

**CITY OF CASPER, WYOMING**

**COMPREHENSIVE ANNUAL FINANCIAL REPORT**

**Fiscal Year Ended June 30, 2012**

Prepared by  
Administrative Services Department

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# City of Casper

*Incorporated 1889*

Casper, Wyoming 82601-1894

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

December 21, 2012

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 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, 2012.

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 assert, 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, 2012, 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, 2012, 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 26 square miles and a population of approximately 56,000 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 2012 staffing for the City was 534 full time and approximately 511 part time employees. The City operates and maintains approximately 3,303 acres of parks, 40 playgrounds, a 27 hole public golf course, 5 swimming pools and 1 indoor aquatic center, and a variety of other recreation facilities including a ski area, recreation center, 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 Metropolitan Animal Control Joint Powers Board, 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 suffer the consequences of an economic recession in varying degrees, the State of Wyoming, the City of Casper are experiencing favorable economic circumstances.

Following FY 2011, which was a year with reduction in the workforce and other various operational areas, FY 2012 can be best described as being a stabilized budget year. FY 2012 has been a year of identifiable economic recovery and growth for the City of Casper. Consequently, most of the significant general revenues have increased. 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 2012. Sales tax revenue was 17% greater than the budgeted amount for FY 2012. Sales tax distribution data for Natrona County indicates increased growth trends in five major industry sectors, which are Mining, Real Estate/Rental & Leasing, Accommodation & Food Services, Retail and Auto Sales. Property tax revenue also grew as compared to FY 2011, but was 6% less than



budgeted. The results of other taxes were mixed. However, franchise tax receipts, another indicator of economic activity, were higher than the previous fiscal year and exceeded budget by 5%. The unemployment rate near the end of the fiscal year for Natrona County and the City of Casper is 5.2% which is slightly lower than the State of Wyoming average unemployment rate of 5.4%. This is a slight decrease in the unemployment of the previous year and will prompt several types of revenues to remain lower in at least 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 \$63,000,000 over the period of calendar years 2011 through 2015. This funding will be 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 1, 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 2012 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 stagnant revenues for FY 2011, 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 .10 - 3%, 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, up until FY 2011, the City has carved these funding sources out only to be used for one time projects or capital. The State of Wyoming exempted the sales tax on food but for several years subsidized this revenue reduction to local municipalities. This revenue backfill was not re-budgeted by the State Legislature in FY 2011 and as such, the City built "Above-the-Cap" mineral money into its operating budget for the first time during the FY 2012 Budget.

Major Initiatives: The City Council's initiatives during the FY 2012 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. The results of this effort are expected to enhance the downtown shopping experience, attract tourism and generate new business prospects. Another Council initiative was to launch a civic engagement process to educate the citizens about the Optional One Cent Tax and its impact to the community. The voters passed the tax by the largest percentage in the history of the One Cent and the City anticipates that it will bring an additional \$60 million of Capital only funding over the next four years.

#### ***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, 2011. 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, 2011. 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 unflinching 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

Kenyne Schlager,  
Paul Meyer,  
Paul Bertoglio  
Bill Brauer  
Maury Daubin  
Keith Goodenough  
Kim Holloway  
Charlie Powell  
Kate Sarosy

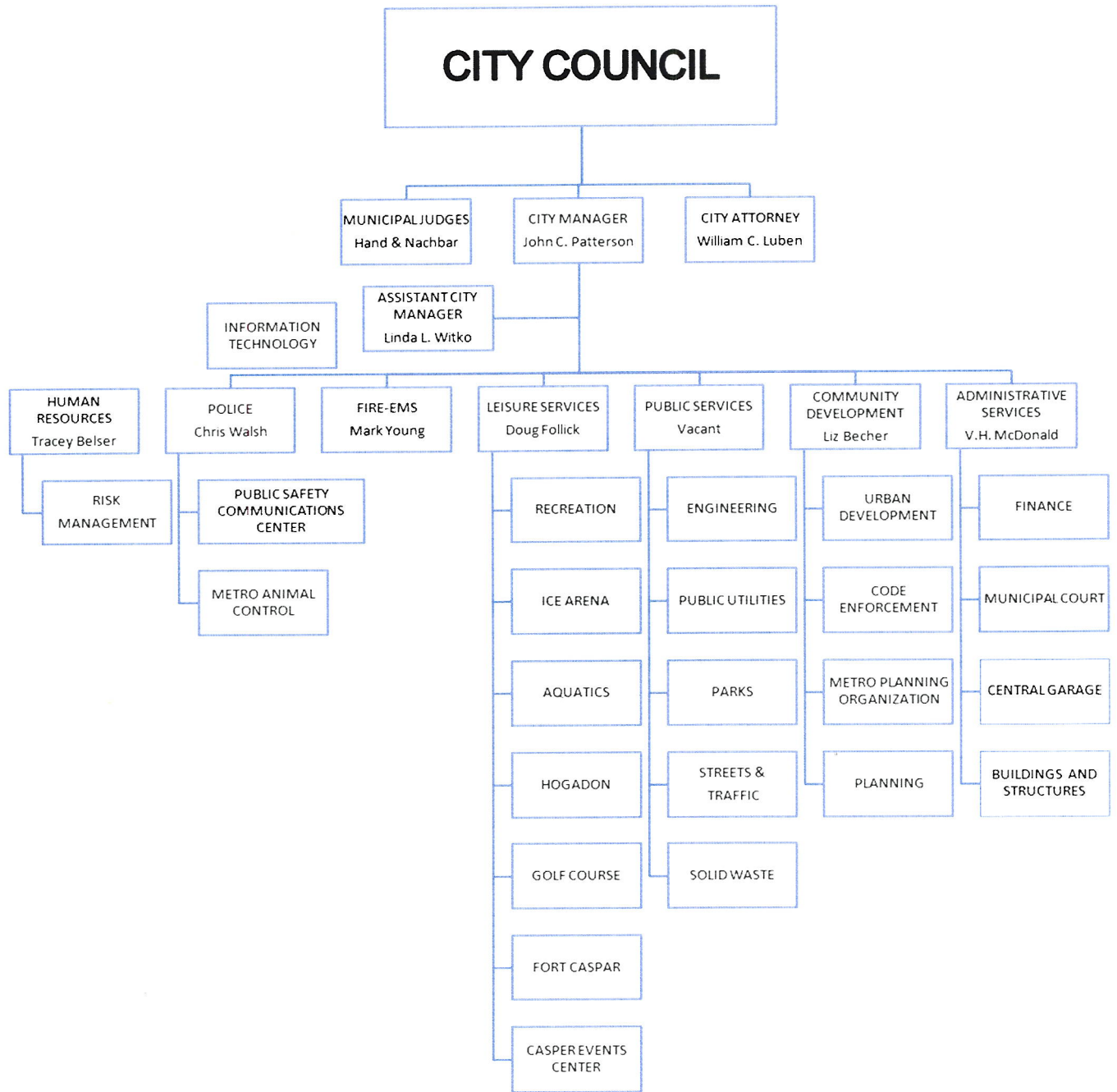
Mayor  
Vice-Mayor

### ADMINISTRATION

John Patterson,  
Linda L. Witko,  
William C. Luben,  
V.H. McDonald,  
Douglas Follick,  
Chris Walsh,  
Mark Young,  
Liz Betcher,  
Gary Clough,  
Tracey Belser,

City Manager  
Assistant City Manager  
City Attorney  
Administrative Services Director  
Leisure Services Director  
Chief of Police  
Fire Chief  
Community Development Director  
Public Services Director  
Director Human Resources

# ORGANIZATION OF THE CITY OF CASPER



# Certificate of Achievement for Excellence in Financial Reporting

Presented to

City of Casper  
Wyoming

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2011

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



*Christopher P. Moynell*

President

*Jeffrey R. Emer*

Executive Director

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**FINANCIAL SECTION**

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# **PORTER, MUIRHEAD, CORNIA & HOWARD**

(A Corporation of Certified Public Accountants)

123 West First Street Suite 800 P.O. Box 2750 Casper, Wyoming 82602 (307) 265-4311 Fax (307) 265-5180

## INDEPENDENT AUDITOR'S REPORT

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

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the 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, 2012, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the City of Casper's management. 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. 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 includes examining on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, 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 discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Casper, Wyoming, as of June 30, 2012, 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.

In accordance with *Government Auditing Standards*, we have also issued a report dated December 21, 2012, on our consideration of the City of Casper'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* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis on pages 5 through 17, the budgetary comparison information on pages 81, 82, and 84, and the schedule of funding progress for the post-employment healthcare plan on page 83 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Casper's basic financial statements. The combining and individual fund and other supplementary information 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 as 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.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Casper's basic financial statements. The introductory section and statistical tables are presented for purposes of additional analysis and are not a required part of the basic financial statements. Such information has 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 it.

Honorable Mayor, Members of City Council,  
and City Manager  
Page 3

The accompanying basic financial statements, required supplementary information, combining and individual fund and other supplementary information, and our independent auditor's reports are for the purpose of meeting local, state and federal requirements and are for the use of those entities and the management and the City Council and should not be used or relied upon by any other party for any purpose. Additional users of these basic financial statements, required supplementary information, combining and individual fund and other supplementary information, and our independent auditor's reports are hereby advised that the liability of Porter, Muirhead, Cornia & Howard to third party users who use or rely on this information may be limited pursuant to 1995 Wyoming Session Laws, Chapter 155 creating Wyoming Statute §33-3-201.



Porter, Muirhead, Cornia & Howard  
Certified Public Accountants

December 21, 2012

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# CITY OF CASPER, WYOMING

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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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, 2012. 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 \$403.59 million (*net assets*). Of this amount, \$155.3 million (*unrestricted net assets*) 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 assets, including all funds, increased by \$9.66 million.

The City's total net liabilities increased by \$1.01 million or 2.29%, during the current fiscal year. The City decreased its long-term debt by a net \$2.36 million or 10.23%. A decrease of \$1.88 million was mainly from principal payments to the Wyoming Water Development Commission and State Loan and Investment Board. The City also decided to retire a debt for \$471,940 to the Wyoming Water Development Commission that carried a 4% interest rate. The City previously took advantage of favorable interest rates to provide capital for the replacement and expansion of the City's water distribution, sewer collection and balefill systems. The landfill closure and post closure liability increased by a net \$926,532 as the City continued to monitor the former balefill and consumed capacity in the new landfill. Other changes were due to the recognition of a \$39,323 net increase of accrued compensated absences, a net decrease of \$9,048 in lease purchase obligations, and the net accrual of \$2.07 million for other post-employment benefits (OPEB).

#### *Fund Basis*

As of June 30, 2012 unassigned fund balance for the General Fund was \$6,379, or .02% of total General Fund expenditures, exclusive of transfers. The City of Casper has committed General Fund emergency reserves of \$7.41 million, and operating reserves of \$7.41 million as allowed by City Council's Reserve Policy, for a combined total of \$14.83 million Operating and Emergency Reserve. The combined General Fund GAAP basis committed reserves of \$14.82 million excludes one-half of a \$15.9 million long-term loan made to the Central Wyoming Regional Water Treatment Plant Joint Powers Board. In considering the term of the loan and the liquidity available from other City funds, on a budget basis, the City considers the loan to be an equivalent of a long-term investment and therefore in budget basis General Fund reserves.

It is important to note that the City implemented GASB 54 and for reporting purposes has combined the Perpetual Care, Redevelopment Land and Lifesteps Campus Funds into the General Fund. The total Fund balance of the General Fund is currently \$55.39 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 Lifesteps Campus Fund, consisting primarily of real property assets, provides office and residential spaces for support of non-profit social service organizations. The Lifesteps Campus facilities are currently managed by a non-profit organization that collects rents and pays operating costs.

As of June 30, 2012, the City's other governmental funds reported combined ending fund balances of \$52.74 million. The majority of this amount, \$48.29 million, consists of balances in the capital projects funds, with special revenue funds of \$2.43 million, primarily restricted for specific program expenditures, debt service fund of \$2.05 million, and a deficit in ARRA capital projects fund of \$36,777. The resources of the Redevelopment Land Fund are intended to be used to acquire land and buildings for resale to support the City's redevelopment efforts.

# CITY OF CASPER, WYOMING

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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### *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.

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

The statement of activities presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, regardless of the timing of 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, Metro Animal Control, 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 two categories: governmental funds and proprietary 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.

# CITY OF CASPER, WYOMING

## MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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

The City 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 comparisons for the major capital projects funds are 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 Wastewater, Water and Balefill as major funds. The City reports Water Treatment Plant Operations, Refuse Collection, Sewer Utility Operations, Parking, Casper Recreation Center, Ice Arena, Aquatics Center, Hogadon Ski Area, Municipal Golf Course and the Casper Events Center as non-major enterprise funds. Data from these remaining enterprise funds are combined into a single, aggregated presentation.

**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.

# CITY OF CASPER, WYOMING

## MANAGEMENT'S DISCUSSION AND ANALYSIS

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(Unaudited)

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### *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.

### *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.

Governmental funds, non-major proprietary funds and internal service funds are presented immediately following the required supplementary information.

### *Government-Wide Financial Analysis*

#### *Analysis of Net Assets*

As noted earlier, net assets may serve over time as a useful indicator of a government's financial position. The City's net assets increased from one year ago. The following analysis focuses on the net assets, as reported on the Statement of Net Assets and the changes in net assets, as reported on the Statement of Activities.

In total, the City's net assets increased \$9.66 million, or 2.45%, from FY 2011 to FY 2012. Investments in capital assets decreased \$14.94 million, or 5.71%. Restricted net assets also decreased by \$154,638 or 10%. Unrestricted net assets had the largest increase of these categories at \$24.75 million or 18.96%.

#### *Total Net Assets*

By far the largest portion of the City's net assets (61.17%) reflects the net investment of \$246.89 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, 2012, the City is able to report positive balances in all three categories of net assets, for the government as a whole and for business-type activities.

#### *Governmental Net Assets*

Total net assets of the City's governmental activities increased \$11.41 million, or 5.1%, during the current fiscal year. This increase was composed of an increase in net capital assets of \$4.48 million, a decrease in restricted net assets of \$154,638 and an increase in unrestricted net assets of \$7.08 million. The increase in capital assets is due to construction of infrastructure. The decrease in restricted net assets of \$154,638 is due to several changes in the amounts restricted for various projects. The largest of these changes are a decrease in Weed & Pest activities of \$160,000, a decrease in Public Safety Communications projects of \$67,981, and an increase in Paradise Valley Pipeline project of \$32,500.



**CITY OF CASPER, WYOMING**

**MANAGEMENT'S DISCUSSION AND ANALYSIS**

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(Unaudited)

***Business-type Activities Net Assets***

Total net assets of the City's business-type activities decreased \$1.76 million, or 1.03%, during the current fiscal year. The decrease was mainly due to costs of Balefill cell development and infrastructure that were not capitalized.

**City of Casper  
Comparative Statement of Net Assets  
June 30, 2012 and 2011**

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Assets</b>						
Current and other assets	\$ 122,622,374	\$ 114,651,293	\$ 39,433,000	\$ 39,438,641	\$ 162,055,374	\$ 154,089,934
Capital assets	128,313,215	123,835,764	158,551,643	160,325,758	286,864,858	284,161,522
<b>Total assets</b>	<b>250,935,589</b>	<b>238,487,057</b>	<b>197,984,643</b>	<b>199,764,399</b>	<b>448,920,232</b>	<b>438,251,456</b>
<b>Liabilities</b>						
Current liabilities	5,387,119	5,200,568	4,137,195	2,752,553	9,524,314	7,953,121
Noncurrent liabilities	10,340,025	9,489,859	25,461,267	26,869,689	35,801,292	36,359,548
<b>Total liabilities</b>	<b>15,727,144</b>	<b>14,690,427</b>	<b>29,598,462</b>	<b>29,622,242</b>	<b>45,325,606</b>	<b>44,312,669</b>
<b>Net Assets</b>						
Invested in capital assets, net of related debt	128,305,822	123,823,245	118,580,487	138,005,226	246,886,309	261,828,471
Restricted	1,394,787	1,549,425	-	-	1,394,787	1,549,425
Unrestricted	105,507,836	98,423,960	49,805,694	32,136,931	155,313,530	130,560,891
<b>Total net assets</b>	<b>\$ 235,208,445</b>	<b>\$ 223,796,630</b>	<b>\$ 168,386,181</b>	<b>\$ 170,142,157</b>	<b>\$ 403,594,626</b>	<b>\$ 393,938,787</b>

**CITY OF CASPER, WYOMING**

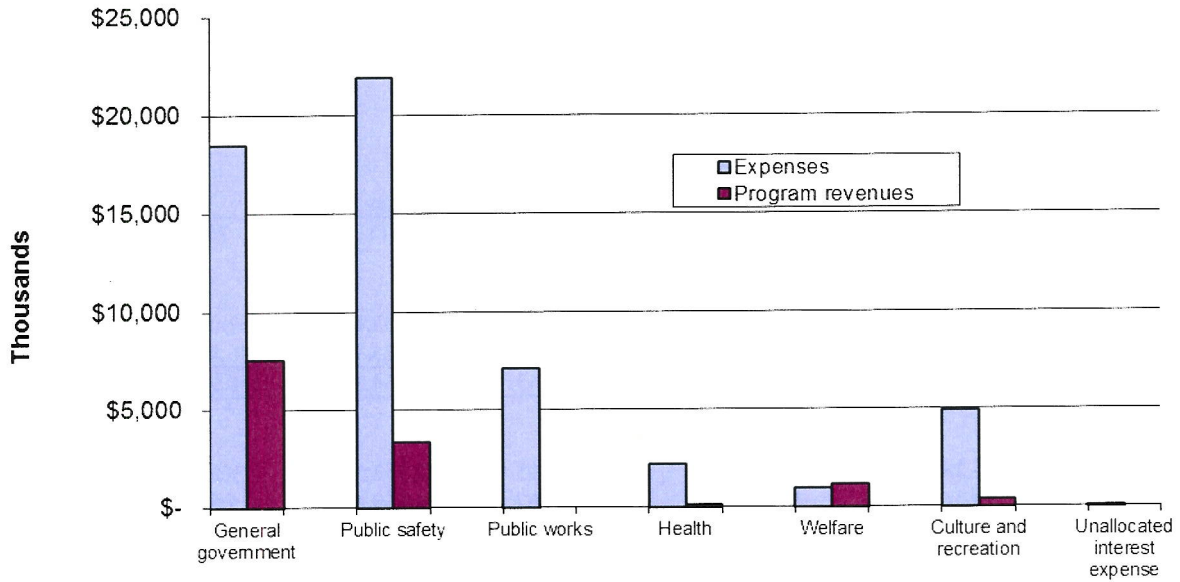
**MANAGEMENT'S DISCUSSION AND ANALYSIS**

June 30, 2012

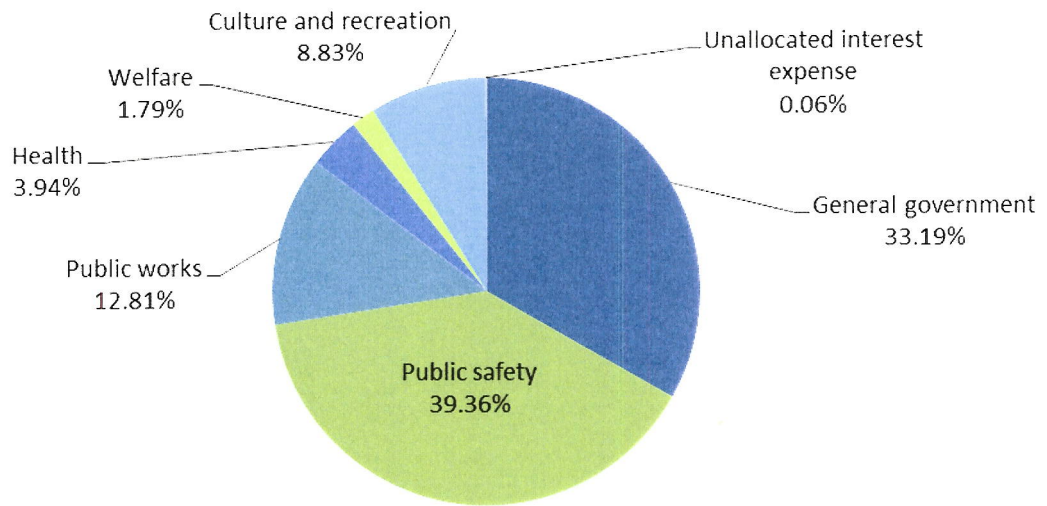
(Unaudited)

*Governmental-type Activities*

**Program Revenues and Expenses - Governmental Activities**



**Expenses / Government Activities**



## CITY OF CASPER, WYOMING

### MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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The governmental activities charts above illustrate operating expenses and program revenues by function and revenues by source. Public Safety is the largest function at 39.36% of total governmental operating expense, followed by General Government at 33.19%, Public Works at 12.81%, Culture and Recreation at 8.83%, and Public Health and Welfare combined for 5.74%.

