,438,519	9,271,673	10,860,290	10,659,804	9,568,508
26,817,000	23,202,000	25,910,000	27,438,000	29,190,000	25,200,000
7,718,000	7,947,297	7,017,400	6,759,130	6,540,539	7,142,220
457,992	477,733	482,076	552,058	551,322	547,237
176,220	172,210	186,860	213,926	212,520	217,936

CITY OF CASPER, WYOMING

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

Last Ten Fiscal Years
(Unaudited)

Function/Program	Fiscal Year			
	2005	2006	2007	2008
Police				
Stations	1	1	1	1
Zone Offices	1	1	1	1
Patrol vehicles	32	34	35	37
Fire Stations	5	5	5	5
Refuse Collection				
Residential Collection Trucks	9	9	12	11
Commercial Collection Trucks	-	-	4	4
Other Public Works				
Streets (Lane Miles)	878	904	907	936
Streetlights				
• Luminaire	469	469	469	469
• Ornamental	215	215	215	214
Traffic Signals	995	1,001	1,001	1,001
Parks and Recreation				
Acreage	1,394	1,358	1,368	1,306
Playgrounds	38	38	38	39
Athletic Fields				
• Basketball Courts	8	8	8	8
• Multi-use Fields	33	33	33	35
• Single-use Fields	6	6	6	6
Community Centers	10	10	10	10
Water				
Water Mains (Miles)	339	348	323	322
Fire Hydrants	2,695	2,823	2,813	2,915
Storage Capacity (Gallons)	20,520,000	20,520,000	22,900,000	22,900,000
Wastewater				
Sanitary Sewers (Miles)	269	278	260	264
Treatment Capacity (Gallons)	7,500,000	7,500,000	10,000,000	10,000,000
Transit				
• Minibuses	4	11	12	12
• Large Buses	3	3	3	3

Sources: Various City Departments

Notes: (1) Car for every officer project was started in FY13.

(2) Lane miles have been recalculated as travel mile lanes, thereby excluding parking lanes. Also, excludes streets that are maintained by other governments or private entities.

Fiscal Year						
2009	2010	2011	2012	2013	2014	
1	1	1	1	1	1	1
1	1	1	1	1	1	1
37	37	39	37	(1) 78	78	78
5	5	5	5	5	5	5
12	12	12	13	13	13	13
4	4	4	4	6	6	6
955	943	953	955	n/a	(2) 679	679
469	469	511	527	536	576	576
214	246	315	322	346	428	428
1,055	1,074	1,117	1,157	1,157	1,198	1,198
1,306	3,299	3,303	3,303	3,303	3,303	3,303
39	39	40	40	40	41	41
8	8	8	8	8	8	8
32	32	32	32	32	32	32
6	6	6	6	6	6	6
10	10	10	10	10	10	8
325	329	331	334	341	346	346
2,954	3,131	3,180	3,231	3,288	3,349	3,349
22,900,000	22,900,000	22,900,000	22,900,000	22,900,000	22,900,000	22,900,000
266	268	268	273	276	279	279
10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000
14	14	14	15	15	13	13
3	3	3	4	4	5	5