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 56.21% of revenues, other taxes, consisting primarily of mineral taxes and franchise fees 21.34%, property taxes 5.73%, unrestricted interest income 0.85%, charges for services 7.80%, operating grants and contributions are 4.01%, and capital grants and contributions are 1.91% of total revenues. Governmental activities, including transfers, increased the City's net assets by \$11.41 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 \$2.5 million or 3.80%. This increase in revenues can mostly be attributed to additional receipts of State Sales Tax dollars. Compared to national economic conditions, the City, whose economy is heavily impacted by the energy industry, continues to weather the National down-cycle reasonably well and managed to maintain reserves but this was not without impact to services and projects.
- Capital grants and contributions decreased by \$2.14 million or 62.05% mainly due to a decrease in receipts of American Recovery and Reinvestment Act (ARRA) funds for various infrastructure and energy efficiency improvements.
- The City experienced an increase in sales tax receipts of \$5.94 million or 18.28% resulting from growth experienced largely in the mining sector. This gain is net of a reduction in food sales tax receipts as several years ago the State of Wyoming exempted sales tax on food sales. The State subsidized this revenue reduction to the municipalities for several years. In FY11, the State discontinued backfilling this revenue gap thereby reducing revenue to the City. Other taxes increased by \$621,315 due to minor fluctuations in several tax categories.
- Expenses for Governmental Activities increased by \$4.34 million or 8.47% mainly due to a net increase in personnel costs. There was a 2.5% general cost-of-living increase for all employees, with the fire department and some police positions received pay-rate adjustments to bring those positions up to industry standards. Vacancies that were left vacant in the prior two years were filled. There was a large increase in workers compensation premiums. See additional detail in the Governmental Fund Financial Analysis.

CITY OF CASPER, WYOMING

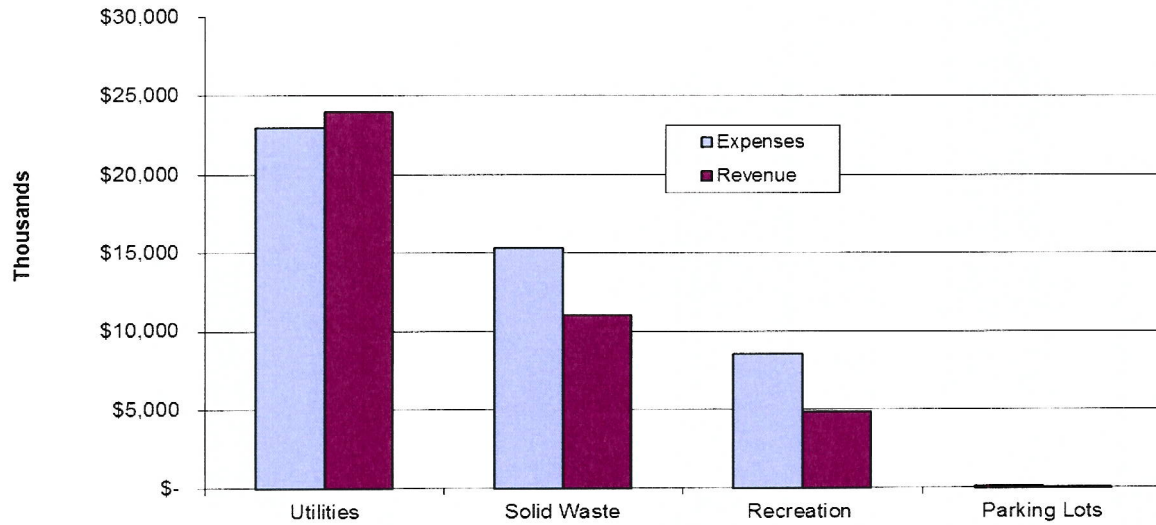
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

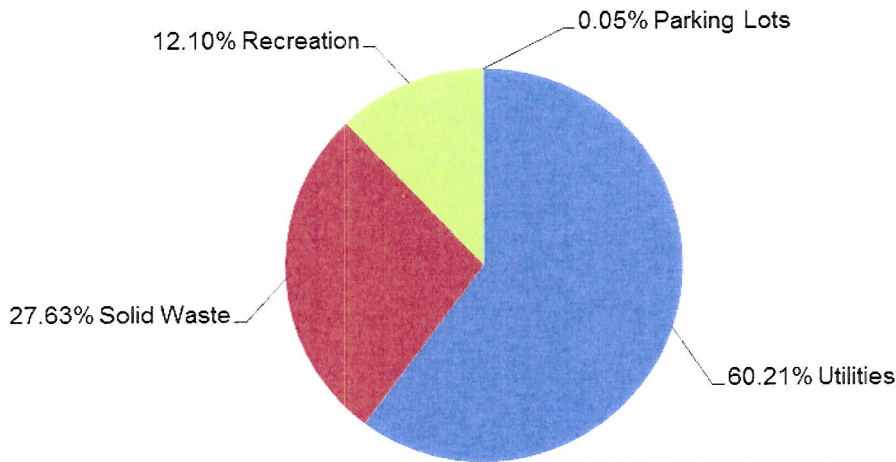
(Unaudited)

*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, 2012

(Unaudited)

Business-type activities decreased the City's overall net assets by \$1.76 million. Key elements of this decrease are:

- Contributing to the net decrease in the net assets of business-type activities include a net increase in the Utilities Fund of \$2.22 due to an increase in revenue, cost controls with regard to expenses, and a decrease in interest earnings. The Solid Waste Fund had a net decrease of net assets of \$3.34 million and the Recreation Fund of \$64,253 due to increases in operating expenses that was not fully covered by the increase in operating revenue.

**City of Casper  
Comparative Statement of Net Activities  
Years Ended June 30, 2012 and 2011**

	Governmental Activities		Business-type Activities		Total	
	2012	2011	2012	2011	2012	2011
<b>Revenues</b>						
Charges for services	\$ 8,624,477	\$ 7,028,469	39,168,894	\$ 36,475,051	\$ 47,793,371	\$ 43,503,520
Operating grants and capital contributions	2,739,496	2,992,769	621,504	943	3,361,000	2,993,712
Capital grants and contributions	1,307,224	3,444,640	-	2,529,710	1,307,224	5,974,350
Taxes						
Property	3,920,313	3,786,035	-	-	3,920,313	3,786,035
Sales	38,447,707	32,506,734	-	-	38,447,707	32,506,734
Other	14,592,179	13,970,864	-	-	14,592,179	13,970,864
Miscellaneous	1,477,682	1,513,720	313,301	353,809	1,790,983	1,867,529
Unrestricted interest earnings	578,752	770,995	398,868	437,146	977,620	1,208,141
<b>Total revenues</b>	<b>71,687,830</b>	<b>66,014,226</b>	<b>40,502,567</b>	<b>39,796,659</b>	<b>112,190,397</b>	<b>105,810,885</b>
<b>Expenses</b>						
General government	18,460,214	18,470,731	-	-	18,460,214	18,470,731
Public safety	21,891,730	16,928,604	-	-	21,891,730	16,928,604
Public works	7,125,724	4,626,088	-	-	7,125,724	4,626,088
Public health	2,192,938	2,611,100	-	-	2,192,938	2,611,100
Culture and recreation	4,910,078	7,798,783	-	-	4,910,078	7,798,783
Welfare	998,194	794,365	-	-	998,194	794,365
Unallocated interest expense	35,922	38,075	-	-	35,922	38,075
Utilities	-	-	22,950,521	21,806,062	22,950,521	21,806,062
Solid Waste	-	-	15,316,136	8,680,519	15,316,136	8,680,519
Recreation	-	-	8,559,455	8,180,164	8,559,455	8,180,164
Other enterprise funds	-	-	93,646	93,258	93,646	93,258
<b>Total expenses</b>	<b>55,614,800</b>	<b>51,267,746</b>	<b>46,919,758</b>	<b>38,760,003</b>	<b>102,534,558</b>	<b>90,027,749</b>
Excess of revenues over expenses before transfers	16,073,030	14,746,480	(6,417,191)	1,036,656	9,655,839	15,783,136
Transfers	(4,661,215)	(7,197,558)	4,661,215	7,197,558	-	-
<b>Change in net assets</b>	<b>11,411,815</b>	<b>7,548,922</b>	<b>(1,755,976)</b>	<b>8,234,214</b>	<b>9,655,839</b>	<b>15,783,136</b>
Net assets - July 1	223,796,630	216,247,708	170,142,157	161,907,943	393,938,787	378,155,651
<b>Total net assets</b>	<b>\$ 235,208,445</b>	<b>\$ 223,796,630</b>	<b>\$ 168,386,181</b>	<b>\$ 170,142,157</b>	<b>\$ 403,594,626</b>	<b>\$ 393,938,787</b>

## CITY OF CASPER, WYOMING

### MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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#### *Government Funds Financial Analysis*

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

#### *Governmental funds*

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, 2012, the City's governmental funds reported a combined ending fund balance of \$108.12 million, an increase of \$7.78 million. The net increase is due to the increased taxes and special assessments revenue and controlling costs in expenditures.

The General Fund is the City's main operating fund. At June 30, 2011, the City adopted GASB 54 and reclassified several funds thereby consolidating the Perpetual Care Fund, the Lifesteps Campus Fund and the Revolving Land Fund balances into the General Fund balance. The General Fund committed fund balance is \$39.24 million, \$1.93 million is assigned, and \$6,379 is unassigned. The increase is net of a decrease driven by continued declining investment yields. Total interest income was \$35,425 lower than the prior year due to maturity of longer term investments reinvested at lower yields. However, tax revenues in FY12 were \$4 million higher than FY11. Expenditures in the General Fund were less than budgeted by \$3.06 million which somewhat softened the impact of declining interest revenues. The variance in expenditures was significantly contributed to by Revolving Land for \$1.92 million, Perpetual Care at \$355,736, Planning at \$83,884, Attorney for \$96,835, Police \$63,902, and the Code Enforcement cost centers \$71,324. The Revolving Land variances were attributable to capital funding not being spent; the Perpetual Care variance was lower due to progression of capital improvements and lower subsidies to dependent funds.

The General Fund's \$55.39 million fund balance includes committed balances of \$7.41 million for emergency reserves and \$7.41 million for operating reserves as set by Council's Reserve Policy. The committed balance also includes \$24.41 million GAAP based Perpetual Care corpus to fund Optional One Cent facilities ongoing maintenance, while \$1.93 million is assigned to planned land acquisitions projects utilizing Optional One Cent monies.\* The remaining \$6,379 is unassigned. The non-spendable fund balance classification indicates that amounts are not in spendable form, which includes general fund inventory of \$142,523, and the non-current notes receivable of \$13.87 million. This receivable is a loan that the City of Casper issued to the Regional Water System. The restricted fund balance classification indicates that a governing body has constrained amounts for a specific purpose; this amount is \$197,500. The increase in the fund balance of the capital projects funds mainly results from the consolidation of the Optional One Cent Tax funds. It represents the planned activity associated with spending of previously received sales tax revenue and the accumulation of reserves as revenues temporarily outpace expenditures in the current one cent fund.

\*Like discussed in **Fund Basis** section of **Financial Highlights** above, the budget basis reserves of Perpetual Care is approximately \$29.5 million.

#### *Enterprise Funds*

Enterprise funds unrestricted net assets at June 30, 2012 amounted to \$29.82 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 \$24.32 million, \$4.42 million, and \$556,001, respectively. Other non-major Enterprise funds reported unrestricted net assets of \$527,832.

## CITY OF CASPER, WYOMING

### MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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#### ***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 \$207,577, a decrease of \$123,523 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 \$2.07 million. 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 \$218,028 decrease of Internal Service Fund's net assets was primarily caused by depreciation expenses that were not recovered by internal service charges and by market adjustments of investments due to declining interest rates.

#### ***Budgetary Highlights***

The City 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 \$1.90 million approved for FY 2012 included \$100,000 in City Council to cover downtown strategic plan expenditures. The Police budget was increased by \$300,000 to cover unanticipated increased adult jail service costs. The Fire budget was increased by \$50,000 for wild land response costs. Traffic was increased \$70,000 for increased electrical costs. Cemetery, Lifesteps Campus, and Parks received an increase of \$10,000, \$79,500, and \$62,500 respectively; much of this was to cover increased water usage from dry weather. The Transfers budget was increased by \$1,224,667. \$43,491 was used to fund increased costs at Lifesteps Campus to fund unanticipated expenditures incurred due to the timing of entering into the operation lease for the facility. Parks received an additional \$62,500. \$180,059 was for the Casper Events Center to be used to fund a projected revenue deficit net of savings in expenditures. Hogadon used \$49,625 for higher than anticipated net operating costs. The Property and Liability Insurance fund received \$648,218 to be used to fund workers' compensation insurance costs for FY13. An additional \$240,774 was allocated to various Capital Projects and ARRA matching projects.

The General Fund reflects a net positive ending change in fund balance of \$5.82 million, which consists of a positive net \$2.22 million revenue variance, a positive total expenditure variance of \$3.06 million and a net positive transfer's variance of \$542,140. General Fund actual revenues were higher than budgeted revenues due to an increase in local sales tax, franchise taxes, and miscellaneous income, decreases in investment earnings, fines, gasoline taxes, and property taxes.

On a budgetary basis General Fund expenditures were below budget, primarily due to lower than budgeted expenditures in General Government (\$2,627,353), Public Works (\$128,997), Human Services (\$8,503) Welfare (\$72,774), and Culture and Recreation (\$240,027). Public Safety exceeded budget by (\$18,089).

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***

A total Special Revenue Funds appropriation adjustment of \$1.13 million approved for FY12 included \$43,692 to Weed and Pest Fund, \$1.01 million to Police Grant Fund, \$20,000 to Special Assistance Fund, and \$50,000 to Public Safety Communications Center Fund.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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***Capital Projects Funds***

Total Capital Projects Fund appropriation adjustments were \$1.23 million.

**Capital Assets**

The City's investment in capital assets for its governmental and business-type activities for the current fiscal year amounts to \$286.86 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:

Collector and arterial improvements	\$	4,962,000
Various park and walk path improvements		2,539,000
Leisure service improvements		886,000
Various water and sewer infrastructure improvements		6,359,000
Wastewater Treatment Plant improvements		1,524,000
Various City facility improvements		1,509,000
Storm water improvements		1,083,000
Public safety		821,000
Fire station replacement		92,000
Technology upgrades		527,000
Wyolink connectivity project		260,000
Landfill and refuse improvements		6,378,000
Various street improvements		2,284,000
Energy efficiency improvements		912,000
Light Equipment		1,693,000

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 \$35.80 million. Of this amount, \$1.21 million is for accrued compensated absences, \$8.53 million other post-employment benefits payable, \$20.58 million of loans from the State for utility systems, \$5.48 million for Landfill closure/post closure care costs and \$7,393 for lease obligations. During the year, long-term debt decreased by a net \$673,108, principally due to additions of \$812,996 as projects progressed, principle repayment of \$3.14 million in loans from the State for water, sewer, wastewater and balefill system improvements and expansion, a net \$926,532 increase in landfill closure and post closure liability and \$39,323 net increase in compensated absences and an increase of \$2.07 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.



## CITY OF CASPER, WYOMING

### MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2012

(Unaudited)

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#### *Economic Factors and Next Year's Budgets and Rates*

The seemingly improving local economy and slow recovery of sales tax revenue did provide optimism when the City prepared the FY 2012 budget. However, many sectors of the economy do remain flat resulting in the City maintaining a conservative approach. The City is faced with reduced local government distributions from the State of Wyoming and the year-by-year supplemental state funding was not replaced for the second consecutive year. The City has historically used "Above the Cap" funding distributed by the State for one-time projects to avoid relying on it for ongoing operations; however, for the FY13 budget, \$3.09 million of this funding was built into operations to balance the budget. Based on current available data, the unemployment rate near the end of the fiscal year for Natrona County and the City of Casper is 5.2% which is slightly lower than the State of Wyoming average unemployment rate of 5.4%. Fiscal year 2013 budgeted General Fund revenues, before transfers, were expected to increase by \$2.3 million from the amounts actually received in 2012. This is mainly due to:

- The growth projections as compared to the results of the past two years are conservative. However, the relative low increase in sales taxes from the retail sector and the large increase in the mining sector lead to the growth projections.
- For FY 2011 and FY 2012, the local economy appears to have improved. Consequently, most of the significant general revenues have increased and are projected to continue to rise.

The fiscal year 2013 budgeted General Fund expenditures are increased over 2012 actual expenditures by \$2.71 million, excluding transfers. This is mainly due to:

- The City increased certain General Fund subsidy transfers to other City Funds after previously scaling those back due to the economic downturn.
- The City eliminated 26 positions from the FY11 budget, the adopted FY12 budget added back 3 full time positions to the overall position count, and the adopted FY13 budget added 16 more positions. Personnel expenditures are budgeted to increase by 3.17% in FY13 due to additional employees, increased benefit costs for worker's compensation insurance, and retirement contributions. Increases in employees participating in the health insurance plan and rate increases in workers compensation were the main causes of cost increases in most departments.
- The City Council approved assessing Utility Enterprise Funds Payment in Lieu of Taxes (PILTs) in the FY13 adopted budget.

The City projects to receive \$53.8 million in taxes in FY13, a 2.89% decrease from the amount estimated for FY12. General Fund revenue is projected to reach \$45.04 million for FY13. General Fund expenditures are expected to stay within \$44.95 million. The City is currently budgeted to use \$17.33 million from the reserves of all funds in FY13. Cost reductions are continuous in those funds to offset any expected reduction in revenues.

#### *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).

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**BASIC FINANCIAL STATEMENTS**

**CITY OF CASPER, WYOMING**

**STATEMENT OF NET ASSETS**

June 30, 2012

	Primary Government		
	Governmental Activities	Business-type Activities	Total
<b>ASSETS</b>			
Cash and cash equivalents	\$ 18,170,115	\$ 15,235	\$ 18,185,350
Investments	85,813,845	30,283,931	116,097,776
Receivables, net of allowance	6,169,865	3,667,385	9,837,250
Due from primary government	-	-	-
Internal balances	(4,766,345)	4,766,345	-
Inventories	584,479	700,104	1,284,583
Prepaid expenses	-	-	-
Notes receivable, current	1,224,814	-	1,224,814
Notes receivable, noncurrent	15,425,601	-	15,425,601
Capital assets, not being depreciated	21,922,746	11,917,798	33,840,544
Capital assets, net of depreciation	106,390,469	146,633,845	253,024,314
<b>Total assets</b>	<b>250,935,589</b>	<b>197,984,643</b>	<b>448,920,232</b>
<b>LIABILITIES</b>			
Accounts payable and other current liabilities	3,073,205	2,251,844	5,325,049
Accrued wages payable	1,123,438	860,324	1,983,762
Accrued interest payable	13,977	371,502	385,479
Due to component unit	104,280	391,617	495,897
Deferred revenue	74,747	261,908	336,655
Claims payable	997,472	-	997,472
Noncurrent liabilities			
Due within one year	240,659	1,072,846	1,313,505
Due in more than one year	10,099,366	24,388,421	34,487,787
<b>Total liabilities</b>	<b>15,727,144</b>	<b>29,598,462</b>	<b>45,325,606</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	128,305,822	118,580,487	246,886,309
Restricted			
Construction reserve	-	-	-
Rock Creek Dam rehabilitation	100,000	-	100,000
Paradise Valley Pipeline project	97,500	-	97,500
Weed and Pest activities	275,010	-	275,010
Community Development projects	49,408	-	49,408
Redevelopment loans	872,869	-	872,869
Unrestricted	105,507,836	49,805,694	155,313,530
<b>Total net assets</b>	<b>\$ 235,208,445</b>	<b>\$ 168,386,181</b>	<b>\$ 403,594,626</b>

See accompanying notes to financial statements.

Component Units

Downtown Development Authority	Metropolitan Animal Control Joint Powers Board	Economic Development Joint Powers Board	Central Wyoming Regional Water System Joint Powers Board
\$ 168,295	\$ 600	\$ 758,423	\$ 1,861,006
154,832	173,409	2,180,506	4,225,112
1,455	16,994	703	68,560
-	104,280	-	391,617
-	-	-	-
-	-	-	262,189
-	-	-	18,540
-	-	-	-
-	-	1,586,375	-
-	-	-	1,511,251
1,942	458,488	36,467	42,971,295
<u>326,524</u>	<u>753,771</u>	<u>4,562,474</u>	<u>51,309,570</u>
13,051	10,032	1,000,000	23,699
-	34,907	-	31,184
-	-	-	183,908
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	1,409,845
-	23,467	-	21,603,385
<u>13,051</u>	<u>68,406</u>	<u>1,000,000</u>	<u>23,252,021</u>
1,942	458,488	36,467	21,469,316
-	-	-	1,000,000
-	-	-	-
-	-	-	-
-	-	-	-
<u>311,531</u>	<u>226,877</u>	<u>3,526,007</u>	<u>5,588,233</u>
<u>\$ 313,473</u>	<u>\$ 685,365</u>	<u>\$ 3,562,474</u>	<u>\$ 28,057,549</u>

**CITY OF CASPER, WYOMING**

STATEMENT OF ACTIVITIES  
Year Ended June 30, 2012

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government</b>				
Governmental activities				
General government	\$ 18,460,214	\$ 5,463,995	\$ 1,129,421	\$ 985,073
Public safety	21,891,730	2,867,821	532,581	-
Public works	7,125,724	-	-	-
Health	2,192,938	110,237	-	-
Welfare	998,194	105,212	1,077,494	3,230
Culture and recreation	4,910,078	77,212	-	318,921
Unallocated interest expense	35,922	-	-	-
Total governmental activities	<u>55,614,800</u>	<u>8,624,477</u>	<u>2,739,496</u>	<u>1,307,224</u>
Business-type activities				
Utilities	22,950,521	23,351,770	607,598	-
Solid Waste	15,316,136	10,994,302	-	-
Recreation	8,559,455	4,801,241	13,906	-
Parking Lots	93,646	21,581	-	-
Total business-type activities	<u>46,919,758</u>	<u>39,168,894</u>	<u>621,504</u>	<u>-</u>
Total primary government	<u>\$ 102,534,558</u>	<u>\$ 47,793,371</u>	<u>\$ 3,361,000</u>	<u>\$ 1,307,224</u>
<b>Component units</b>				
Downtown Development Authority	\$ 264,706	\$ -	\$ -	\$ -
Metropolitan Animal Control Joint Powers Board	951,290	922,792	-	-
Economic Development Joint Powers Board	1,013,189	-	500,000	-
Central Wyoming Regional Water System Joint Powers Board	6,415,976	5,998,825	-	1,705,649
Total component units	<u>\$ 8,645,161</u>	<u>\$ 6,921,617</u>	<u>\$ 500,000</u>	<u>\$ 1,705,649</u>

See accompanying notes to financial statements.

Net (Expense) Revenue and Changes in Net Assets

Primary Government			Component Units			
Governmental Activities	Business-type Activities	Total	Downtown Development Authority	Metropolitan Animal Control Joint Powers Board	Economic Development Joint Powers Board	Central Wyoming Regional Water System Joint Powers Board
\$ (10,881,725)	\$ -	\$ (10,881,725)	\$ -	\$ -	\$ -	\$ -
(18,491,328)	-	(18,491,328)	-	-	-	-
(7,125,724)	-	(7,125,724)	-	-	-	-
(2,082,701)	-	(2,082,701)	-	-	-	-
187,742	-	187,742	-	-	-	-
(4,513,945)	-	(4,513,945)	-	-	-	-
(35,922)	-	(35,922)	-	-	-	-
(42,943,603)	-	(42,943,603)	-	-	-	-
-	1,008,847	1,008,847	-	-	-	-
-	(4,321,834)	(4,321,834)	-	-	-	-
-	(3,744,308)	(3,744,308)	-	-	-	-
-	(72,065)	(72,065)	-	-	-	-
-	(7,129,360)	(7,129,360)	-	-	-	-
(42,943,603)	(7,129,360)	(50,072,963)	-	-	-	-
-	-	-	(264,706)	-	-	-
-	-	-	-	(28,498)	-	-
-	-	-	-	-	(513,189)	-
-	-	-	-	-	-	1,288,498
-	-	-	(264,706)	(28,498)	(513,189)	1,288,498

(Continued)

**CITY OF CASPER, WYOMING**

**STATEMENT OF ACTIVITIES (CONTINUED)**

Year Ended June 30, 2012

	<u>Net (Expense) Revenue and Changes in Net Assets</u>		
	<u>Primary Government</u>		
	<u>Governmental</u> <u>Activities</u>	<u>Business-type</u> <u>Activities</u>	<u>Total</u>
Primary government			
Total primary government	\$ (42,943,603)	\$ (7,129,360)	\$ (50,072,963)
Component units			
Total component units	-	-	-
General revenues			
Property taxes	3,920,313	-	3,920,313
Sales taxes	20,995,224	-	20,995,224
Optional 1% sales taxes	17,452,483	-	17,452,483
Gas taxes	907,624	-	907,624
Franchise taxes	3,227,667	-	3,227,667
911 telecommunication taxes	761,012	-	761,012
Mineral taxes	8,140,231	-	8,140,231
Cigarette taxes	383,113	-	383,113
Motor vehicle taxes	1,172,532	-	1,172,532
Miscellaneous	1,477,682	313,301	1,790,983
Unrestricted investment earnings	578,752	398,868	977,620
Transfers	(4,661,215)	4,661,215	-
Total general revenues and transfers	54,355,418	5,373,384	59,728,802
Change in net assets	11,411,815	(1,755,976)	9,655,839
Net assets - beginning of year	223,796,630	170,142,157	393,938,787
Net assets - end of year	\$ 235,208,445	\$ 168,386,181	\$ 403,594,626

See accompanying notes to financial statements.



Net (Expense) Revenue and Changes in Net Assets

Component Units

<u>Downtown Development Authority</u>	<u>Metropolitan Animal Control Joint Powers Board</u>	<u>Economic Development Joint Powers Board</u>	<u>Central Wyoming Regional Water System Joint Powers Board</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>
<u>(264,706)</u>	<u>(28,498)</u>	<u>(513,189)</u>	<u>1,288,498</u>
141,977	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
5,500	8,674	-	278,404
4,033	1,919	43,391	25,831
-	-	-	-
<u>151,510</u>	<u>10,593</u>	<u>43,391</u>	<u>304,235</u>
(113,196)	(17,905)	(469,798)	1,592,733
<u>426,669</u>	<u>703,270</u>	<u>4,032,272</u>	<u>26,464,816</u>
<u>\$ 313,473</u>	<u>\$ 685,365</u>	<u>\$ 3,562,474</u>	<u>\$ 28,057,549</u>

**CITY OF CASPER, WYOMING**

BALANCE SHEET  
GOVERNMENTAL FUNDS

June 30, 2012

	General Fund	Capital Projects Fund	Other Governmental Funds
<b>ASSETS</b>			
Cash and cash equivalents	\$ 16,159,838	\$ 1,402,010	\$ 3,000
Investments	37,540,845	38,683,946	2,582,403
Taxes receivable	2,451,018	1,514,394	94,172
Other receivables, net of allowance	834,342	20,000	295,014
Interest receivable	249,141	36,444	82,159
Inventory	142,523	-	-
Due from other governments	-	82,041	298,396
Due from other funds	1,048,218	6,941,835	926,012
Advances to other funds, noncurrent	17,280	-	-
Due from component unit	-	-	2,276
Notes receivable, current	1,172,792	7,915	44,107
Notes receivable, noncurrent	13,871,637	567,953	986,011
Total assets	<u>\$ 73,487,634</u>	<u>\$ 49,256,538</u>	<u>\$ 5,313,550</u>
<b>LIABILITIES AND FUND BALANCES</b>			
<b>Liabilities</b>			
Accounts payable	\$ 1,272,382	\$ 963,629	\$ 324,300
Accrued wages payable	840,950	-	71,217
Accrued interest payable	-	-	13,977
Deferred revenues	74,747	-	336,234
Due to other funds	15,804,570	-	124,044
Due to component unit	106,557	-	-
Advances from other funds, current	298	-	-
Total liabilities	<u>18,099,504</u>	<u>963,629</u>	<u>869,772</u>
<b>FUND BALANCES</b>			
Nonspendable	14,014,160	567,953	649,777
Restricted	197,500	-	547,510
Unrestricted			
Committed	39,237,771	-	-
Assigned	1,932,320	47,724,956	3,328,375
Unassigned (deficit)	6,379	-	(81,884)
Total fund balances	<u>55,388,130</u>	<u>48,292,909</u>	<u>4,443,778</u>
Total liabilities and fund balances	<u>\$ 73,487,634</u>	<u>\$ 49,256,538</u>	<u>\$ 5,313,550</u>

See accompanying notes to financial statements.

Total  
Governmental  
Funds

---

\$ 17,564,848  
78,807,194  
4,059,584  
1,149,356  
367,744  
142,523  
380,437  
8,916,065  
17,280  
2,276  
1,224,814  
15,425,601

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\$ 128,057,722

\$ 2,560,311  
912,167  
13,977  
410,981  
15,928,614  
106,557  
298

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19,932,905

15,231,890  
745,010

39,237,771  
52,985,651  
(75,505)

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108,124,817

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\$ 128,057,722

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**CITY OF CASPER, WYOMING**

RECONCILIATION OF THE BALANCE SHEET - GOVERNMENTAL FUNDS  
TO THE STATEMENT OF NET ASSETS  
Year Ended June 30, 2012

Total fund balances, governmental funds		\$ 108,124,817
<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	\$ 128,313,215	
Less capital assets, internal service funds	<u>(268,822)</u>	128,044,393
<p>Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.</p>		
Deferred revenues		336,234
<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	10,764,663	
Internal service funds liabilities	<u>(10,289,426)</u>	475,237
<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	(599,000)	
Compensated absences	(1,208,143)	
Less amounts recorded in accrued wages payable	<u>34,907</u>	<u>(1,772,236)</u>
Net assets of governmental activities		<u><u>\$ 235,208,445</u></u>

**CITY OF CASPER, WYOMING**

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES  
GOVERNMENTAL FUNDS  
Year Ended June 30, 2012

	General Fund	Capital Projects Fund	Other Governmental Funds
<b>Revenues</b>			
Taxes and special assessments	\$ 38,164,837	\$ 17,547,070	\$ 1,363,214
Licenses and permits	1,163,382	-	-
Intergovernmental	22,500	334,222	3,104,077
Charges for services	2,394,363	224,498	501,713
Fines	1,147,746	-	-
Investment earnings	484,623	174,924	10,453
Miscellaneous	758,517	883,442	199,424
<b>Total revenues</b>	<b>44,135,968</b>	<b>19,164,156</b>	<b>5,178,881</b>
<b>Expenditures</b>			
<b>Current</b>			
General government	5,688,338	31,019	565,852
Public safety	20,466,635	-	2,252,848
Public works	6,287,916	-	-
Health	1,095,601	-	466,293
Welfare	466,268	-	1,621,242
Culture and recreation	2,822,307	-	-
<b>Debt service</b>			
Principal	-	-	20,000
Interest	-	-	33,907
Capital outlay	481,332	11,889,058	1,772,614
<b>Total expenditures</b>	<b>37,308,397</b>	<b>11,920,077</b>	<b>6,732,756</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>6,827,571</b>	<b>7,244,079</b>	<b>(1,553,875)</b>
<b>Other financing sources (uses)</b>			
Transfers in	2,006,032	8,996,295	1,961,396
Transfers out	(8,908,604)	(9,390,592)	(19,428)
<b>Total other financing sources (uses)</b>	<b>(6,902,572)</b>	<b>(394,297)</b>	<b>1,941,968</b>
<b>Net change in fund balances</b>	<b>(75,001)</b>	<b>6,849,782</b>	<b>388,093</b>
Fund balances - beginning of year as previously reported	55,463,131	41,443,127	3,436,685
Prior period adjustment	-	-	619,000
Fund balances - beginning of year as restated	55,463,131	41,443,127	4,055,685
<b>Fund balances - end of year</b>	<b>\$ 55,388,130</b>	<b>\$ 48,292,909</b>	<b>\$ 4,443,778</b>

See accompanying notes to financial statements.

Total  
Governmental  
Funds

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\$ 57,075,121  
1,163,382  
3,460,799  
3,120,574  
1,147,746  
670,000  
1,841,383

---

68,479,005

---

6,285,209  
22,719,483  
6,287,916  
1,561,894  
2,087,510  
2,822,307

20,000  
33,907  
14,143,004

---

55,961,230

---

12,517,775

---

12,963,723  
(18,318,624)

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(5,354,901)

---

7,162,874

100,342,943

619,000

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100,961,943

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\$ 108,124,817

**CITY OF CASPER, WYOMING**

RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES  
Year Ended June 30, 2012

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

Net change in fund balances - total governmental funds		\$ 7,162,874
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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.

Capital outlay	\$ 9,819,544		
Depreciation expense	(5,253,697)		
Less internal service fund depreciation	<u>103,572</u>		4,669,419

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 of 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	(1,122,392)		
Accumulated depreciation on assets disposed	<u>1,033,996</u>		(88,396)

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	20,000		
Accrued compensated absences as of June 30, 2012	(1,208,143)		
Plus amounts recorded in accrued wages payable in current year	34,907		
Accrued compensated absences as of June 30, 2011	1,168,820		
Less amount recorded in accrued wages payable in prior year	<u>(43,132)</u>		(27,548)

(Continued)

See accompanying notes to financial statements.



**CITY OF CASPER, WYOMING**

RECONCILIATION OF THE STATEMENT OF REVENUES,  
EXPENDITURES, AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS  
TO THE STATEMENT OF ACTIVITIES (CONTINUED)  
Year Ended June 30, 2012

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

Deferred revenue as of June 30, 2012	\$ 336,234	
Deferred revenue as of June 30, 2011	<u>(422,740)</u>	\$ (86,506)

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	(1,694,352)	
Non-operating expenses	(73,042)	
Transfers	<u>1,549,366</u>	<u>(218,028)</u>

Change in net assets of governmental activities		<u>\$ 11,411,815</u>
---	--	----------------------

See accompanying notes to financial statements.

**CITY OF CASPER, WYOMING**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
June 30, 2012

	<u>Business-type Activities - Enterprise Funds</u>		
	Utilities Fund	Solid Waste Fund	Recreation Fund
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 400	\$ 425	\$ 14,410
Investments	20,802,063	8,556,832	447,304
Interest receivable	35,660	16,337	919
Customer receivables, net of allowance	2,868,284	636,544	45,394
Due from other governments	48,431	-	-
Due from component units	445,817	-	-
Due from other funds	2,880,180	1,577,768	748,777
Inventories	651,466	-	48,638
Total current assets	<u>27,732,301</u>	<u>10,787,906</u>	<u>1,305,442</u>
<b>Capital assets, not being depreciated</b>			
Land and other nondepreciable assets	6,399,372	288,441	515,500
Construction in progress	4,310,019	336,407	68,059
<b>Capital assets, net of depreciation</b>			
Buildings	6,386,277	10,191,189	16,576,572
Improvements	85,201,964	11,780,504	8,298,047
Machinery and equipment	2,346,503	3,669,990	806,463
Net capital assets	<u>104,644,135</u>	<u>26,266,531</u>	<u>26,264,641</u>
Total assets	<u>132,376,436</u>	<u>37,054,437</u>	<u>27,570,083</u>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Notes and capital leases payable, current	978,459	94,387	-
Accounts payable	1,456,518	539,313	252,407
Accrued wages payable	337,727	201,922	320,675
Accrued interest payable	360,222	11,280	-
Deferred revenue	-	-	159,377
Refundable customer deposits	102,531	-	-
Claims payable	-	-	-
Due to other funds	324,909	136,379	-
Due to component units	837,434	-	-
Total current liabilities	<u>4,397,800</u>	<u>983,281</u>	<u>732,459</u>
<b>Noncurrent liabilities, net of current maturities</b>			
Advances from other funds	-	-	16,982
Landfill closure and postclosure	-	5,475,689	-
Other postemployment benefits payable	-	-	-
Notes and capital leases payable	17,176,626	1,736,106	-
Total noncurrent liabilities	<u>17,176,626</u>	<u>7,211,795</u>	<u>16,982</u>
Total liabilities	<u>21,574,426</u>	<u>8,195,076</u>	<u>749,441</u>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	86,489,050	24,436,038	26,264,641
Unrestricted	24,312,960	4,423,323	556,001
Total net assets	<u>\$ 110,802,010</u>	<u>\$ 28,859,361</u>	<u>\$ 26,820,642</u>

See accompanying notes to financial statements.

Business-type Activities - Enterprise Funds		Governmental
Other Nonmajor		Activities
Enterprise Fund		Internal
Parking Lot	Totals	Service Funds
\$ -	\$ 15,235	\$ 605,267
477,732	30,283,931	7,006,651
801	53,717	10,203
15,015	3,565,237	202,541
-	48,431	-
-	445,817	-
37,890	5,244,615	2,229,222
-	700,104	441,957
<u>531,438</u>	<u>40,357,087</u>	<u>10,495,841</u>
-	7,203,313	-
-	4,714,485	-
1,007,435	34,161,473	-
362,013	105,642,528	-
6,888	6,829,844	268,822
<u>1,376,336</u>	<u>158,551,643</u>	<u>268,822</u>
<u>1,907,774</u>	<u>198,908,730</u>	<u>10,764,663</u>
-	1,072,846	6,231
3,606	2,251,844	512,896
-	860,324	246,176
-	371,502	-
-	159,377	-
-	102,531	-
-	-	997,472
-	461,288	-
-	837,434	-
<u>3,606</u>	<u>6,117,146</u>	<u>1,762,775</u>
-	16,982	-
-	5,475,689	-
-	-	8,525,489
-	18,912,732	1,162
-	24,405,403	8,526,651
<u>3,606</u>	<u>30,522,549</u>	<u>10,289,426</u>
1,376,336	138,566,065	267,660
527,832	29,820,116	207,577
<u>\$ 1,904,168</u>	<u>\$ 168,386,181</u>	<u>\$ 475,237</u>

**CITY OF CASPER, WYOMING**

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET ASSETS  
 PROPRIETARY FUNDS  
 Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Operating revenues			
Charges for services	\$ 23,351,770	\$ 10,994,302	\$ 4,801,241
Other revenues	81,061	217,875	14,365
Total operating revenues	<u>23,432,831</u>	<u>11,212,177</u>	<u>4,815,606</u>
Operating expenses			
Personnel expenses	4,445,999	2,560,656	4,345,169
Contractual	5,901,715	4,482,894	2,107,014
Materials and supplies	8,103,244	4,959,527	746,115
Other expenses	30,604	1,566,135	8,943
Depreciation expense	4,030,220	1,710,133	1,349,632
Total operating expenses	<u>22,511,782</u>	<u>15,279,345</u>	<u>8,556,873</u>
Operating income (loss)	<u>921,049</u>	<u>(4,067,168)</u>	<u>(3,741,267)</u>
Nonoperating revenues (expenses)			
Federal and state grants	607,598	-	13,906
Investment earnings and change in fair market value	222,886	161,273	10,841
Interest	(438,739)	(36,791)	(2,582)
Total nonoperating revenues (expenses)	<u>391,745</u>	<u>124,482</u>	<u>22,165</u>
Income (loss) before contributions and transfers	<u>1,312,794</u>	<u>(3,942,686)</u>	<u>(3,719,102)</u>
Capital contributions	-	-	897,757
Transfers in	1,069,866	100,000	2,757,092
Transfers out	(163,500)	-	-
Net transfers and contributions	<u>906,366</u>	<u>100,000</u>	<u>3,654,849</u>
Change in net assets	2,219,160	(3,842,686)	(64,253)
Net assets - beginning of year	<u>108,582,850</u>	<u>32,702,047</u>	<u>26,884,895</u>
Net assets - end of year	<u>\$ 110,802,010</u>	<u>\$ 28,859,361</u>	<u>\$ 26,820,642</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>		
\$ 21,581	\$ 39,168,894	\$ 5,647,700	
-	313,301	7,495,695	
<u>21,581</u>	<u>39,482,195</u>	<u>13,143,395</u>	
-	11,351,824	2,929,201	
8,085	12,499,708	9,488,403	
10,484	13,819,370	2,314,702	
-	1,605,682	1,869	
<u>75,077</u>	<u>7,165,062</u>	<u>103,572</u>	
<u>93,646</u>	<u>46,441,646</u>	<u>14,837,747</u>	
<u>(72,065)</u>	<u>(6,959,451)</u>	<u>(1,694,352)</u>	
-	621,504	-	
3,868	398,868	(71,027)	
-	(478,112)	(2,015)	
<u>3,868</u>	<u>542,260</u>	<u>(73,042)</u>	
<u>(68,197)</u>	<u>(6,417,191)</u>	<u>(1,767,394)</u>	
-	897,757	-	
-	3,926,958	1,991,445	
-	(163,500)	(442,079)	
<u>-</u>	<u>4,661,215</u>	<u>1,549,366</u>	
<u>(68,197)</u>	<u>(1,755,976)</u>	<u>(218,028)</u>	
<u>1,972,365</u>	<u>170,142,157</u>	<u>693,265</u>	
<u>\$ 1,904,168</u>	<u>\$ 168,386,181</u>	<u>\$ 475,237</u>	