SINGLE AUDIT SECTION

CITY OF CASPER, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS

Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Identifying Number/ Pass-Through Grantor's Number	Current Year Expenditures
<u>U.S. Department of Housing and Urban Development</u>			
<i>CDBG - Entitlement Grants Cluster</i>			
Community Development Block Grants/Entitlement Grants	14.218	BM-12-MC-56-0001	\$ 33,330
Community Development Block Grants/Entitlement Grants	14.218	BM-13-MC-56-0001	115,527
<i>Total CDBG Entitlement Grants Cluster</i>			<u>148,857</u>
Total U.S. Department of Housing and Urban Development			<u>148,857</u>
<u>U.S. Department of Interior</u>			
Passed through National Park Service			
Historic Preservation Grant - Grants in Aid	15.904	56-13-00000.05	12,000
Total U.S. Department of Interior			<u>12,000</u>
<u>U.S. Department of Justice</u>			
<i>JAG Program Cluster</i>			
Passed through the Wyoming Department of Criminal Investigation			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2013-DJ-BX-0885	20,963
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2012-DJ-BX-1065	3,518
<i>Total JAG Program Cluster</i>			<u>24,481</u>
Passed through the Wyoming Division of Victim Services			
Services to Victims of Crimes	16.588	n/a	1,775
Passed through Wyoming Association of Sheriffs and Chiefs			
Enforcing Underage Drinking Laws	16.727	n/a	3,050
Equitable Sharing	16.922	n/a	4,000
Total U.S. Department of Justice			<u>33,306</u>
<u>U. S. Department of Transportation</u>			
<i>Highway Planning and Construction Cluster</i>			
Passed through the Wyoming Department of Transportation			
Highway Planning and Construction	20.205	None	587,640
Highway Planning and Construction	20.205	None	258,112
Highway Planning and Construction	20.205	None	13,061
Highway Planning and Construction	20.205	STP-E-CA TL12002	113
<i>Total Highway Planning and Construction Cluster</i>			<u>858,926</u>
<i>Federal Transit Cluster</i>			
Federal Transit Formula Grants	20.507	WY-90-0053-00	240,340
Federal Transit Formula Grants	20.507	WY-90-054-00	786,410
<i>Total Federal Transit Cluster</i>			<u>1,026,750</u>

(Continued)

See accompanying notes to schedule of expenditures of federal awards

CITY OF CASPER, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS (CONTINUED)

Year Ended June 30, 2014

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Identifying Number/ Pass-Through Grantor's Number	Current Year Expenditures
<u>U. S. Department of Transportation (Continued)</u>			
<i>Highway Safety Cluster</i>			
Passed through Wyoming Association of Sheriffs and Chiefs State and Community Highway Safety	20.600	None	\$ 17,900
Passed through the Wyoming Department of Transportation Alcohol Impaired Driving Countermeasures Incentive Grants I	20.601	HS41012	<u>10,400</u>
<i>Total Highway Safety Cluster</i>			<u>28,300</u>
Passed through Wyoming Association of Sheriffs and Chiefs Alcohol Open Container Requirements	20.607	2013 154-AL	<u>4,600</u>
Total Alcohol Open Container Requirements			<u>4,600</u>
Total U. S. Department of Transportation			<u>1,918,576</u>
<u>U.S. Environmental Protection Agency</u>			
Passed through Wyoming State Loan and Investment Board Capitalization Grants for Clean Water State Revolving Funds	66.458	CWSRF 128	366,317
Capitalization Grants for Clean Water State Revolving Funds	66.458	CWSRF 127	<u>425,671</u>
Total U.S. Environmental Protection Agency			<u>791,988</u>
<u>U. S. Department of Homeland Security</u>			
Passed through Wyoming Office of Homeland Security Homeland Security Grant Program	97.067	EMW-2013-SS-00011-S01	79,310
Homeland Security Grant Program	97.067	EMW-2012-SS-00151-S01	97,073
Homeland Security Grant Program	97.067	EMW-2011-SS-0142-S01	76,161
Homeland Security Grant Program	97.067	11-GPC-CAS-0142-S01	<u>6,399</u>
Total U.S. Department of Homeland Security			<u>258,943</u>
Total Expenditures of Federal Awards			<u>\$ 3,163,670</u>

See accompanying notes to schedule of expenditures of federal awards

CITY OF CASPER, WYOMING

NOTES TO SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
June 30, 2014

Note 1. Basis of Accounting

The Schedule of Expenditures of Federal Awards is prepared on the modified accrual basis of accounting.