CITY OF CASPER, WYOMING

STATEMENT OF CASH FLOWS  
 PROPRIETARY FUNDS  
 Year Ended June 30, 2012

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Cash flows from operating activities			
Cash received from customers	\$ 21,400,341	\$ 11,853,503	\$ 4,885,919
Cash receipts from interfund services provided	1,478,748	-	-
Cash payments to suppliers for goods and services	(12,946,212)	(8,298,185)	(2,487,993)
Claims paid	-	-	-
Cash payments for interfund services provided	(133,795)	(1,406,465)	(307,092)
Cash payments to employees for services	(4,450,244)	(2,532,686)	(4,331,739)
Net cash provided (used) by operating activities	5,348,838	(383,833)	(2,240,905)
Cash flows from non-capital financing activities			
Cash received from federal and state agencies	310,442	-	13,906
Operating subsidies and transfers from other funds	2,470,159	1,875,902	2,561,217
Net cash provided by non-capital financing activities	2,780,601	1,875,902	2,575,123
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(3,797,145)	(1,293,675)	(47,864)
Proceeds from long-term financing	795,554	-	-
Principal paid	(2,562,658)	(91,988)	(475,862)
Interest paid	(417,176)	(37,372)	(13,494)
Net cash (used) by capital and related financing activities	(5,981,425)	(1,423,035)	(537,220)
Cash flows from investing activities			
Purchase of investment securities	(10,079,784)	(4,021,240)	(38,167)
Proceeds from the sale of investment securities	7,771,859	3,886,512	225,533
Interest on investments	159,911	65,694	5,096
Net cash provided (used) by investing activities	(2,148,014)	(69,034)	192,462
Net increase (decrease) in cash and cash equivalents	-	-	(10,540)
Cash and cash equivalents - beginning of year	400	425	24,950
Cash and cash equivalents - end of year	\$ 400	\$ 425	\$ 14,410

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>		
\$ 19,975	\$ 38,159,738	\$ 1,965,225	
-	1,478,748	11,191,042	
(14,706)	(23,747,096)	(3,462,205)	
-	-	(6,237,392)	
(525)	(1,847,877)	(419,898)	
-	(11,314,669)	(2,906,430)	
<u>4,744</u>	<u>2,728,844</u>	<u>130,342</u>	
-	324,348	-	
<u>21,071</u>	<u>6,928,349</u>	<u>1,566,862</u>	
<u>21,071</u>	<u>7,252,697</u>	<u>1,566,862</u>	
-	(5,138,684)	-	
-	795,554	-	
-	(3,130,508)	(5,126)	
-	(468,042)	(2,015)	
<u>-</u>	<u>(7,941,680)</u>	<u>(7,141)</u>	
(198,066)	(14,337,257)	(3,568,090)	
168,230	12,052,134	2,338,192	
<u>4,021</u>	<u>234,722</u>	<u>40,752</u>	
<u>(25,815)</u>	<u>(2,050,401)</u>	<u>(1,189,146)</u>	
-	(10,540)	500,917	
-	25,775	104,350	
<u>\$ -</u>	<u>\$ 15,235</u>	<u>\$ 605,267</u>	

(Continued)

CITY OF CASPER, WYOMING

STATEMENT OF CASH FLOWS (CONTINUED)  
 PROPRIETARY FUNDS  
 Year Ended June 30, 2012

	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)	\$ 921,049	\$ (4,067,168)	\$ (3,741,267)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	4,030,220	1,710,133	1,349,632
Gain/loss on disposal of capital assets	5,850	633,996	5,647
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities			
Customer receivables	(562,656)	7,330	(7,619)
Inventories	46,054	-	18,088
Accounts payable and accrued expenses	909,502	377,374	48,899
Salaries and wages payable	(4,245)	27,970	13,430
Refundable customer deposits and unearned revenues	3,064	-	72,285
Claims payable	-	-	-
Landfill closure and postclosure care	-	926,532	-
Net cash provided (used) by operating activities	<u>\$ 5,348,838</u>	<u>\$ (383,833)</u>	<u>\$ (2,240,905)</u>
Noncash investing, capital and related financing activities			
Change in fair value of investments	\$ 85,145	\$ 106,285	\$ 6,897
Capital assets contributed by governmental funds	\$ -	\$ -	\$ 897,757

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>		
\$ (72,065)	\$ (6,959,451)	\$ (1,694,352)	
75,077	7,165,062	103,572	
-	645,493	-	
(1,606)	(564,551)	12,872	
-	64,142	9,825	
3,338	1,339,113	(391,679)	
-	37,155	22,771	
-	75,349	-	
-	-	2,067,333	
-	926,532	-	
<u>\$ 4,744</u>	<u>\$ 2,728,844</u>	<u>\$ 130,342</u>	
\$ 460	\$ 198,787	\$ -	
\$ -	\$ 897,757	\$ -	

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# CITY OF CASPER, WYOMING

## NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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### **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 *Metropolitan Animal Control Joint Powers Board* primarily serves the City and provides additional services for the Town of Evansville, the Town of Mills, the Subdivision of Mountain View, the Town of Bar Nunn and Natrona County and is governed by a board comprised of a City and Town councilperson from each municipality and a County Commissioner. The Board was established to account for revenues and expenditures associated with the control of domestic animals within the City, Towns and County boundaries. The Metropolitan Animal Control Joint Powers Board revenue and expenditures are part of the City's accounting records, and it 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 comprises a majority of the operations) the exclusion of this Board would render the financial statements of the City incomplete or misleading. The Board does not issue separate financial statements.

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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**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.

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.

*Government-wide and Fund Financial Statements*

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment are 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 and proprietary funds. Major individual governmental funds are reported as separate columns in the fund financial statements.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 1. Summary of Significant Accounting Policies (Continued)**

***Measurement Focus, Basis of Accounting, and Financial Statement Presentation***

The government-wide financial statements are reported using the economic resources measurement focus and the accrual basis of accounting, as are the proprietary fund 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.

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.

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. All other revenue items are considered to be measurable and available only when cash is received by the government.

The government reports the following major governmental funds:

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

The Capital Projects Fund is a capital projects fund that is used to account for the funding and expenditures of various City capital projects and equipment.

The government reports the following major proprietary funds:

Utilities Fund – to account for revenues and expenses 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 revenues and expenses 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 filed programs of the City.

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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 1. Summary of Significant Accounting Policies (Continued)**

*Measurement Focus, Basis of Accounting, and Financial Statement Presentation (Continued)*

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

As a general rule the effect of interfund activity has been eliminated from the government-wide financial statements.

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 nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund's principal ongoing operations. The principal operating revenues of the 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 nonoperating revenues and expenses.

*Assets, Liabilities and Net Assets or Equity*

*Equity in Pooled 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.

*Deposits and Investments*

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

State 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, 2012

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**Note 1. Summary of Significant Accounting Policies (Continued)**

*Assets, Liabilities and Net Assets or Equity (Continued)*

*Receivables and Payables*

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 interfund loans) or "advances to/from other funds" (i.e., the non-current portion of interfund 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."

*Property Tax Revenue Recognition*

Property taxes attach as an enforceable lien on property as of May 11. Taxes are levied on or about August 1, and are payable in two installments on September 1 and March 1, with delinquent dates of November 10 and May 10, respectively. If the first installment is not paid, the entire levy is delinquent on December 31. The County bills and collects property taxes for all municipalities and political subdivisions within the County, including the City of Casper.

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, 2012 was 8 mills, which means the City has no available tax margin and accordingly, cannot raise any additional taxes.

*Inventory*

Inventory is valued at cost using the first-in, first-out method. Inventory in the City Hall Fund consists of consumable supplies. These amounts are accounted for as expenditures as used (consumption method) and, therefore, represent available spendable resources. Inventory of the Water Fund and Wastewater Fund is generally used for additions to plant and equipment or repairs. Inventory of the Garage 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 include property, intangible assets, plant, equipment, and infrastructure assets (e.g., roads, bridges, sidewalks, and similar items), are reported in the applicable governmental activities columns in the government-wide financials statements. Capital assets are defined by the government 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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 1. Summary of Significant Accounting Policies (Continued)**

*Assets, Liabilities, and Net Assets or Equity (Continued)*

*Capital Assets (Continued)*

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.

Major outlays for capital assets and improvements are capitalized as projects are 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:

<u>Assets</u>	<u>Years</u>
Buildings	50
Building improvements	20-50
Public domain infrastructure	50
System infrastructure	50
Intangible assets	3-5

*Compensated Absences*

*Vacation Policy*

Effective October 9, 2000, vacation leave for full-time employees will accrue on a monthly basis as follows:

Length of Service	Vacation Accrual Rate
1 through 4 years	3.08 hours per bi-weekly pay period (10 days annually)
5 through 9 years	4.62 hours per bi-weekly pay period (15 days annually)
10 through 14 years	6.15 hours per bi-weekly pay period (20 days annually)
15 through 19 years	6.77 hours per bi-weekly pay period (22 days annually)
20 years or more	7.69 hours per bi-weekly pay period (25 days annually)

Beginning October 14, 2002, if an employee's vacation balance is over or reaches 220 hours, there will be no further accrual of vacation hours until the balance is reduced below 220 hours.

Vacation accrual and use for Fire Department personnel will be in accordance with the existing contract.



CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 1. Summary of Significant Accounting Policies (Continued)**

*Assets, Liabilities, and Net Assets or Equity (Continued)*

*Compensated Absences (Continued)*

*Vacation Policy (Continued)*

Vacation time is cashed out only under the following circumstances:

A full-time employee separates from employment and has accrued vacation to his credit; the employee will be paid a salary equivalent to the accrued vacation.

A full-time employee dies and has vacation to his credit; the salary equivalent to the accrued vacation is payable to the employee's estate.

A full-time employee moves into a part-time or seasonal position; the employee will be paid a salary equivalent to the accrued vacation.

All vacation pay is accrued when incurred in the government-wide financial statements.

*Sick Leave*

Sick leave with pay will accumulate to the credit of each permanent employee at the rate of one (1) working day per month up to a maximum of 200 hours. After 200 hours are accumulated, the rate of accumulation is one-half (½) working day per month to a maximum of six (6) days. The employee has the option to sell the excess leave up to six days back to the City or convert them to vacation days. If an employee retires and gives the City one (1) year notice, they may sell one-half (½) of their accumulated sick leave back to the City. If the one (1) year notice is not given, or if the employee terminates for any other reason, any accumulated sick leave is lost and, therefore, no liabilities are recorded as the amount of ultimate liability is not estimable. A liability for these amounts is reported in governmental funds only if a terminating event has occurred, for example, as a result of employee resignations and retirements.

*Long-Term Obligations*

In the government-wide financial statement long-term debt and other long-term obligations are reported as liabilities in the applicable governmental activities statement of net assets.

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) are reported as debt service expenditures.

*Fund Equity*

Governmental fund equity is classified as fund balance. Fund balance is further classified as nonspendable, restricted, committed, assigned, or unassigned. Non-spendable fund balances include amounts which cannot be spent because they are not in spendable form. Restrictions on fund balances have been externally imposed by creditors, grantors, or contributors or enabling legislation or constitutional provisions. Commitments of fund balances were imposed by resolution of the City Council; these balances may be redeployed with appropriate due process. Assignments of fund balances express the intent imposed by a designee of the City Council to utilize the funds for specific purposes.

**CITY OF CASPER, WYOMING**  
**NOTES TO FINANCIAL STATEMENTS**  
June 30, 2012

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**Note 1. Summary of Significant Accounting Policies (Continued)**

*Assets, Liabilities, and Net Assets or Equity (Continued)*

*Fund Equity (Continued)*

When both restricted and unrestricted resources are available for use, it is the City's policy to use restricted resources first, then unrestricted resources as they are needed. In, addition, when committed, assigned, or unassigned amounts are available for use, it is the City's policy to utilize committed resources first, then assigned resources, and finally, unassigned resources as they are needed.

*Restricted Net Assets*

For the government-wide financial statements, net assets are reported as restricted when constraints placed on the net assets are either: (1) externally imposed by creditors (such as debt covenants), grants, contributors, or laws or regulations of other governments, or (2) imposed by law through constitutional provisions or enabling legislation.

*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.

**Note 2. Stewardship, Compliance, and Accountability**

*Budgetary Information*

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.

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.

Formal budgetary integration is employed as a management control device during the year for all funds of the City. Budgets are legally adopted for all 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.

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

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

***Budgetary Information (Continued)***

Budgets for the general, special revenue, debt service and capital projects funds are adopted on a modified accrual basis except for accrued payroll and benefits which are not being recorded as expenditures. Actual revenue data (prepared on a GAAP basis) includes fair market value adjustments of investments. Actual expenditure data (prepared on a GAAP basis) have been adjusted to reflect actual on a legal basis for comparison to expenditures with the legally adopted budgeted amounts.

Budgeted amounts are as originally adopted, or as amended by the City Council.

***Budget Amendments***

During the 2012 fiscal year, it was necessary to amend the originally adopted budget. The following general fund departments and funds expenditures and transfers out were amended through transfers between departments or funds and from unanticipated revenues:

<i>General Fund</i>	
City Council	\$ 100,000
Police	300,000
Fire	50,000
Traffic	70,000
Cemetery	10,000
Lifesteps Campus	79,500
Parks	62,500
Transfers Out	1,224,667
	<u>1,896,667</u>
<i>Special Revenue Funds</i>	
Weed and Pest	43,692
Police Grants	1,012,186
Special Events Assistance	20,000
Public Safety Communications Center	50,000
	<u>1,125,878</u>
<i>Capital Projects Funds</i>	
Capital Projects	1,156,255
ARRA Grant Monies	74,335
	<u>1,230,590</u>
	<u>\$ 4,253,135</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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

*Excess of Expenditures Over Appropriations*

For the fiscal year ended June 30, 2012, 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			
Fire	\$ 7,791,873	\$ 7,638,558	\$ 153,315
Capital Projects Fund			
General Government	31,021	23,500	7,521

*Deficit Fund Balances*

The following nonmajor funds had a deficit balance at June 30, 2012:

Transportation Services	\$ (45,107)
ARRA Grant Monies	(36,777)
Employee Health Insurance	(2,908,491)

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.

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**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

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

***Fund Balance Specific Purpose Details***

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

	<u>General</u>	<u>Capital Projects</u>	<u>Other Funds</u>	<u>Total</u>
<b>Fund balances</b>				
<b>Nonspendable</b>				
Inventory	\$ 142,523	\$ -	\$ -	\$ 142,523
Non-current notes receivable	13,871,637	567,953	649,777	15,089,367
<b>Restricted for</b>				
Rock Creek Dam rehabilitation	100,000	-	-	100,000
Paradise Valley Pipeline project	97,500	-	-	97,500
Weed and Pest activities	-	-	275,010	275,010
Community Development projects	-	-	49,408	49,408
Redevelopment loans	-	-	223,092	223,092
<b>Committed to</b>				
Emergency reserves	7,414,039	-	-	7,414,039
Operating reserves	7,414,039	-	-	7,414,039
Perpetual care of one cent projects	24,409,693	-	-	24,409,693
<b>Assigned to</b>				
Planned capital projects	-	47,724,956	-	47,724,956
Planned land acquisitions	1,932,320	-	-	1,932,320
Local assessment district	-	-	2,046,176	2,046,176
Metropolitan Planning Organization	-	-	8,762	8,762
Special events assistance	-	-	41,081	41,081
Police projects	-	-	136,531	136,531
Public safety communications projects	-	-	1,095,825	1,095,825
<b>Unassigned</b>	6,379	-	(81,884)	(75,505)
<b>Totals</b>	<u>\$ 55,388,130</u>	<u>\$ 48,292,909</u>	<u>\$ 4,443,778</u>	<u>\$ 108,124,817</u>

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 3. Deposits and Investments**

As of June 30, 2012, the City had the following investments:

Investment Type	Fair Value	Interest Rate	Investment Maturities (in Years)				Investment Rating
			Less Than 1	1 - 5	6 - 10	More Than 10	
FFCBN	\$ 15,383,673	.049% - 1.164%	\$ 9,042,374	\$ 6,341,299	\$ -	\$ -	AAA
FHLBN	22,333,674	.029% - 2.766%	15,813,657	6,520,017	-	-	AAA
FHLMC	17,412,463	.111% - 4.127%	7,011,201	10,048,518	228,176	124,568	AAA
FNMA	26,522,723	.08% - 5.65%	8,702,936	15,987,575	235,124	1,597,088	AAA
GNMA	241,971	3.686%-3.78%	-	-	241,971	-	AAA
Private Export							
Funding Corporation	263,047	0.31%	-	263,047	-	-	AA+
Commercial Paper	22,994,977	.15% - .548%	22,994,977	-	-	-	A-1+
US Treasury Notes	11,118,657	.548% - 3.335%	6,155,677	3,510,480	-	1,452,500	AAA
<b>Total investments</b>	<b>116,271,185</b>		<b>\$ 69,720,822</b>	<b>\$ 42,670,936</b>	<b>\$ 705,271</b>	<b>\$ 3,174,156</b>	
Less amount held for component unit:							
Metro Animal Control	173,409						
<b>Total primary government</b>	<b>\$ 116,097,776</b>						

**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 and 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 Standard and Poor's.

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**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, including investments held for Metro Animal Control, a component unit, is as follows:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Percent of Portfolio</u>
US Treasury Notes	\$ 11,118,657	9.56%
Government Agencies	82,157,551	70.66%
Commercial Paper	<u>22,994,977</u>	<u>19.78%</u>
	<u>\$ 116,271,185</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, 2012, 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, 2012 in accordance with Wyoming State Statutes. The Joint Powers Board's deposit policy requires a bank's trust department 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 Investor Protection Corporation. At June 30, 2012, Board had the following investments and maturities:

<u>Investment Type</u>	<u>Fair Value</u>	<u>Investment Maturities (in Years)</u>			
		<u>Less Than 1</u>	<u>1 - 5</u>	<u>6 - 10</u>	<u>More Than 10</u>
Certificates of deposit	\$ 163,773	\$ 163,773	\$ -	\$ -	\$ -
Mutual funds	1,034,526	1,034,526	-	-	-
Municipal bonds	<u>982,208</u>	<u>68,755</u>	<u>98,221</u>	<u>117,865</u>	<u>697,368</u>
	<u>\$ 2,180,507</u>	<u>\$ 1,267,054</u>	<u>\$ 98,221</u>	<u>\$ 117,865</u>	<u>\$ 697,368</u>

The certificates of deposit earn interest at rates ranging from .013% to 5.10%. 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.