Note 2. Revenues from Wyoming Department of Transportation

To aid in the reconciliation process for subrecipient monitoring purposes, the following schedule represents federal grant revenues received from the Wyoming Department of Transportation on a cash basis of accounting for the year ended June 30, 2014:

Program Title	Federal CFDA Number	Grantor Project Number	Revenue Received
Highway Planning and Construction	20.205	None	\$ 450,516
Highway Planning and Construction	20.205	None	277,226
Highway Planning and Construction	20.205	None	182,364

Note 3. Loans Outstanding

The City had the following loan balance under federally guaranteed loan programs outstanding at June 30, 2014:

Program Title	Federal CFDA Number	Amount
U. S. Department of Housing and Urban Development Community Development Block Grants - Section 108 Loan Guarantees	14.248	\$ 534,000

This loan is collateralized by property and began amortization in August, 2010.

Note 4. Metropolitan Planning Organization Funding

The Wyoming Department of Transportation provides funding for the City's Metropolitan Planning Organization (MPO), which is identified as CFDA No. 20.505. The Fiscal Year 2013 Unified Planning Work Program notes that Casper and Cheyenne MPOs submit their planning programs together under the Consolidated Planning Grant (CPG). Within the CPG, FHWA and FTA funds are blended together and lose their identity. Per the Master Agreement for Metropolitan Transportation Planning Between the Wyoming Department of Transportation, the Federal Highway Administration, and the Casper Metropolitan Planning Organization, all work under this Master Agreement shall be administered and catalogued by the Federal Highway Administration CFDA number 20.205; therefore, the MPO funding of \$858,813 has been reported under CFDA 20.205 rather than as 20.505 in the SEFA.

Note 5. Expenditures in Anticipation of Loans

The City has expended \$511,352 for two projects under the Capitalization Grants for Clean Water State Revolving Funds, CFDA # 66.458, in anticipation of loans from the Wyoming State Land and Investment Board. However, as these loans had not yet been received, these amounts were not considered receivables nor federal expenditures as of and for the year ended June 30, 2014.



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

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of the Council and City Manager
City of Casper, Wyoming

We have audited, in accordance with the auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Casper, Wyoming, as of and for the year ended June 30, 2014, and the related notes to the financial statements which collectively comprise the City of Casper, Wyoming's basic financial statements, and have issued our report thereon dated December 22, 2014. Our report includes a reference to other auditors who audited the financial statements of the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board, as described in our report on the City of Casper, Wyoming's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

In planning and performing our audit of the financial statements, we considered the City of Casper's internal control over financial reporting (internal control) to determine our audit procedures that are appropriate in the circumstances for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of the City of Casper, Wyoming's internal control. Accordingly, we do not express an opinion on the effectiveness on the City of Casper, Wyoming's internal control.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entities financial statements will not be prevented, or detected and corrected on a timely basis. A *significant deficiency* is a deficiency, or a combination of deficiencies, in internal control that is less severe than a material weakness, yet important enough to merit attention by those charged with governance.

Our consideration of the internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified.

Compliance and Other Matters

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

We noted certain matters we reported to the management of the City of Casper in a separate letter dated December 22, 2014.

Purpose of this Report

The purpose of this report is solely to describe the scope of our testing of internal control and compliance and the results of that testing, and not to provide an opinion on the effectiveness of the entity's internal control or on compliance. This report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the entity's internal control and compliance. Accordingly, this communication is not suitable for any other purpose.



Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
December 22, 2014



REPORT ON COMPLIANCE FOR EACH MAJOR FEDERAL PROGRAM AND REPORT ON INTERNAL CONTROL OVER COMPLIANCE

INDEPENDENT AUDITOR'S REPORT

Honorable Mayor, Members of the Council and City Manager
City of Casper, Wyoming

Report on Compliance for Each Major Federal Program

We have audited the City of Casper, Wyoming's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Casper, Wyoming's major federal programs for the year ended June 30, 2014. The City of Casper, Wyoming's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

The City of Casper, Wyoming's basic financial statements include the operations of the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board, discretely presented component units. Our audit described below, did not include the operations of the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board because each component unit engaged other auditors to perform its audit. The reports of those auditors did not reference any federal awards being expended by the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board.