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 3. Deposits and Investments (Continued)**

***Component Unit Deposits and Investments (Continued)***

Central Wyoming Regional Water System Joint Powers Board deposits 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 .25% to 1.35%. 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. At year end, the carrying amount of bank deposits is further explained as follows:

Investment Type	Fair Value
Checking accounts	\$ 1,355,518
Certificates of deposit	4,225,112
Cash in bank	\$ 5,580,630
WGIF	\$ 505,489

**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	
	General Fund	Capital Projects
Taxes receivable	\$ 1,960,885	\$ 1,514,394
Franchise taxes receivable	490,133	-
Miscellaneous	214,075	-
Court fines	1,504,235	-
Due from other governments	-	82,041
Interest	249,141	36,444
Other	55,202	20,000
Allowance for bad debts	(939,170)	-
	\$ 3,534,501	\$ 1,652,879

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Customers	\$ 828,818	\$ 539,143	\$ 58,197
Miscellaneous	77,729	3,959	-
Unbilled services	2,066,859	189,570	-
Due from other governments	48,431	-	-
Interest	35,660	16,337	919
Allowance for bad debts	(105,122)	(96,128)	(12,803)
	\$ 2,952,375	\$ 652,881	\$ 46,313



**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 5. Individual Fund Interfund Receivables, Payables, Advances and Transfers**

Individual fund interfund receivable and payable balances at June 30, 2012 are as follows:

Due to/from other funds:

	Receivable	Payable
<b>Primary Government</b>		
<b><i>Governmental Funds</i></b>		
<b><i>Major Funds</i></b>		
General Fund	\$ 1,048,218	\$ 15,804,570
Capital Projects Fund	6,941,835	-
<b><i>Other Governmental Funds</i></b>		
Special Revenue Funds		
CDBG	-	7,389
Weed and Pest	247,538	-
Transportation Services	-	34,443
Metropolitan Planning Organization	-	3,497
Special Events Assistance	73,152	-
Police Grants	108,592	-
Public Safety Communications	210,589	-
Redevelopment Loan	138,422	-
Capital Project Funds		
ARRA Grant Monies	-	78,715
Debt Service Fund		
Local Assessment District	147,719	-
Total governmental funds	8,916,065	15,928,614
<b><i>Proprietary Funds - Business-type Activities</i></b>		
<b><i>Major Funds</i></b>		
Utilities Fund	2,880,180	324,909
Solid Waste Fund	1,577,768	136,379
Recreation fund	748,777	-
<b><i>Other Enterprise Funds</i></b>		
Parking Lot	37,890	-
Total proprietary funds - business-type activities	5,244,615	461,288
<b><i>Internal Service Funds</i></b>		
General Internal Services	1,384,676	-
Health Insurance	844,546	-
	2,229,222	-
	<b>\$ 16,389,902</b>	<b>\$ 16,389,902</b>

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

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 5. Individual Fund Interfund Receivables, Payables, Advances and Transfers (Continued)**

Advances to and from other funds:

	Receivable	Payable
<b>Primary Government</b>		
<i>Governmental Funds</i>		
<i>Major Funds</i>		
General Fund	\$ 17,280	\$ 298
Total governmental funds	17,280	298
<i>Proprietary Funds - Business-type Activities</i>		
<i>Enterprise Funds</i>		
Recreation Fund	-	16,982
Total enterprise funds	-	16,982
	\$ 17,280	\$ 17,280

The advances payable to other funds relate to the purchase of capital assets with funds advanced by the General Fund to the Recreation Fund. No material amounts are scheduled to be collected in the subsequent year.

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**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 5. Individual Fund Interfund Receivables, Payables, Advances, 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. Interfund transfers during the year ended June 30, 2012 were as follows:

	Transfer In	Transfer Out
<b>Primary Government</b>		
<i>Governmental Funds</i>		
<i>Major Funds</i>		
General Fund	\$ 2,006,032	\$ 8,908,604
Capital Projects Fund	8,996,295	9,390,592
<i>Other Governmental Funds</i>		
Special Revenue Funds		
Transportation Services	486,284	-
Public Safety Communications	772,516	-
Metropolitan Planning Organization	28,927	19,428
Capital Project Funds		
ARRA Grant Monies	673,669	-
Total governmental funds	12,963,723	18,318,624
Other capital asset transfers reported in governmental activities	42,077	897,757
Total governmental activities - governmental funds	13,005,800	19,216,381
<i>Proprietary Funds - Business-type Activities</i>		
<i>Major Funds</i>		
Utilities Fund	1,069,866	163,500
Solid Waste Fund	100,000	-
Recreation Fund	2,757,092	-
Other capital asset transfers reported in business-type activities	897,757	-
Total proprietary funds - business-type activities	4,824,715	163,500
<i>Governmental Activities - Internal Service Funds</i>		
General Internal Services	1,991,445	442,079
Total governmental activities - internal service funds	1,991,445	442,079
	<b>\$ 19,821,960</b>	<b>\$ 19,821,960</b>

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 6. Notes Receivable**

Notes receivable at June 30, 2012 consist of the following:

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Current Portion</u>
<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	\$ 619,000	\$ -	\$ 20,000	\$ 599,000	\$ 25,000
Asian Fusion, LLC, 2.5% interest, monthly installments of \$420 principal and interest, collateralized by property, due July 2019	32,648	-	4,266	28,382	4,374
Triflection, LLC, 2.5% interest, monthly installments of \$471 principal and interest, collateralized by property, due June 2019	35,973	-	4,686	31,287	4,804
	<u>687,621</u>	<u>-</u>	<u>28,952</u>	<u>658,669</u>	<u>34,178</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	190,553	-	7,580	182,973	7,915
21st Street extension recapture notes, 5% interest, repaid as properties are developed, due January 2018	623,431	-	249,399	374,032	-
Heritage Hills recapture note, 8% interest, repaid as developed lots are sold	61,308	-	42,445	18,863	-
	<u>875,292</u>	<u>-</u>	<u>299,424</u>	<u>575,868</u>	<u>7,915</u>
<i>Local assessment district fund notes receivable</i>					
Local assessment districts notes	422,740	-	86,506	336,234	-
<i>Community development block grants fund notes receivable</i>					
Community Development Block Grants notes	47,495	-	12,280	35,215	9,929
<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	-	15,905,000	860,571	15,044,429	1,172,792
Total notes receivable	<u>\$ 2,033,148</u>	<u>\$ 15,905,000</u>	<u>\$ 1,287,733</u>	<u>\$ 16,650,415</u>	<u>\$ 1,224,814</u>

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 7. Capital Assets**

**Primary Government**

Capital asset activity for the year ended June 30, 2012 was as follows:

	Balance July 1, 2011	Additions	Disposals	Transfers	Balance June 30, 2012
Primary Government					
Governmental activities					
Capital assets, not being depreciated					
Land, artwork, water rights and easements	\$ 6,468,393	\$ 197,504	\$ -	\$ -	\$ 6,665,897
Construction in progress	15,889,670	8,193,965	-	(8,826,786)	15,256,849
Total capital assets not being depreciated	<u>22,358,063</u>	<u>8,391,469</u>	<u>-</u>	<u>(8,826,786)</u>	<u>21,922,746</u>
Capital assets being depreciated					
Buildings	28,089,817	-	164,527	-	27,925,290
Improvements	18,180,466	115,283	15,030	919,474	19,200,193
Equipment	29,355,747	1,312,792	942,835	701,800	30,427,504
Infrastructure	86,002,721	-	-	7,205,512	93,208,233
Total capital assets being depreciated	<u>161,628,751</u>	<u>1,428,075</u>	<u>1,122,392</u>	<u>8,826,786</u>	<u>170,761,220</u>
Less accumulated depreciation for					
Buildings	7,848,332	548,733	112,010	-	8,285,055
Improvements	8,282,264	529,505	11,345	-	8,800,424
Equipment	21,012,510	2,474,487	910,641	-	22,576,356
Infrastructure	23,007,944	1,700,972	-	-	24,708,916
Total accumulated depreciation	<u>60,151,050</u>	<u>5,253,697</u>	<u>1,033,996</u>	<u>-</u>	<u>64,370,751</u>
Total capital assets being depreciated, net	<u>101,477,701</u>	<u>(3,825,622)</u>	<u>88,396</u>	<u>8,826,786</u>	<u>106,390,469</u>
Governmental activities capital assets, net	<u>\$ 123,835,764</u>	<u>\$ 4,565,847</u>	<u>\$ 88,396</u>	<u>\$ -</u>	<u>\$ 128,313,215</u>

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

Governmental activities	
General government	\$ 1,081,123
Public safety	1,183,712
Public works	2,127,514
Welfare	340,479
Culture and recreation	<u>520,869</u>
Total depreciation expenses - governmental activities	<u>\$ 5,253,697</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

**Note 7. Capital Assets (Continued)**

*Primary Government (Continued)*

	Balance July 1, 2011	Additions	Disposals	Transfers	Balance June 30, 2012
<i>Business-type activities</i>					
Capital assets, not being depreciated					
Land, artwork, water rights and easements	\$ 7,203,313	\$ -	\$ -	\$ -	\$ 7,203,313
Construction in progress	16,426,831	3,583,100	1,953	(15,293,493)	4,714,485
Total capital assets not being depreciated	<u>23,630,144</u>	<u>3,583,100</u>	<u>1,953</u>	<u>(15,293,493)</u>	<u>11,917,798</u>
Capital assets being depreciated					
Buildings	60,352,368	-	-	-	60,352,368
Improvements	148,692,493	862,074	-	15,232,837	164,787,404
Machinery and equipment	26,444,408	1,591,268	2,793,522	60,656	25,302,810
Total capital assets being depreciated	<u>235,489,269</u>	<u>2,453,342</u>	<u>2,793,522</u>	<u>15,293,493</u>	<u>250,442,582</u>
Less accumulated depreciation for					
Buildings	24,998,154	1,192,741	-	-	26,190,895
Improvements	54,738,563	4,406,313	-	-	59,144,876
Machinery and equipment	19,056,938	1,566,008	2,149,980	-	18,472,966
Total accumulated depreciation	<u>98,793,655</u>	<u>7,165,062</u>	<u>2,149,980</u>	<u>-</u>	<u>103,808,737</u>
Total capital assets being depreciated, net	<u>136,695,614</u>	<u>(4,711,720)</u>	<u>643,542</u>	<u>15,293,493</u>	<u>146,633,845</u>
Business-type activities capital assets, net	<u>\$ 160,325,758</u>	<u>\$(1,128,620)</u>	<u>\$ 645,495</u>	<u>\$ -</u>	<u>\$ 158,551,643</u>

The City incurred interest costs of \$583,103 in business-type activities, of which \$104,991 was capitalized in the year ended June 30, 2012.

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 7. Capital Assets (Continued)**

***Construction Commitments***

As of June 30, 2012, 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
Eastdale Park to Walsh - Rails to Trails	\$ 257,312	\$ 243,183	\$ 14,129
Wyoming Blvd/Blackmore Road Intersection	250,000	230,445	19,555
Fairgrounds Road	120,000	48,780	71,220
North Casper Ballfields Lighting	230,000	224,500	5,500
Roberston Road Pathway	299,775	10,296	289,479
Blackmore Landmark Newport Road Intersection	380,000	349,912	30,088
Youth Crisis Center	1,220,880	167,641	1,053,239
Fort Casper Monument Sign	89,865	58,365	31,500
Natrona County Fire Alarm	117,500	5,858	111,642
2012 Arterials and Collectors	1,300,000	1,140,094	159,906
2012 Slurry Seal	415,000	111,567	303,433
2012 CPU Asphalt Repair	370,000	105,216	264,784
2012 Miscellaneous Sanitary Sewer	467,772	-	467,772
2012 Miscellaneous Waterline Replacement	1,787,165	-	1,787,165
CPU Tank Painting	140,000	-	140,000
Fire Training Center	53,616	-	53,616
LifeSteps Building B Rehabilitation	126,200	-	126,200
2012 Pedestrian Pathways	137,350	-	137,350
North Platter River Restoration	170,000	-	170,000

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**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 7. Capital Assets (Continued)**

***Discretely Presented Component Units***

Capital asset activity for the year ended June 30, 2012 was as follows:

	Balance July 1, 2011	Additions	Transfers and Deletions	Balance June 30, 2012
<b><i>Downtown Development Authority</i></b>				
Capital assets being depreciated				
Improvements	\$ 7,075	\$ -	\$ -	\$ 7,075
Total capital assets being depreciated	<u>7,075</u>	<u>-</u>	<u>-</u>	<u>7,075</u>
Less accumulated depreciation for				
Improvements	3,849	1,284	-	5,133
Total accumulated depreciation	<u>3,849</u>	<u>1,284</u>	<u>-</u>	<u>5,133</u>
Total capital assets being depreciated, net	<u>3,226</u>	<u>(1,284)</u>	<u>-</u>	<u>1,942</u>
Total capital assets, net	<u>\$ 3,226</u>	<u>\$ (1,284)</u>	<u>\$ -</u>	<u>\$ 1,942</u>
<b><i>Metropolitan Animal Control</i></b>				
Capital assets being depreciated				
Buildings	\$ 713,370	\$ -	\$ -	\$ 713,370
Improvements	46,379	-	-	46,379
Machinery and equipment	153,098	26,656	15,050	164,704
Total capital assets being depreciated	<u>912,847</u>	<u>26,656</u>	<u>15,050</u>	<u>924,453</u>
Less accumulated depreciation for				
Buildings	304,202	14,295	-	318,497
Improvements	22,949	1,558	-	24,507
Machinery and equipment	119,321	18,690	15,050	122,961
Total accumulated depreciation	<u>446,472</u>	<u>34,543</u>	<u>15,050</u>	<u>465,965</u>
Total capital assets, net	<u>\$ 466,375</u>	<u>\$ (7,887)</u>	<u>\$ -</u>	<u>\$ 458,488</u>

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**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 7. Capital Assets (Continued)**

*Discretely Presented Component Units (Continued)*

	Balance July 1, 2011	Additions	Transfers and Deletions	Balance June 30, 2012
<i><b>Economic Development Joint Powers Board</b></i>				
Capital assets being depreciated	⌘			
Equipment	\$ 50,425	\$ 23,701	\$ -	\$ 74,126
Total capital assets being depreciated	50,425	23,701	-	74,126
Less accumulated depreciation				
Equipment	32,105	5,554	-	37,659
Total accumulated depreciation	32,105	5,554	-	37,659
Total capital assets, net	\$ 18,320	\$ 18,147	\$ -	\$ 36,467
<i><b>Central Wyoming Regional Water System Joint Powers Board</b></i>				
Capital assets, not being depreciated				
Land	\$ 580,874	\$ -	\$ -	\$ 580,874
Construction in progress	1,163,053	317,662	550,338	930,377
Total capital assets, not being depreciated	1,743,927	317,662	550,338	1,511,251
Capital assets being depreciated				
Buildings and improvements	72,113,443	1,927,584	30,131	74,010,896
Machinery and equipment	300,910	-	-	300,910
Total capital assets being depreciated	72,414,353	1,927,584	30,131	74,311,806
Less accumulated depreciation				
Buildings and improvements	29,060,714	2,014,023	29,596	31,045,141
Machinery and equipment	293,303	2,067	-	295,370
Less accumulated depreciation	29,354,017	2,016,090	29,596	31,340,511
Total capital assets, net	\$ 44,804,263	\$ 229,156	\$ 550,873	\$ 44,482,546

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**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 8. Transactions with Component Units**

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, 2012. There were no receivables or payables with this component unit at June 30, 2012.

The City provided \$669,855 in revenues to the Metropolitan Animal Control Joint Powers Board, a component unit of the City, during the fiscal year ended June 30, 2012. At June 30, 2012, the City owed the Metropolitan Animal Control Joint Powers Board \$104,280, reported as a payable to component unit and receivable from the primary government.

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 \$2,489,314 for operating costs and billed the City \$5,523,787 for water sales during the fiscal year ended June 30, 2012. In addition, the RWS transferred \$410,850 of assets from construction in progress to the City. At June 30, 2012, the City owed RWS \$391,617, reported as a payable to component unit and receivable from the primary government. 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 purchased supplies and equipment contracts in the amount \$852,047 from businesses in which various members of the City Council had an ownership or other business interest during the fiscal year ended June 30, 2012. The individuals abstained from voting at the time the purchases were approved. No amounts were due to or from these related parties at year end.

**Note 9. Long-Term Debt and Capital Leases**

Long-term liability activity for the year ended June 30, 2012 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities	(As restated)				
Accrued compensated absences	\$ 1,168,820	\$ 298,118	\$ 258,795	\$ 1,208,143	\$ 209,428
Note payable	619,000	-	20,000	599,000	25,000
Other post-employment benefits payable	6,458,156	2,703,970	636,637	8,525,489	-
Lease purchase obligation	12,519	-	5,126	7,393	6,231
Governmental activities					
Long-term liabilities	<u>\$ 8,258,495</u>	<u>\$ 3,002,088</u>	<u>\$ 920,558</u>	<u>\$ 10,340,025</u>	<u>\$ 240,659</u>
Business-type activities					
Notes payable	\$ 22,316,610	\$ 812,996	\$ 3,144,028	\$ 19,985,578	\$ 1,072,846
Lease purchase obligation	3,922	-	3,922	-	-
Landfill closure and postclosure care	4,549,157	1,181,832	255,300	5,475,689	-
	<u>\$ 26,869,689</u>	<u>\$ 1,994,828</u>	<u>\$ 3,403,250</u>	<u>\$ 25,461,267</u>	<u>\$ 1,072,846</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, 2012

**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, 2012 is comprised of the following:

	Beginning Balance <small>(As restated)</small>	Additions	Reductions	Ending Balance	Due Within One Year
<b>Redevelopment Loan Fund</b>					
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%.	\$ 619,000	\$ -	\$ 20,000	\$ 599,000	\$ 25,000

The annual requirements to amortize loans principal and interest outstanding at June 30, 2012, are as follows:

Fiscal Year Ending	Principal	Interest
2013	\$ 25,000	\$ 33,204
2014	40,000	31,568
2015	40,000	21,514
2016	40,000	27,404
2017	40,000	25,236
2018-2022	250,000	85,157
2023-2025	164,000	14,667
	\$ 599,000	\$ 238,750

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**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**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, 2012 is comprised of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
<b>Utilities Fund</b>					
Wyoming Water Development Commission loan in the amount of \$1,056,000 for improvements to the Zone III water supply project, paid in full.	\$ 524,551	\$ 93,819	\$ 618,370	\$ -	\$ -
Wyoming Water Development Commission loan due in annual installments of \$24,282, paid in full.	145,741	-	145,741	-	-
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.	2,278,587	430,134	351,764	2,356,957	98,428
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.	-	125,543	-	125,543	6,607

(Continued)

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**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
<b>Utilities Fund (Continued)</b>					
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.	\$ 985,387	\$ -	\$ 71,721	\$ 913,666	\$ 73,241
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.	1,055,943	-	72,209	983,734	72,263
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.	1,190,522	-	64,174	1,126,348	68,076
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.	1,253,748	-	64,533	1,189,215	66,437
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.	474,507	-	23,599	450,908	25,113

(Continued)

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**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
<b>Utilities Fund (Continued)</b>					
Wyoming State Loan and Investment Board \$1,500,000 loan due in annual installments of \$96,220 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.	\$ 1,318,393	\$ -	\$ 60,733	\$ 1,257,660	\$ 64,818
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.	1,010,128	-	48,673	961,455	49,759
Wyoming State Loan and Investment Board \$1,412,243 loan for the purpose of funding the City's Area wide Sanitary Sewer Rehabilitation Project, paid in full.	467,129	163,500	630,629	-	-
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.	9,217,553	-	427,954	8,789,599	453,717
<b>Total Utilities Fund</b>	<u>19,922,189</u>	<u>812,996</u>	<u>2,580,100</u>	<u>18,155,085</u>	<u>978,459</u>
<b>Solid Waste Fund</b>					
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.	1,922,481	-	91,988	1,830,493	94,387

(Continued)

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

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

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

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Reductions</u>	<u>Ending Balance</u>	<u>Due Within One Year</u>
<b>Recreation Fund</b>					
Wyoming Water Development Commission					
Loan - \$800,000 loan due in annual					
installments of \$26,005, paid in full	\$ 471,940	\$ -	\$ 471,940	\$ -	\$ -
	<u>\$ 22,316,610</u>	<u>\$ 812,996</u>	<u>\$ 3,144,028</u>	<u>\$ 19,985,578</u>	<u>\$ 1,072,846</u>

Pledged revenues recognized during the year ended June 30, 2012 exceeded the principal and interest requirements for the debt collateralized by those revenues. The annual requirements to amortize loans principal and interest outstanding at June 30, 2012, are as follows:

<u>Fiscal Year Ending</u>	<u>Principal</u>	<u>Interest</u>
2013	\$ 1,072,846	\$ 497,290
2014	1,099,004	469,935
2015	1,126,314	442,625
2016	1,154,307	414,633
2017	1,182,999	385,940
2018-2022	6,371,126	1,473,571
2023-2027	6,404,518	661,996
2028-2032	1,574,464	61,480
	<u>\$ 19,985,578</u>	<u>\$ 4,407,470</u>

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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

***Capital Leases***

Capital leases at June 30, 2012 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	\$ 12,519	\$ -	\$ 5,126	\$ 7,393	\$ 6,231
<i>Business-type activities</i>					
Recreation Fund					
\$15,476 lease obligation payable in monthly installments of \$351, paid in full	3,922	-	3,922	-	-
Total capital leases	<u>\$ 16,441</u>	<u>\$ -</u>	<u>\$ 9,048</u>	<u>\$ 7,393</u>	<u>\$ 6,231</u>

The costs of the copiers under capital lease for the General Internal Services Fund and the Recreation Fund were \$22,999 and \$15,476, respectively, with accumulated depreciation of \$17,491 and \$15,476, respectively, at June 30, 2012.