Management's Responsibility

Management is responsible for compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its federal programs.

Auditor's Responsibility

Our responsibility is to express an opinion on compliance for each of the City of Casper, Wyoming's major federal programs based on our audit of the types of compliance requirements referred to above. We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about the City of Casper, Wyoming's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances.

We believe that our audit provides a reasonable basis for our opinion on compliance for each major federal program. However, our audit does not provide a legal determination on the City of Casper, Wyoming's compliance.

Opinion on Each Major Federal Programs

In our opinion, the City of Casper, Wyoming complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2014.

Report on Internal Control Over Compliance

Management of the City of Casper, Wyoming is responsible for establishing and maintaining effective internal control over compliance with the types of compliance requirements referred to above. In planning and performing our audit, we considered the City of Casper, Wyoming's internal control over compliance with the types of requirements that could have a direct and material effect on each major federal program to determine the auditing procedures that are appropriate in the circumstances for the purpose of expressing our opinion on compliance for each major federal program and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of the City of Casper, Wyoming's internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of the City of Casper, Wyoming's internal control over compliance.

A deficiency in internal control over compliance exists when the design or operation of a control over compliance does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct, noncompliance with a type of compliance requirement of a federal program on a timely basis. *A material weakness in internal control over compliance* is a deficiency, or combination of deficiencies, in internal control over compliance, such that there is a reasonable possibility that material noncompliance with a type of compliance requirement of a federal program will not be prevented, or detected and corrected, on a timely basis. *A significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be significant deficiencies or material weaknesses and therefore, there can be no assurance that all deficiencies, significant deficiencies, or material weaknesses have been identified. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses. However we identified certain deficiencies in internal control over compliance, as described in the accompanying schedule of findings and questioned costs as items 2014.001, 2014.002, and 2014.003, that we consider to be significant deficiencies.

The City's responses to the internal control over compliance findings identified in our audit are described in the accompanying schedule of findings and questioned costs. The City's responses were not subjected to our auditing procedures applied in the audit of compliance and, accordingly, we express no opinion on the responses.

Honorable Mayor, Members of the Council and City Manager
City of Casper, Wyoming
Page 3

The purpose of this report on internal control over compliance is solely to describe the scope of our testing of internal control over compliance and the results of that testing based on the requirements of OMB Circular A-133. Accordingly, this report is not suitable for any other purpose.



Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
December 22, 2014

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2014

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued	Unmodified
Internal control over financial reporting:	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	None reported
Noncompliance material to financial statements noted?	No

Federal Awards

Internal control over major programs	
Material weaknesses identified?	No
Significant deficiencies identified that are not considered to be material weaknesses?	Yes
Type of auditor's report issued on compliance for major programs	Unmodified
Any audit findings disclosed that are required to be reported in accordance with section 510 (a) of Circular A-133?	Yes

(Continued)

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2014

Section I - Summary of Auditor's Results (Continued)

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster	Amount
	<i>CDBG - Entitlement Grants Cluster</i>	
14.218	Community Development Block Grants/Entitlement Grants	\$ 148,857
	<i>Highway Planning and Construction Cluster</i>	
20.205	Highway Planning and Construction	858,926
66.458	Capitalization Grants for Clean Water State Revolving Funds	791,988
		<u>\$ 1,799,771</u>

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

Auditee qualified as low-risk auditee? No

Section II – Financial Statement Findings

None reported

Section III - Federal Award Findings and Questioned Costs

Significant Deficiencies in Internal Control Over Compliance

2014.001 Earmarking

Federal Program

Community Development Block Grant, CFDA No. 14.218, (component of the Community Development Block Grant Cluster)

Criteria

Per the Compliance Supplement for CDBG – Entitlement Grants Cluster, not more than 20 percent of the total CDBG grant, plus 20 percent of program income received during a program year, may be obligated during that year for activities that qualify as planning and administration pursuant to 24 CFR sections 570.205 and 570.206 (24 CFR section 570.200(g)).

Condition and Context

Based on the IDIS PR26 report dated June 30, 2014, funds obligated for planning and administration activities were 20.63%. While over the allowable 20 percent, the actual excess dollars obligated were \$1,082.

(Continued)

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2014

Section III - Federal Award Findings and Questioned Costs (Continued)

Significant Deficiencies in Internal Control Over Compliance

2014.001 Earmarking (Continued)

Questioned Costs

None.

Effect

The City may have paid for costs which exceeded the percentage of costs allowed for administrative purposes.

Cause

Former program staff entered costs into inappropriate categories within the IDIS system, or failed to complete other reports which flow information into the IDIS analysis of costs, misrepresenting some of the percentages, due to lack of training.

Recommendation

The program manager has the responsibility to understand all requirements associated with the grants, as well as insure staff members are informed and receive sufficient training to assure compliance with the grant requirements. The grant manager and staff should receive additional training on proper use of the IDIS system to insure amounts are entered into the proper categories and reports which flow information into the IDIS system.

Management Response

The Community Development program manager and staff will continue participating in the mandatory HUD trainings to comply with grant requirements and to insure proper recording of amounts and categories within the IDIS system. The funds obligated for planning and administration activities are being monitored and with a revised budget plan, the City will not exceed the percentage of costs allowed for administrative purposes.

(Continued)

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2014

Section III - Federal Award Findings and Questioned Costs (Continued)

Significant Deficiencies in Internal Control Over Compliance (Continued)

2014.002 Allowable Costs, Cost Principles

Federal Program

Capitalization Grants for Clean Water State Revolving Funds, CFDA No. 66.458

Criteria

OMB Circular A-87 (A-87) establishes principles and standards for determining allowable direct and indirect costs for Federal awards. Per OMB Circular A-87, Part C. Basic Guidelines: To be allowable under Federal awards, costs must be adequately documented.

Under Attachment B, Selected Items of Cost, Item 3, costs of alcoholic beverages are unallowable.

Condition and Context

We tested two of four reimbursement requests; one of which contained five receipts for meals of \$207.51 as part of the total reimbursement request of \$466,626.38. None of the meal receipts provided detail of the specific food or beverages which were ordered. Therefore, it was not possible to determine if meal costs included alcoholic beverages.

Questioned Costs

None.

Effect

The project funds may have reimbursed costs for alcoholic beverages.

Cause and Context

Neither the program manager nor members of his staff were familiar with OMB Circular A-87, OMB Circular A-102 (the Common Rule), OMB Circular A-133 Part 3 – Compliance Requirements, or the A-133 compliance supplement specific to the grant program. Program personnel instead rely on information provided by the pass through agency and processes used in prior years. While the pass through agency provides important guidance, this guidance alone does not provide adequate internal control over the administration of grant monies. This can be attributed to insufficient training in grant compliance requirements.

Recommendation

The program manager has the responsibility to understand all requirements associated with the grants, as well as insure staff members are informed and receive sufficient training to assure compliance with the grant requirements. All staff members should have access to and knowledge of all the applicable OMB Circulars, including A-87, A-102, and A-133. The grant manager and staff should receive additional training on compliance requirements and maintenance of documentation of the grant requirements.

(Continued)

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2014

Section III - Federal Award Findings and Questioned Costs (Continued)

Significant Deficiencies in Internal Control Over Compliance (Continued)

2014.002 Allowable Costs, Cost Principles (Continued)

Management Response

The City Engineer will conduct an in-house training session on January 23, 2015 to review and train staff regarding OMB Circular A-87, OMB Circular A-102, and OMB Circular A-133 Part 3 to ensure that all future reimbursable material will be reviewed properly on all current and upcoming projects.