The annual requirements to amortize the capital leases, including principal and interest outstanding at June 30, 2012, are as follows:

Fiscal Year Ending	<i>Governmental Activities</i>	
	Lease Purchase Obligation Principal	Interest
2013	\$ 6,231	\$ 911
2014	1,162	29
	<u>\$ 7,393</u>	<u>\$ 940</u>



**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**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, 2012, are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Revenue bonds	\$ 15,905,000	\$ -	\$ 15,905,000	\$ -	\$ -
Notes payable	8,283,190	15,913,600	1,183,560	23,013,230	1,409,845
	\$ 24,188,190	\$ 15,913,600	\$ 17,088,560	\$ 23,013,230	\$ 1,409,845

Notes payable at June 30, 2012 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.	\$ 6,033,316
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.	15,044,429
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 due one year after substantial completion.	8,600
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.	1,926,885
Total notes payable	23,013,230
Less current maturities	1,409,845
Long-term portion of notes payable	\$ 21,603,385

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

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

***Component Unit (Continued)***

The annual requirements to amortize the notes payable, principal and interest outstanding at June 30, 2012 are as follows:

Fiscal year ending June 30:	Principal	Interest
2013	\$ 1,409,845	\$ 652,036
2014	1,557,895	640,546
2015	1,593,614	596,228
2016	1,639,259	550,583
2017	1,686,272	503,570
2018-2022	9,187,541	1,761,667
2023-2027	4,704,701	614,249
2028-2030	1,234,103	74,599
	\$ 23,013,230	\$ 5,393,478

***Revenue Bonds***

In June 1999, the Regional Water System (RWS) issued bonds whereby the Board pledged all gross revenues remaining after deduction of the operating and maintenance expenses of the system to pay debt service. The primary source of pledged revenues is the water charges received from the members and wholesale water customers.

During 2011 the RWS did a partial bond call of \$2,850,000 reducing the principal owed on the bonds. In 2012, the remaining bonds were called using proceeds from a loan from the City of Casper. The City of Casper loan has a maturity date of October 1, 2012 which is approximately six years sooner than the maturity date of the bonds. The interest rate of the City of Casper loan is 2.5% compared to an average interest rate of 5.3% on the revenue bonds. Although the bond debt extinguishment resulted in the recognition of an accounting loss of \$415,702, the RWS will recognize a present value savings of approximately \$3,744,000.

**Note 10. Prior Period Adjustment**

The July 1, 2011 balance of net assets of the governmental fund financial statements was restated to correct an error. A note payable of \$619,000 was incorrectly recorded in a special revenue fund as an account payable. The reclassification of the accounts payable to a note payable in the Redevelopment Loan Fund, a special revenue fund, increased net assets by \$619,000 since notes payable are not recorded in special revenue funds and, therefore, are only reported in the government-wide financial statements.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 11. Landfill Closure and Postclosure 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 postclosure 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 postclosure 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 postclosure activities, the new site opened the new site in 2008. The \$5,475,689 reported as landfill closure and postclosure care liability at June 30, 2012, represents the cumulative amount estimated to date based on the use of 7% of the estimated capacity of the new landfill site and postclosure costs associated with the old site. The City will recognize the remaining estimated cost of closure and postclosure care of the new site of \$22.5 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 postclosure care in 2012. 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 postclosure care requirements are determined, these costs may need to be covered by charges to future landfill users or from future tax revenue.

The current year expenditure for landfill closure and postclosure care reflected in the Solid Waste Fund was \$1,181,832.

**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, 2012, 2011 and 2010.

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 2012 were approximately \$823,000.

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 12. Risk Management (Continued)**

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 2011 and 2010 were as follows for the City's participation in the Unemployment Compensation Act Program:

	2012	2011
Unpaid claims, beginning of year	\$ -	\$ -
Incurred claims	68,301	112,045
Claim payments	<u>(68,301)</u>	<u>(112,045)</u>
Unpaid claims, end of year	<u>\$ -</u>	<u>\$ -</u>

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, up to a lifetime maximum of \$1,825,000 per covered person. The City paid \$589,700 for stop loss insurance premiums for the year ended June 30, 2012.

The third-party administrator makes year-end estimates of liabilities incurred but not reported (IBNR), based upon historical trend analysis. At June 30, 2012, 2011 and 2010, the aggregate claims liability was \$997,472, \$1,231,364, and \$1,790,432, respectively. Changes in the Fund's aggregate claims liability amount, including IBNR, from fiscal 2012 and 2011, and 2010 were:

	Beginning of Fiscal Year Liability	Changes in Estimates	Claim Payments	At Fiscal Year-End
FY 2012	\$ 1,231,364	\$ 4,393,900	\$ (4,627,792)	\$ 997,472
FY 2011	1,790,432	5,777,563	(6,336,631)	1,231,364
FY 2010	898,869	7,619,156	(6,727,593)	1,790,432

**Note 13. Litigation and Other Contingent Liabilities**

The City is a defendant in various lawsuits seeking damages of varying amounts as of June 30, 2012. The City Attorney estimates that potential claims not covered by insurance would not materially affect the financial statements of the City.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**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.

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, 2012, 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, 2012, 2011, and 2010 total contributions for the Plan were \$1,139,131, \$1,096,346, and \$1,134,384. The City's portion of these contributions was \$576,828, \$552,772, and \$567,192, while the employees' portion was \$562,303, \$543,575, and \$567,192, 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%.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 14. Pension Plans (Continued)**

***Fire Pension Plans (Continued)***

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.

Currently under Plan A, individual members contribute 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 contributes 22 1/2% of the salary paid to each fireman covered under the plan; and the City contributes for each paid fireman it employs, 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.

Individual members participating under Plan B contribute 6% 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, 2012, 2011 and 2010 were \$602,155, \$546,716, and \$558,820, while the employees' portion was \$426,524, \$387,259 and \$395,832, 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% 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, 2012, 2011 and 2010 were \$1,307,445, \$1,261,118, and \$1,092,666, while the employees' portion was \$1,189,084, \$1,121,040, and \$973,947, respectively, equal to the required contributions for each year.

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**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. For the City, OPEB 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.

***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 2012, the City contributed \$277,526 to the plan. Members receiving benefits contributed \$515,961, or approximately 65 percent of the total premiums, through their required annual contribution of \$7,679 for retiree-only coverage under age 65, \$4,443 retiree-only coverage age 65 and over, \$16,479 under age 65 for retiree and spouse coverage, \$8,886 age 65 and over retiree and spouse coverage, and \$12,122 for one under 65 and one over 65 for retiree and spouse coverage. 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	\$ 2,445,644
Interest on net OPEB obligation	258,326
Adjustment to required annual contribution	(359,111)
Annual OPEB cost (expense)	2,344,859
Contributions made	(277,526)
Increase in net OPEB obligation	2,067,333
Net OPEB obligation - beginning of year	6,458,156
Net OPEB obligation - end of year	\$ 8,525,489

**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 15. Postemployment Healthcare Plan (Continued)**

***Annual OPEB Cost (Continued)***

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2012 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, 2010	\$ 2,142,245	28.25%	\$ 4,518,022
June 30, 2011	2,178,913	10.96%	6,458,156
June 30, 2012	2,344,859	11.84%	8,525,489

***Funded Status and Funding Progress***

As of June 30, 2012, the actuarial valuation date, the plan was 0.0 percent funded. The actuarial accrued liability for benefits was approximately \$28 million, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of approximately \$28 million. The covered payroll (annual payroll of active employees covered by the plan) was \$26,367,800, and the ratio of the UAAL to the covered payroll was 106.18 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.



**CITY OF CASPER, WYOMING**

**NOTES TO FINANCIAL STATEMENTS**

June 30, 2012

**Note 15. Postemployment Healthcare Plan (Continued)**

*Actuarial Methods and Assumptions (Continued)*

In the June 30, 2012 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 4.0 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 of 7.9 percent initially, reduced by 0.6 percent each year until an ultimate rate of 5.1 percent in year 2017 and after. 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, 2012 was twenty-five years.

**Note 16. Subsequent Events**

After June 30, 2012, 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>
Miscellaneous water projects	\$ 1,730,667
Fairgrounds Road	2,566,885
Youth Crisis Center	2,883,457
Wastewater treatment plant upgrades	3,100,000
Zone II/III Poplar and 39th Street water transmission improvements project	260,000
Casper Youth Baseball project	940,050
Conservation of City facilities phase 2	297,870
Design and construction administration of Fire Station #2	259,130
Wastewater treatment plant emergency generator	208,000

The City by resolution committed an additional \$850,000 in the Utilities Fund for repair and maintenance of water system components as required by the Wyoming Water Development Commission.

The City purchased property for a new fire station for \$345,000 in August as well as property located in the Old Yellowstone District for \$418,000 in October. In addition, the City authorized the following purchases:

<u>Purchases</u>	<u>Amount</u>
Mobile data computer and video systems and mobile radios for police vehicles	\$ 934,256
29 sedans and 13 SUVs for the police department	1,063,725
Sweeper	200,764
Sideloader sanitation truck	243,218

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2012

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**Note 16. Subsequent Events (Continued)**

The City executed two loan documents with the Wyoming State Land and Investment Board. The first note, for the purchase of biosolids composting equipment in the amount of \$500,000, is at 0 percent interest, due in quarterly payments of \$6,250 for twenty years. The loan is secured by pledges and assignment of revenues from the wastewater treatment plant. Upon completion of construction and prior to repayment, up to 25 percent of the note, or \$125,000, may be granted principal forgiveness. The second note, for upgrades to the wastewater treatment plant in the amount of \$3,100,000, is at 2.5% interest, payable in quarterly payments of \$49,360 for twenty years. The loan is secured by pledges and assignment of revenues from the wastewater treatment plan. Upon completion of construction and prior to repayment, up to 25 percent of the note, or \$775,000, may be granted principal forgiveness.

The City entered into a cooperative agreement with other municipalities in the State of Wyoming under the State Small Business Credit Initiative (SSBCI) program under the Small Business Jobs Act of 2010. The SSBCI program is designed to assist participating municipalities to increase the amount of capital made available by private lenders to small businesses through approved municipal programs under the Other Credit Support Program (OCSP). The OCSP will be comprised of two components: 1) \$3,000,000 to support the Seed Capital Network (SCN) program, a venture capital program that will create angel investment ventures that will invest in eligible small businesses, and 2) \$10,168,350 to support the Credit Guarantee Program (CGP) to pledge up to 50 percent of the loan value in cash collateral to financial institution lenders for loan requests where the financial institutions have identified a credit shortfall. Under the cooperative agreement, the municipalities have contracted with Wyoming Smart Capital Network, LLC, a for-profit entity, to administer services of the program.

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**REQUIRED SUPPLEMENTARY INFORMATION**

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**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, 2012

	Budgeted Amount		Actual On Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Taxes</b>				
Property taxes	\$ 3,627,985	\$ 3,627,985	\$ 3,406,333	\$ (221,652)
Franchise taxes	3,141,000	3,141,000	3,245,600	104,600
Automobile taxes	1,100,000	1,100,000	1,172,532	72,532
Sales taxes	17,760,000	17,760,000	20,820,291	3,060,291
Gasoline taxes	1,085,000	1,085,000	894,468	(190,532)
Cigarette taxes	370,000	370,000	383,113	13,113
Mineral taxes	8,076,440	8,076,440	7,969,581	(106,859)
<b>Total taxes</b>	<b>35,160,425</b>	<b>35,160,425</b>	<b>37,891,918</b>	<b>2,731,493</b>
Licenses and permits	1,128,500	1,128,500	1,163,382	34,882
Intergovernmental	20,000	22,500	22,500	-
Fines	1,640,000	1,640,000	1,479,287	(160,713)
Charges for services	2,334,140	2,388,640	2,394,363	5,723
Investment earnings	1,922,900	1,922,900	1,005,636	(917,264)
Miscellaneous income	224,138	224,138	746,193	522,055
<b>Total other revenues</b>	<b>7,269,678</b>	<b>7,326,678</b>	<b>6,811,361</b>	<b>(515,317)</b>
<b>Total revenues</b>	<b>42,430,103</b>	<b>42,487,103</b>	<b>44,703,279</b>	<b>2,216,176</b>
<b>General Government</b>				
City Council	642,656	742,656	689,949	52,707
City Manager	774,091	774,091	734,479	39,612
Municipal Court	620,519	620,519	607,560	12,959
Finance	2,039,788	2,039,788	2,003,243	36,545
Attorney	795,608	795,608	698,873	96,735
Human Resources	473,877	473,877	465,175	8,702
Engineering	1,197,907	1,197,907	1,174,752	23,155
Planning	546,776	546,776	462,892	83,884
Perpetual Care	538,240	538,240	182,504	355,736
Revolving Land	2,121,500	2,121,500	204,182	1,917,318
<b>Total General Government</b>	<b>9,750,962</b>	<b>9,850,962</b>	<b>7,223,609</b>	<b>2,627,353</b>
<b>Public Safety</b>				
Police	10,977,509	11,277,509	11,213,607	63,902
Fire	7,588,558	7,638,558	7,791,873	(153,315)
Code Enforcement	1,145,570	1,145,570	1,074,246	71,324
<b>Total Public Safety</b>	<b>19,711,637</b>	<b>20,061,637</b>	<b>20,079,726</b>	<b>(18,089)</b>

(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, 2012

	Budgeted Amount		Actual On Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Works				
Traffic	\$ 1,263,188	\$ 1,333,188	\$ 1,308,892	\$ 24,296
Streets	3,975,603	3,975,603	3,870,902	104,701
Total Public Works	<u>5,238,791</u>	<u>5,308,791</u>	<u>5,179,794</u>	<u>128,997</u>
Human Services	1,113,791	1,113,791	1,105,288	8,503
Total Human Services	<u>1,113,791</u>	<u>1,113,791</u>	<u>1,105,288</u>	<u>8,503</u>
Welfare				
Cemetery	449,542	459,542	398,169	61,373
Lifesteps Campus	7,955	87,455	76,054	11,401
Total Welfare	<u>457,497</u>	<u>546,997</u>	<u>474,223</u>	<u>72,774</u>
Culture and Recreation				
Parks	2,569,697	2,632,197	2,421,868	210,329
Fort Casper	447,986	447,986	418,288	29,698
Total Culture and Recreation	<u>3,017,683</u>	<u>3,080,183</u>	<u>2,840,156</u>	<u>240,027</u>
Total expenditures	<u>39,290,361</u>	<u>39,962,361</u>	<u>36,902,796</u>	<u>3,059,565</u>
Excess of revenues over expenditures	<u>3,139,742</u>	<u>2,524,742</u>	<u>7,800,483</u>	<u>5,275,741</u>
Other financing sources (uses)				
Transfers in	2,444,105	2,469,105	2,003,009	(466,096)
Transfers out	(9,366,915)	(10,591,582)	(9,583,346)	1,008,236
Total other financing (uses)	<u>(6,922,810)</u>	<u>(8,122,477)</u>	<u>(7,580,337)</u>	<u>542,140</u>
Net change in fund balance	<u>\$ (3,783,068)</u>	<u>\$ (5,597,735)</u>	220,146	<u>\$ 5,817,881</u>
Fund balance - beginning of year			<u>53,306,900</u>	
Fund balance - end of year			<u>\$ 53,527,046</u>	

See accompanying note to required supplementary information.

**CITY OF CASPER, WYOMING**

**SCHEDULE OF FUNDING PROGRESS FOR  
POSTEMPLOYMENT HEALTHCARE PLAN**

Year Ended June 30, 2012

(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, 2010	\$ -	\$ 21,415,535	\$ 21,415,535	0.00%	\$ 26,670,506	80.30%
June 30, 2011	-	23,142,846	23,142,846	0.00%	27,737,326	83.44%
June 30, 2012	-	27,998,614	27,998,614	0.00%	26,367,800	106.18%

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See accompanying note to required supplementary information.

**CITY OF CASPER, WYOMING**

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION  
June 30, 2012

**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>
<b>Revenues</b>	
Actual amounts (budgetary basis) from the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	\$ 44,703,279
<b>Difference - Budget Basis to GAAP</b>	
Accrual of accounts receivable	(312,751)
Accrual of taxes receivable	272,918
Accrual of interest income	(13,928)
Record unrealized gain/loss on investments	<u>(513,550)</u>
<b>Total revenue as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds</b>	<u><u>\$ 44,135,968</u></u>
<b>Expenditures</b>	
Actual amounts (budgetary basis) from the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	\$ 36,902,796
<b>Difference - Budget Basis to GAAP</b>	
Accrual of accounts payable	(317,658)
Accrual of wages payable	222,305
Record bad debt expense	(168,900)
Reclass transfer to component unit as expenditures	<u>669,854</u>
<b>Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds</b>	<u><u>\$ 37,308,397</u></u>



**COMBINING AND INDIVIDUAL FUND  
AND  
OTHER SUPPLEMENTARY INFORMATION**

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## **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.

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**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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Taxes	\$ 17,500,000	\$ 17,500,000	\$ 17,410,213	\$ (89,787)
Intergovernmental	466,000	604,735	334,222	(270,513)
Charges for services	55,455	55,455	224,498	169,043
Investment earnings	142,500	142,500	101,099	(41,401)
Other revenues	747,192	969,192	1,133,057	163,865
<b>Total revenues</b>	<u>18,911,147</u>	<u>19,271,882</u>	<u>19,203,089</u>	<u>(68,793)</u>
<b>Expenditures</b>				
General government	23,500	23,500	31,021	(7,521)
Capital outlay	29,327,880	31,014,494	16,015,639	14,998,855
<b>Total expenditures</b>	<u>29,351,380</u>	<u>31,037,994</u>	<u>16,046,660</u>	<u>14,991,334</u>
<b>Excess (deficiency) of revenues over expenditures</b>	<u>(10,440,233)</u>	<u>(11,766,112)</u>	<u>3,156,429</u>	<u>14,922,541</u>
<b>Other financing sources and uses</b>				
Transfers in	3,480,051	3,694,316	3,694,316	-
Transfers out	(4,738,001)	(4,207,642)	(4,088,613)	119,029
<b>Total other financing uses</b>	<u>(1,257,950)</u>	<u>(513,326)</u>	<u>-</u>	<u>513,326</u>
<b>Net change in fund balance</b>	<u><u>\$(11,698,183)</u></u>	<u><u>\$(12,279,438)</u></u>	<u>3,156,429</u>	<u><u>\$ 15,435,867</u></u>
<b>Fund balance - beginning of year</b>			<u>32,375,650</u>	
<b>Fund balance - end of year</b>			<u><u>\$ 35,532,079</u></u>	

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## **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.