2014.003 Procurement, Suspension, and Debarment

Federal Program

Capitalization Grants for Clean Water State Revolving Funds, CFDA No. 66.458

Criteria

When a non-federal entity enters into a covered transaction with an entity at a lower tier, the non-federal entity must verify that the entity and its principals, as defined in 2 CFR section 180.995 and agency adopting regulations, are not suspended or debarred or otherwise excluded from participating in the transaction. This verification may be accomplished by (1) checking the Excluded Parties List System (EPLS) maintained by the General Services Administration (GSA) (Note: EPLS is no longer a separate system; however, the OMB guidance and agency implementing regulations still refer to it as EPLS) and available at <https://www.sam.gov/portal/public/SAM/>), (2) collecting a certification from the entity, or (3) adding a clause or condition to the covered transaction with that entity (2 CFR section 180.300).

Condition and Context

The project utilized the services of three different entities. The program manager and staff did not determine whether any of these three entities and their principals were not suspended or debarred or otherwise excluded from participating in the transactions. It was subsequently determined such parties were not suspended or debarred.

Questioned Costs

None.

Effect

The project funds may have been paid to an entity and its principals which were suspended or debarred.

(Continued)

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2014

Section III - Federal Award Findings and Questioned Costs (Continued)

Significant Deficiencies in Internal Control Over Compliance (Continued)

2014.003 Procurement, Suspension, and Debarment (Continued)

Cause

Neither the program manager nor members of his staff were aware of the requirement to determine and document whether an entity and its principals were suspended or debarred. Neither the program manager nor members of his staff were familiar with OMB Circular A-87, OMB Circular A-102 (the Common Rule), OMB Circular A-133 Part 3 – Compliance Requirements, or the A-133 compliance supplement specific to the grant program. Program personnel instead rely on information provided by the pass through agency and processes used in prior years. While the pass through agency provides important guidance, this guidance alone does not provide adequate internal control over the administration of grant monies. This can be attributed to insufficient training in grant compliance requirements.

Recommendation

The program manager has the responsibility to understand all requirements associated with the grants, as well as insure staff members are informed and receive sufficient training to assure compliance with the grant requirements. All staff members should have access to and knowledge of all the applicable OMB Circulars, including A-87, A-102, and A-133. The grant manager and staff should receive additional training on compliance requirements and maintenance of documentation of the grant requirements.

Management Response

Engineering staff did not take the search of the debarment database to the appropriate level and have been directed to do so immediately. This topic will also be covered during the in-house training session on January 23, 2015.

CITY OF CASPER, WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2014

Material Weaknesses in Internal Control Over Compliance

2013.001 Allowable Costs/Cost Principles

Federal Program

Community Development Block Grant, CFDA No. 14.218, (*component of the Community Development Block Grant Cluster*)

Condition

Supporting documentation was insufficient to support the expenditure.

Status

Condition has been corrected.

2013.002 Earmarking

Federal Program

Community Development Block Grant, CFDA No. 14.218, (*component of the Community Development Block Grant Cluster*)

Condition

Expenditures which benefited low- and moderate-income persons were 57.55%, below the required 70%. Funds obligated for planning and administrative activities were 21.50%, above the maximum allowable 20%.

Status

Expenditures which benefited low- and moderate-income persons have been corrected. Funds obligated for planning and administrative activities have not been corrected. See 2014.001.

2013.003 Procurement, Suspension, and Debarment

Federal Program

Community Development Block Grant, CFDA No. 14.218, (*component of the Community Development Block Grant Cluster*)

Condition

The City did not make a determination if the entity and its principles were not suspended or debarred or otherwise excluded from participating in transactions.

(Continued)

CITY OF CASPER, WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS (CONTINUED)

Year Ended June 30, 2014

Material Weaknesses in Internal Control Over Compliance (Continued)

2013.003 Procurement, Suspension, and Debarment (Continued)

Status

Condition has been corrected.

Compliance

2013.002 Earmarking

See 2013.002 under material weaknesses in internal control over compliance.