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**CITY OF CASPER, WYOMING**

COMBINING BALANCE SHEET  
OTHER GOVERNMENTAL FUNDS  
June 30, 2012

	Special Revenue Funds	Capital Project Fund ARRA Grant Monies	Debt Service Fund	Other Governmental Funds Total
<b>ASSETS</b>				
Cash and cash equivalents	\$ 3,000	\$ -	\$ -	\$ 3,000
Investments	892,157	-	1,690,246	2,582,403
Taxes receivable	94,172	-	-	94,172
Other receivables, net of allowance	154,578	-	140,436	295,014
Interest receivable	14,384	-	67,775	82,159
Due from other governments	252,636	45,760	-	298,396
Due from other funds	778,293	-	147,719	926,012
Due from component unit	2,276	-	-	2,276
Notes receivable, current	44,107	-	-	44,107
Notes receivable, noncurrent	649,777	-	336,234	986,011
<b>Total assets</b>	<b>\$ 2,885,380</b>	<b>\$ 45,760</b>	<b>\$ 2,382,410</b>	<b>\$ 5,313,550</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts payable	\$ 323,149	\$ 1,151	\$ -	\$ 324,300
Accrued wages payable	68,546	2,671	-	71,217
Accrued interest payable	13,977	-	-	13,977
Due to other funds	45,329	78,715	-	124,044
Deferred revenue	-	-	336,234	336,234
<b>Total liabilities</b>	<b>451,001</b>	<b>82,537</b>	<b>336,234</b>	<b>869,772</b>
<b>Fund balances</b>				
Nonspendable	649,777	-	-	649,777
Restricted	547,510	-	-	547,510
Assigned	1,282,199	-	2,046,176	3,328,375
Unassigned (deficit)	(45,107)	(36,777)	-	(81,884)
<b>Total fund balances</b>	<b>2,434,379</b>	<b>(36,777)</b>	<b>2,046,176</b>	<b>4,443,778</b>
<b>Total liabilities and fund balances</b>	<b>\$ 2,885,380</b>	<b>\$ 45,760</b>	<b>\$ 2,382,410</b>	<b>\$ 5,313,550</b>

**CITY OF CASPER, WYOMING**

**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES  
OTHER GOVERNMENTAL FUNDS  
Year Ended June 30, 2012**

	Special Revenue Funds	Capital Project Fund ARRA Grant Monies	Debt Service Fund	Other Governmental Funds Total
<b>Revenues</b>				
Taxes and special assessments	\$ 1,248,292	\$ -	\$ 114,922	\$ 1,363,214
Intergovernmental	2,400,332	703,745	-	3,104,077
Charges for services	501,713	-	-	501,713
Investment earnings	6,774	-	3,679	10,453
Other revenues	199,424	-	-	199,424
<b>Total revenues</b>	<b>4,356,535</b>	<b>703,745</b>	<b>118,601</b>	<b>5,178,881</b>
<b>Expenditures</b>				
General government	558,164	6,233	1,455	565,852
Public safety	2,252,848	-	-	2,252,848
Health	466,293	-	-	466,293
Welfare	1,621,242	-	-	1,621,242
Debt service				
Principal	20,000	-	-	20,000
Interest	33,907	-	-	33,907
Capital outlay	957,988	814,626	-	1,772,614
<b>Total expenditures</b>	<b>5,910,442</b>	<b>820,859</b>	<b>1,455</b>	<b>6,732,756</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(1,553,907)</b>	<b>(117,114)</b>	<b>117,146</b>	<b>(1,553,875)</b>
<b>Other financing sources (uses)</b>				
Transfers in	1,287,727	673,669	-	1,961,396
Transfers out	(19,428)	-	-	(19,428)
<b>Total other financing sources</b>	<b>1,268,299</b>	<b>673,669</b>	<b>-</b>	<b>1,941,968</b>
<b>Net change in fund balances</b>	<b>(285,608)</b>	<b>556,555</b>	<b>117,146</b>	<b>388,093</b>
<b>Fund balances (deficit) - beginning of year as previously reported</b>	<b>2,100,987</b>	<b>(593,332)</b>	<b>1,929,030</b>	<b>3,436,685</b>
<b>Prior period adjustment</b>	<b>619,000</b>	<b>-</b>	<b>-</b>	<b>619,000</b>
<b>Fund balance (deficit) - beginning of year as restated</b>	<b>2,719,987</b>	<b>(593,332)</b>	<b>1,929,030</b>	<b>4,055,685</b>
<b>Fund balances (deficit) - end of year</b>	<b>\$ 2,434,379</b>	<b>\$ (36,777)</b>	<b>\$ 2,046,176</b>	<b>\$ 4,443,778</b>

## **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, 2012

	CDBG	Weed and Pest	Transportation Services	Metropolitan Planning Organization
<b>ASSETS</b>				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Taxes receivable	-	94,172	-	-
Other receivables, net of allowance	32,429	-	-	-
Interest receivable	-	-	-	-
Due from other governments	76,414	-	56,690	86,058
Due from other funds	-	247,538	-	-
Due from component unit	-	-	-	-
Notes receivable, current	9,929	-	-	-
Notes receivable, noncurrent	25,286	-	-	-
<b>Total assets</b>	<b>\$ 144,058</b>	<b>\$ 341,710</b>	<b>\$ 56,690</b>	<b>\$ 86,058</b>
<b>LIABILITIES AND FUND BALANCES</b>				
<b>Liabilities</b>				
Accounts payable	\$ 57,697	\$ 60,808	\$ 67,354	\$ 69,013
Accrued wages payable	4,278	5,892	-	4,786
Accrued interest payable	-	-	-	-
Due to other funds	7,389	-	34,443	3,497
<b>Total liabilities</b>	<b>69,364</b>	<b>66,700</b>	<b>101,797</b>	<b>77,296</b>
<b>Fund balances</b>				
Nonspendable	25,286	-	-	-
Restricted	49,408	275,010	-	-
Assigned	-	-	-	8,762
Unassigned (deficit)	-	-	(45,107)	-
<b>Total fund balances (deficit)</b>	<b>74,694</b>	<b>275,010</b>	<b>(45,107)</b>	<b>8,762</b>
<b>Total liabilities and fund balances</b>	<b>\$ 144,058</b>	<b>\$ 341,710</b>	<b>\$ 56,690</b>	<b>\$ 86,058</b>

Special Events Assistance	Police Grants	Public Safety Communications	Redevelopment Loan	Total
\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
-	-	842,792	49,365	892,157
-	-	-	-	94,172
-	-	121,206	943	154,578
-	-	223	14,161	14,384
-	33,474	-	-	252,636
73,152	108,592	210,589	138,422	778,293
-	-	2,276	-	2,276
-	-	-	34,178	44,107
-	-	-	624,491	649,777
<u>\$ 73,152</u>	<u>\$ 145,066</u>	<u>\$ 1,177,086</u>	<u>\$ 861,560</u>	<u>\$ 2,885,380</u>
\$ 32,071	\$ 3,808	\$ 32,398	\$ -	\$ 323,149
-	4,727	48,863	-	68,546
-	-	-	13,977	13,977
-	-	-	-	45,329
<u>32,071</u>	<u>8,535</u>	<u>81,261</u>	<u>13,977</u>	<u>451,001</u>
-	-	-	624,491	649,777
-	-	-	223,092	547,510
41,081	136,531	1,095,825	-	1,282,199
-	-	-	-	(45,107)
<u>41,081</u>	<u>136,531</u>	<u>1,095,825</u>	<u>847,583</u>	<u>2,434,379</u>
<u>\$ 73,152</u>	<u>\$ 145,066</u>	<u>\$ 1,177,086</u>	<u>\$ 861,560</u>	<u>\$ 2,885,380</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, 2012**

	CDBG	Weed and Pest	Transportation Services	Metropolitan Planning Organization
<b>Revenues</b>				
Taxes	\$ -	\$ 487,280	\$ -	\$ -
Intergovernmental	374,848	-	702,646	520,865
Charges for services	-	-	-	-
Investment earnings	-	-	-	-
Other revenues	45,125	-	-	-
<b>Total revenues</b>	<b>419,973</b>	<b>487,280</b>	<b>702,646</b>	<b>520,865</b>
<b>Expenditures</b>				
General government	-	-	-	558,164
Public safety	-	-	-	-
Health	-	466,293	-	-
Welfare	432,295	-	1,188,932	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	181,010	-	243
<b>Total expenditures</b>	<b>432,295</b>	<b>647,303</b>	<b>1,188,932</b>	<b>558,407</b>
<b>Excess (deficiency) of revenues over expenditures</b>	<b>(12,322)</b>	<b>(160,023)</b>	<b>(486,286)</b>	<b>(37,542)</b>
<b>Other financing sources (uses)</b>				
Transfers in	-	-	486,284	28,927
Transfers out	-	-	-	(19,428)
<b>Total other financing sources</b>	<b>-</b>	<b>-</b>	<b>486,284</b>	<b>9,499</b>
<b>Net change in fund balances</b>	<b>(12,322)</b>	<b>(160,023)</b>	<b>(2)</b>	<b>(28,043)</b>
<b>Fund balances (deficit) - beginning of year as previously reported</b>	<b>87,016</b>	<b>435,033</b>	<b>(45,105)</b>	<b>36,805</b>
Prior period adjustment	-	-	-	-
<b>Fund balance (deficit) - beginning of year as restated</b>	<b>87,016</b>	<b>435,033</b>	<b>(45,105)</b>	<b>36,805</b>
<b>Fund balances (deficit) - end of year</b>	<b>\$ 74,694</b>	<b>\$ 275,010</b>	<b>\$ (45,107)</b>	<b>\$ 8,762</b>

Special Events Assistance	Police Grants	Public Safety Communications	Redevelopment Loan	Total
\$ -	\$ -	\$ 761,012	\$ -	\$ 1,248,292
11,500	790,473	-	-	2,400,332
-	-	501,713	-	501,713
-	42	3,462	3,270	6,774
25,378	93,062	-	35,859	199,424
<u>36,878</u>	<u>883,577</u>	<u>1,266,187</u>	<u>39,129</u>	<u>4,356,535</u>
-	-	-	-	558,164
45,195	187,869	2,019,784	-	2,252,848
-	-	-	-	466,293
-	-	-	15	1,621,242
-	-	-	20,000	20,000
-	-	-	33,907	33,907
11,580	678,255	86,900	-	957,988
<u>56,775</u>	<u>866,124</u>	<u>2,106,684</u>	<u>53,922</u>	<u>5,910,442</u>
<u>(19,897)</u>	<u>17,453</u>	<u>(840,497)</u>	<u>(14,793)</u>	<u>(1,553,907)</u>
-	-	772,516	-	1,287,727
-	-	-	-	(19,428)
-	-	772,516	-	1,268,299
<u>(19,897)</u>	<u>17,453</u>	<u>(67,981)</u>	<u>(14,793)</u>	<u>(285,608)</u>
60,978	119,078	1,163,806	243,376	2,100,987
-	-	-	619,000	619,000
<u>60,978</u>	<u>119,078</u>	<u>1,163,806</u>	<u>862,376</u>	<u>2,719,987</u>
<u>\$ 41,081</u>	<u>\$ 136,531</u>	<u>\$ 1,095,825</u>	<u>\$ 847,583</u>	<u>\$ 2,434,379</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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 602,170	\$ 602,170	\$ 372,893	\$ (229,277)
Investment earnings	2,000	2,000	5,317	3,317
Other revenues	33,000	33,000	52,088	19,088
<b>Total revenues</b>	<b>637,170</b>	<b>637,170</b>	<b>430,298</b>	<b>(206,872)</b>
Expenditures				
Welfare	699,933	699,933	554,224	145,709
Capital outlay	500	500	-	500
<b>Total expenditures</b>	<b>700,433</b>	<b>700,433</b>	<b>554,224</b>	<b>146,209</b>
<b>(Deficiency) of revenues over expenditures</b>	<b>\$ (63,263)</b>	<b>\$ (63,263)</b>	<b>(123,926)</b>	<b>\$ (60,663)</b>
Fund balance - beginning of year			46,210	
Fund balance - end of year			<b>\$ (77,716)</b>	



**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, 2012**

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 510,000	\$ 510,000	\$ 393,108	\$ (116,892)
Total revenues	510,000	510,000	393,108	(116,892)
Expenditures				
Health	542,502	542,502	466,985	75,517
Capital outlay	180,000	223,692	223,187	505
Total expenditures	722,502	766,194	690,172	76,022
Excess (deficiency) of revenues over expenditures	<u>\$ (212,502)</u>	<u>\$ (256,194)</u>	(297,064)	<u>\$ (40,870)</u>
Fund balance - beginning of year			438,959	
Fund balance - end of year			<u>\$ 141,895</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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,085,494	\$ 1,085,494	\$ 702,646	\$ (382,848)
Total revenues	<u>1,085,494</u>	<u>1,085,494</u>	<u>702,646</u>	<u>(382,848)</u>
Expenditures				
Welfare	1,300,419	1,300,419	1,188,932	111,487
Capital outlay	350,000	350,000	312,736	37,264
Total expenditures	<u>1,650,419</u>	<u>1,650,419</u>	<u>1,501,668</u>	<u>148,751</u>
(Deficiency) of revenues over expenditures	<u>(564,925)</u>	<u>(564,925)</u>	<u>(799,022)</u>	<u>(234,097)</u>
Other financing sources				
Transfers in	564,925	564,925	486,284	(78,641)
Total other financing sources	<u>564,925</u>	<u>564,925</u>	<u>486,284</u>	<u>(78,641)</u>
Net change in fund balance	<u>\$ -</u>	<u>\$ -</u>	<u>(312,738)</u>	<u>\$ (312,738)</u>
Fund (deficit) - beginning of year			<u>(56,444)</u>	
Fund (deficit) - end of year			<u>\$ (369,182)</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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,232,967	\$ 1,232,967	\$ 520,865	\$ (712,102)
Total revenues	<u>1,232,967</u>	<u>1,232,967</u>	<u>520,865</u>	<u>(712,102)</u>
Expenditures				
General government	1,491,717	1,491,717	972,234	519,483
Capital outlay	<u>1,000</u>	<u>1,000</u>	<u>243</u>	<u>757</u>
Total expenditures	<u>1,492,717</u>	<u>1,492,717</u>	<u>972,477</u>	<u>520,240</u>
(Deficiency) of revenues over expenditures	<u>(259,750)</u>	<u>(259,750)</u>	<u>(451,612)</u>	<u>(191,862)</u>
Other financing sources				
Transfers in	<u>92,472</u>	<u>92,472</u>	<u>28,927</u>	<u>(63,545)</u>
Total other financing sources	<u>92,472</u>	<u>92,472</u>	<u>28,927</u>	<u>(63,545)</u>
Net change in fund balance	<u>\$ (167,278)</u>	<u>\$ (167,278)</u>	<u>(422,685)</u>	<u>\$ (255,407)</u>
Fund (deficit) - beginning of year			<u>(140,221)</u>	
Fund (deficit) - end of year			<u>\$ (562,906)</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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 100,000	\$ 100,000	\$ 11,500	\$ (88,500)
Other revenues	10,000	10,000	25,378	15,378
Total revenues	<u>110,000</u>	<u>110,000</u>	<u>36,878</u>	<u>(73,122)</u>
Expenditures				
Public safety	90,000	110,000	45,195	64,805
Capital outlay	40,000	40,000	11,580	28,420
Total expenditures	<u>130,000</u>	<u>150,000</u>	<u>56,775</u>	<u>93,225</u>
(Deficiency) of revenues over expenditures	<u>\$ (20,000)</u>	<u>\$ (40,000)</u>	(19,897)	<u>\$ 20,103</u>
Fund balance - beginning of year			<u>60,977</u>	
Fund balance - end of year			<u>\$ 41,080</u>	

**CITY OF CASPER, WYOMING**

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES  
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS  
POLICE GRANT'S SPECIAL REVENUE FUND  
Year Ended June 30, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Intergovernmental	\$ 116,676	\$ 1,128,862	\$ 784,673	\$ (344,189)
Investment earnings	-	-	42	42
Other revenues	100,500	100,500	93,062	(7,438)
<b>Total revenues</b>	<u>217,176</u>	<u>1,229,362</u>	<u>877,777</u>	<u>(351,585)</u>
<b>Expenditures</b>				
Public safety	185,426	292,794	190,605	102,189
Capital outlay	31,750	936,568	678,255	258,313
<b>Total expenditures</b>	<u>217,176</u>	<u>1,229,362</u>	<u>868,860</u>	<u>360,502</u>
(Deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>8,917</u>	<u>8,917</u>
<b>Net change in fund balance</b>	<u>\$ -</u>	<u>\$ -</u>	<u>8,917</u>	<u>\$ 8,917</u>
Fund balance - beginning of year			<u>119,078</u>	
Fund balance - end of year			<u>\$ 127,995</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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,100,000	\$ 1,100,000	\$ 761,012	\$ (338,988)
Intergovernmental	501,882	501,882	501,713	(169)
Investment earnings	3,500	3,500	2,268	(1,232)
Other revenues	500	500	-	(500)
<b>Total revenues</b>	<b>1,605,882</b>	<b>1,605,882</b>	<b>1,264,993</b>	<b>(340,889)</b>
Expenditures				
Public safety	2,223,231	2,273,231	2,139,056	134,175
Capital outlay	179,152	179,152	128,531	50,621
<b>Total expenditures</b>	<b>2,402,383</b>	<b>2,452,383</b>	<b>2,267,587</b>	<b>184,796</b>
(Deficiency) of revenues over expenditures	(796,501)	(846,501)	(1,002,594)	(156,093)
Other financing sources				
Transfers in	772,516	772,516	772,516	-
<b>Total other financing sources</b>	<b>772,516</b>	<b>772,516</b>	<b>772,516</b>	<b>-</b>
<b>Net change in fund balance</b>	<b>\$ (23,985)</b>	<b>\$ (73,985)</b>	<b>(230,078)</b>	<b>\$ (156,093)</b>
Fund balance - beginning of year			1,068,302	
Fund balance - end of year			<u>\$ 838,224</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, 2012

	<u>Budgeted Amount</u>		<u>Actual on Budgetary Basis</u>	<u>Variance with Final Budget Positive (Negative)</u>
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 250,000	\$ 250,000	\$ -	\$ (250,000)
Investment earnings	150	150	455	305
Other revenues	<u>65,000</u>	<u>65,000</u>	<u>64,993</u>	<u>(7)</u>
Total revenues	<u>315,150</u>	<u>315,150</u>	<u>65,448</u>	<u>(249,702)</u>
Expenditures				
Welfare	<u>305,000</u>	<u>305,000</u>	<u>54,318</u>	<u>250,682</u>
Total expenditures	<u>305,000</u>	<u>305,000</u>	<u>54,318</u>	<u>250,682</u>
Excess of revenues over expenditures	<u>\$ 10,150</u>	<u>\$ 10,150</u>	11,130	<u>\$ 980</u>
Fund balance - beginning of year			<u>153,432</u>	
Fund balance - end of year			<u>\$ 164,562</u>	

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**NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUND**

**AND DEBT SERVICE FUND**

**Budgetary to Actual Comparison Schedules**

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**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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 831,577	\$ 905,912	\$ 703,745	\$ (202,167)
Total revenues	<u>831,577</u>	<u>905,912</u>	<u>703,745</u>	<u>(202,167)</u>
Expenditures				
Capital outlay	<u>1,358,760</u>	<u>1,433,095</u>	<u>882,778</u>	<u>550,317</u>
Total expenditures	<u>1,358,760</u>	<u>1,433,095</u>	<u>882,778</u>	<u>550,317</u>
(Deficiency) of revenues over expenditures	<u>(527,183)</u>	<u>(527,183)</u>	<u>(179,033)</u>	<u>348,150</u>
Other financing sources and uses				
Transfers in	<u>129,391</u>	<u>129,391</u>	<u>80,034</u>	<u>(49,357)</u>
Total other financing sources	<u>129,391</u>	<u>129,391</u>	<u>80,034</u>	<u>(49,357)</u>
Net change in fund balance	<u>\$ (656,574)</u>	<u>\$ (656,574)</u>	<u>(98,999)</u>	<u>\$ 557,575</u>
Fund (deficit) - beginning of year			<u>(546,940)</u>	
Fund (deficit) - end of year			<u>\$ (645,939)</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, 2012

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
<b>Revenues</b>				
Special assessments	\$ 63,360	\$ 63,360	\$ 114,922	\$ 51,562
Investment earnings	8,000	8,000	4,121	(3,879)
<b>Total revenues</b>	<u>71,360</u>	<u>71,360</u>	<u>119,043</u>	<u>47,683</u>
<b>Expenditures</b>				
General government	1,750	1,750	1,453	297
Capital outlay	25,454	25,454	-	25,454
<b>Total expenditures</b>	<u>27,204</u>	<u>27,204</u>	<u>1,453</u>	<u>25,751</u>
<b>Excess of revenues   over expenditures</b>	<u>44,156</u>	<u>44,156</u>	<u>117,590</u>	<u>73,434</u>
<b>Net change in fund balance</b>	<u>\$ 44,156</u>	<u>\$ 44,156</u>	<u>117,590</u>	<u>\$ 73,434</u>
Fund balance - beginning of year			<u>1,928,747</u>	
Fund balance - end of year			<u>\$ 2,046,337</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.

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**CITY OF CASPER, WYOMING**

**COMBINING STATEMENT OF NET ASSETS  
INTERNAL SERVICE FUNDS  
June 30, 2012**

	General Internal Services	Employee Health Insurance	Total
<b>ASSETS</b>			
<b>Current assets</b>			
Cash and cash equivalents	\$ 100	\$ 605,167	\$ 605,267
Investments	1,817,129	5,189,522	7,006,651
Interest receivable	2,968	7,235	10,203
Customer receivables, net of allowance	82,578	119,963	202,541
Due from other funds	1,384,676	844,546	2,229,222
Inventories	441,957	-	441,957
<b>Total current assets</b>	<b>3,729,408</b>	<b>6,766,433</b>	<b>10,495,841</b>
<b>Capital assets, net of depreciation</b>			
Machinery and equipment	268,822	-	268,822
Net property and equipment	268,822	-	268,822
<b>Total assets</b>	<b>3,998,230</b>	<b>6,766,433</b>	<b>10,764,663</b>
<b>LIABILITIES</b>			
<b>Current liabilities</b>			
Capital lease payable, current	6,231	-	6,231
Accounts payable	368,175	144,721	512,896
Claims payable	-	997,472	997,472
Accrued wages payable	238,934	7,242	246,176
<b>Total current liabilities</b>	<b>613,340</b>	<b>1,149,435</b>	<b>1,762,775</b>
<b>Non-current liabilities, net of current portion</b>			
Capital lease payable	1,162	-	1,162
Other post-employment benefits payable	-	8,525,489	8,525,489
<b>Total non-current liabilities</b>	<b>1,162</b>	<b>8,525,489</b>	<b>8,526,651</b>
<b>Total liabilities</b>	<b>614,502</b>	<b>9,674,924</b>	<b>10,289,426</b>
<b>NET ASSETS</b>			
Invested in capital assets, net of related debt	267,660	-	267,660
Unrestricted (deficit)	3,116,068	(2,908,491)	207,577
<b>Total net assets (deficit)</b>	<b>\$ 3,383,728</b>	<b>\$ (2,908,491)</b>	<b>\$ 475,237</b>

**CITY OF CASPER, WYOMING**

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET ASSETS  
INTERNAL SERVICE FUNDS  
Year Ended June 30, 2012**

	General Internal Services	Employee Health Insurance	Total
Operating revenues			
Charges for services	\$ 5,647,700	\$ -	\$ 5,647,700
Other revenues	6,579	7,489,116	7,495,695
Total operating revenues	<u>5,654,279</u>	<u>7,489,116</u>	<u>13,143,395</u>
Operating expenses			
Personnel expenses	2,856,236	72,965	2,929,201
Contractual	1,431,607	8,056,796	9,488,403
Materials and supplies	2,312,991	1,711	2,314,702
Other expenses	1,869	-	1,869
Depreciation	103,572	-	103,572
Total operating expenses	<u>6,706,275</u>	<u>8,131,472</u>	<u>14,837,747</u>
Operating income (loss)	<u>(1,051,996)</u>	<u>(642,356)</u>	<u>(1,694,352)</u>
Non-operating revenues (expense)			
Investment earnings and change in fair market value	(14,737)	(56,290)	(71,027)
Interest	(2,015)	-	(2,015)
Total non-operating revenues (expenses)	<u>(16,752)</u>	<u>(56,290)</u>	<u>(73,042)</u>
Income (loss) before contributions and transfers	<u>(1,068,748)</u>	<u>(698,646)</u>	<u>(1,767,394)</u>
Transfers in	1,991,445	-	1,991,445
Transfers out	(442,079)	-	(442,079)
Total contributions and transfers	<u>1,549,366</u>	<u>-</u>	<u>1,549,366</u>
Change in net assets	480,618	(698,646)	(218,028)
Net assets (deficit) - beginning of year	<u>2,903,110</u>	<u>(2,209,845)</u>	<u>693,265</u>
Net assets (deficit) - end of year	<u>\$ 3,383,728</u>	<u>\$ (2,908,491)</u>	<u>\$ 475,237</u>



**CITY OF CASPER, WYOMING**

**COMBINING STATEMENT OF CASH FLOWS  
INTERNAL SERVICE FUNDS  
Year Ended June 30, 2012**

	General Internal Services	Health Insurance	Total
<b>Cash flows from operating activities</b>			
Cash received from customers	\$ 803,300	\$ 1,161,925	\$ 1,965,225
Receipts from interfund services provided	4,894,778	6,296,264	11,191,042
Cash payments to suppliers for goods and services	(3,462,205)	-	(3,462,205)
Claims paid	-	(6,237,392)	(6,237,392)
Cash payments for interfund services	(419,898)	-	(419,898)
Cash payments to employees for services	(2,838,984)	(67,446)	(2,906,430)
Net cash provided (used) by operating activities	(1,023,009)	1,153,351	130,342
<b>Cash flows from non-capital financing activities</b>			
Operating subsidies and transfers from (to) other funds	1,428,586	138,276	1,566,862
Net cash provided (used) by non-capital financing activities	1,428,586	138,276	1,566,862
<b>Cash flows from capital and related financing activities</b>			
Principal paid	(5,126)	-	(5,126)
Interest paid	(2,015)	-	(2,015)
Net cash provided (used) by capital and related financing activities	(7,141)	-	(7,141)
<b>Cash flows from investing activities</b>			
Purchase of investment securities	(1,207,575)	(2,360,515)	(3,568,090)
Proceeds from sale of investments	803,431	1,534,761	2,338,192
Interest on investments	5,708	35,044	40,752
Net cash provided (used) by investing activities	(398,436)	(790,710)	(1,189,146)
Net (decrease) in cash and cash equivalents	-	500,917	500,917
Cash and cash equivalents - beginning of year	100	104,250	104,350
Cash and cash equivalents - end of year	\$ 100	\$ 605,167	\$ 605,267

(Continued)

**CITY OF CASPER, WYOMING**

**COMBINING STATEMENT OF CASH FLOWS (CONTINUED)**  
**INTERNAL SERVICE FUNDS**  
 Year Ended June 30, 2012

	General Internal Services	Health Insurance	Total
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating income (loss)	\$ (1,051,996)	\$ (642,356)	\$ (1,694,352)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities			
Depreciation	103,572	-	103,572
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities			
Customer receivables	43,799	(30,927)	12,872
Inventories	9,825	-	9,825
Accounts payable	(145,461)	(246,218)	(391,679)
Accrued wages payable	17,252	5,519	22,771
Claims payable	-	2,067,333	2,067,333
Net cash provided (used) by operating activities	<u>\$ (1,023,009)</u>	<u>\$ 1,153,351</u>	<u>\$ 130,342</u>
Noncash investing, capital and related financing activities			
Change in fair value of investments	\$ (20,721)	\$ 88,472	\$ 67,751

**DISCRETELY PRESENTED COMPONENT UNITS**

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**CITY OF CASPER, WYOMING**

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

June 30, 2012

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 168,295	\$ -	\$ 168,295
Investments	154,832	-	154,832
Interest receivable	1,455	-	1,455
Due from other governments	-	-	-
Improvements other than buildings	-	1,942	1,942
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total assets	<u>\$ 324,582</u>	<u>1,942</u>	<u>326,524</u>
<b>LIABILITIES</b>			
Accounts payable	<u>13,051</u>	<u>-</u>	<u>13,051</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities	<u>13,051</u>	<u>-</u>	<u>13,051</u>
<b>FUND BALANCE/NET ASSETS</b>			
Fund balance			
Unassigned	<u>311,531</u>	<u>(311,531)</u>	<u>-</u>
Total fund balance	<u>311,531</u>	<u>(311,531)</u>	<u>-</u>
	<u>                    </u>	<u>                    </u>	<u>                    </u>
Total liabilities and fund balance	<u>\$ 324,582</u>		
<b>Net assets</b>			
Invested in capital assets, net of related debt		1,942	1,942
Unrestricted		<u>311,531</u>	<u>311,531</u>
Total net assets		<u>\$ 313,473</u>	<u>\$ 313,473</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, 2012**

	General Fund	Adjustments	Statement of Activities
Revenues			
Taxes	\$ 141,977	\$ -	\$ 141,977
Investment earnings	4,033	-	4,033
Other revenues	5,500	-	5,500
Total revenues	<u>151,510</u>	<u>-</u>	<u>151,510</u>
Expenditures			
Welfare	117,367	1,284	118,651
Capital outlay	146,055	-	146,055
Total expenditures	<u>263,422</u>	<u>1,284</u>	<u>264,706</u>
Deficiency of revenues over expenditures	(111,912)	111,912	-
Change in net assets	-	113,196	(113,196)
Fund balance/net assets			
Beginning of the year	<u>423,443</u>	<u>-</u>	<u>426,669</u>
End of the year	<u>\$ 311,531</u>	<u>\$ 226,392</u>	<u>\$ 313,473</u>

**CITY OF CASPER, WYOMING**

**GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET ASSETS  
METROPOLITAN ANIMAL CONTROL JOINT POWERS BOARD**

June 30, 2012

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
<b>ASSETS</b>			
Cash and cash equivalents	\$ 600	\$ -	\$ 600
Investments	173,409	-	173,409
Interest receivable	116	-	116
Due from primary government	104,280	-	104,280
Customer receivables, net of allowance	16,878	-	16,878
Capital assets, net of accumulated depreciation	-	458,488	458,488
	<hr/>	<hr/>	<hr/>
Total assets	<u>\$ 295,283</u>	<u>458,488</u>	<u>753,771</u>
<b>LIABILITIES</b>			
Accounts payable	\$ 10,032	-	10,032
Accrued wages payable	24,553	10,354	34,907
Noncurrent liabilities			
Due in more than one year	-	23,467	23,467
	<hr/>	<hr/>	<hr/>
Total liabilities	<u>34,585</u>	<u>33,821</u>	<u>68,406</u>
<b>FUND BALANCE/NET ASSETS</b>			
Fund balance			
Unassigned	260,698	(260,698)	-
Total fund balance	<hr/>	<hr/>	<hr/>
	260,698	(260,698)	-
	<hr/>		
Total liabilities and fund balance	<u>\$ 295,283</u>		
<b>Net assets</b>			
Invested in capital assets, net of related debt		458,488	458,488
Unrestricted		226,877	226,877
Total net assets		<hr/>	<hr/>
		\$ 685,365	\$ 685,365

**CITY OF CASPER, WYOMING**

**STATEMENT OF GOVERNMENTAL FUND REVENUES, EXPENDITURES  
AND CHANGES IN FUND BALANCE/STATEMENT OF ACTIVITIES  
METROPOLITAN ANIMAL CONTROL JOINT POWERS BOARD  
Year Ended June 30, 2012**

	General Fund	Adjustments	Statement of Activities
<b>Revenues</b>			
Charges for services	\$ 906,727	\$ -	\$ 906,727
Licenses and permits	16,065	-	16,065
Investment earnings	1,919	-	1,919
Other revenues	8,674	-	8,674
Total revenues	<u>933,385</u>	<u>-</u>	<u>933,385</u>
<b>Expenditures</b>			
Welfare	904,644	3,338	907,982
Capital outlay	35,421	7,887	43,308
Total expenditures	<u>940,065</u>	<u>11,225</u>	<u>951,290</u>
Excess of revenues over expenditures	(6,680)	6,680	-
Change in net assets	-	(17,905)	(17,905)
<b>Fund balance/net assets</b>			
Beginning of year	<u>267,378</u>	<u>-</u>	<u>703,270</u>
End of year	<u>\$ 260,698</u>	<u>\$ -</u>	<u>\$ 685,365</u>



**STATISTICAL SECTION**

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## STATISTICAL SECTION

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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

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Financial Trends	119
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	131
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	140
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	145
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	147
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 ASSETS BY COMPONENT**

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
Governmental activities				
Invested in capital assets, net of related debt	\$ 35,960,426	\$ 57,607,018	\$ 68,230,482	\$ 70,887,658
Restricted	-	-	-	-
Unrestricted	69,009,337	65,413,999	69,806,128	77,951,042
Total governmental activities net assets	<u>\$ 104,969,763</u>	<u>\$ 123,021,017</u>	<u>\$ 138,036,610</u>	<u>\$ 148,838,700</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 82,374,213	\$ 81,165,075	\$ 87,161,809	\$ 94,642,323
Restricted	-	-	-	-
Unrestricted	33,957,595	34,101,226	34,489,258	32,500,366
Total business-type activities net assets	<u>\$ 116,331,808</u>	<u>\$ 115,266,301</u>	<u>\$ 121,651,067</u>	<u>\$ 127,142,689</u>
Primary government				
Invested in capital assets, net of related debt	\$ 118,334,639	\$ 138,772,093	\$ 155,392,291	\$ 165,529,981
Restricted	-	-	-	-
Unrestricted	102,966,932	99,515,225	104,295,386	110,451,408
Total primary government	<u>\$ 221,301,571</u>	<u>\$ 238,287,318</u>	<u>\$ 259,687,677</u>	<u>\$ 275,981,389</u>

Fiscal Year					
2007	2008	2009	2010	2011	2012
\$ 77,727,936	\$ 83,325,475	\$ 97,377,956	\$ 115,161,168	\$ 123,823,245	\$ 128,305,822
-	-	-	-	1,549,425	1,394,787
85,376,076	99,778,064	106,788,861	101,086,540	98,423,960	105,507,836
<u>\$ 163,104,012</u>	<u>\$ 183,103,539</u>	<u>\$ 204,166,817</u>	<u>\$ 216,247,708</u>	<u>\$ 223,796,630</u>	<u>\$ 235,208,445</u>
\$ 103,074,341	\$ 109,827,475	\$ 122,258,159	\$ 134,062,444	\$ 138,005,226	\$ 118,580,487
-	-	-	-	-	-
29,156,358	24,635,566	22,625,814	27,845,499	32,136,931	49,805,694
<u>\$ 132,230,699</u>	<u>\$ 134,463,041</u>	<u>\$ 144,883,973</u>	<u>\$ 161,907,943</u>	<u>\$ 170,142,157</u>	<u>\$ 168,386,181</u>
\$ 180,802,277	\$ 193,152,950	\$ 219,636,115	\$ 249,223,612	\$ 261,828,471	\$ 246,886,309
-	-	-	-	1,549,425	1,394,787
114,532,434	124,413,630	129,414,675	128,932,039	130,560,891	155,313,530
<u>\$ 295,334,711</u>	<u>\$ 317,566,580</u>	<u>\$ 349,050,790</u>	<u>\$ 378,155,651</u>	<u>\$ 393,938,787</u>	<u>\$ 403,594,626</u>

**CITY OF CASPER, WYOMING**

**CHANGES IN NET ASSETS**

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
<b>Expenses</b>				
<b>Governmental activities</b>				
General government	\$ 6,250,436	\$ 8,229,582	\$ 7,128,060	\$ 11,692,141
Public safety	13,413,835	14,111,336	16,337,879	20,952,162
Public works	1,150,074	10,242,610	5,349,207	6,274,730
Health	1,289,807	1,637,102	1,461,738	1,779,519
Welfare	1,109,537	1,598,761	2,400,739	2,630,626
Culture and recreation	3,623,068	3,705,908	3,950,603	3,349,109
Interest on long-term debt	2,942	3,545	2,843	2,007
<b>Total governmental activities expenses</b>	<b>26,839,699</b>	<b>39,528,844</b>	<b>36,631,069</b>	<b>46,680,294</b>
<b>Business-type activities</b>				
Utilities	16,218,254	16,480,490	17,306,419	20,067,839
Solid Waste	4,210,898	4,683,823	5,703,216	5,631,464
Recreation	4,476,400	4,581,125	4,650,116	6,567,578
Other enterprise fund	62,421	61,786	66,022	62,520
<b>Total business-type activities expenses</b>	<b>24,967,973</b>	<b>25,807,224</b>	<b>27,725,773</b>	<b>32,329,401</b>
<b>Total primary government expenses</b>	<b>\$ 51,807,672</b>	<b>\$ 65,336,068</b>	<b>\$ 64,356,842</b>	<b>\$ 79,009,695</b>
<b>Program Revenues</b>				
<b>Governmental activities</b>				
<b>Charges for services</b>				
General government	\$ 2,289,456	\$ 415,837	\$ 839,783	\$ 1,024,259
Public safety	1,082,825	2,025,228	1,782,358	1,481,274
Health, welfare, culture, and recreation	434,025	435,117	2,281,550	1,948,807
Operating grants and contributions	1,774,858	1,782,422	1,749,331	2,359,610
Capital grants and contributions	-	-	4,454,434	3,591,241
<b>Total governmental activities program revenues</b>	<b>5,581,164</b>	<b>4,658,604</b>	<b>11,107,456</b>	<b>10,405,191</b>
<b>Business-type activities</b>				
<b>Charges for services</b>				
Utilities	13,110,400	13,196,751	15,993,312	15,580,349
Solid Waste	4,867,736	5,387,141	6,070,220	6,561,518
Recreation	2,670,042	2,819,164	2,621,284	3,798,698
Other enterprise fund	35,191	20,552	20,783	18,000
Operating grants and contributions	-	-	-	-
Capital grants and contributions	42,286	504,430	4,447,059	5,686,036
<b>Total business-type activities program revenues</b>	<b>20,725,655</b>	<b>21,928,038</b>	<b>29,152,658</b>	<b>31,644,601</b>
<b>Total primary government program revenues</b>	<b>\$ 26,306,819</b>	<b>\$ 26,586,642</b>	<b>\$ 40,260,114</b>	<b>\$ 42,049,792</b>

Fiscal Year

	2007	2008	2009	2010	2011	2012
\$	12,333,960	\$ 12,287,002	\$ 7,956,685	\$ 16,449,278	\$ 18,470,731	\$ 18,460,214
	18,602,982	20,025,486	20,140,464	18,102,363	16,928,604	21,891,730
	6,580,626	3,033,348	1,529,812	1,769,548	4,626,088	7,125,724
	1,491,023	1,401,951	1,574,581	3,388,120	2,611,100	2,192,938
	2,926,386	2,912,126	2,442,680	759,239	794,365	998,194
	4,639,413	8,727,490	13,283,536	11,411,427	7,798,783	4,910,078
	1,008	82	3,163	3,670	38,075	35,922
	<u>46,575,398</u>	<u>48,387,485</u>	<u>46,930,921</u>	<u>51,883,645</u>	<u>51,267,746</u>	<u>55,614,800</u>
	19,008,372	18,475,180	20,139,913	20,810,440	21,806,062	22,950,521
	6,859,524	13,176,416	8,280,710	7,981,506	8,680,519	15,316,136
	7,647,391	8,345,575	8,491,501	8,667,640	8,180,164	8,559,455
	123,502	79,665	68,530	76,191	93,258	93,646
	<u>33,638,789</u>	<u>40,076,836</u>	<u>36,980,654</u>	<u>37,535,777</u>	<u>38,760,003</u>	<u>46,919,758</u>
\$	<u>80,214,187</u>	<u>\$ 88,464,321</u>	<u>\$ 83,911,575</u>	<u>\$ 89,419,422</u>	<u>\$ 90,027,749</u>	<u>\$ 102,534,558</u>
\$	2,207,643	\$ 2,709,890	\$ 2,496,242	\$ 2,562,848	\$ 3,613,432	\$ 5,463,995
	2,978,555	3,270,861	3,115,236	3,615,834	3,079,115	2,867,821
	505,676	587,224	515,195	545,425	335,922	292,661
	2,215,836	2,217,102	2,222,150	2,458,398	2,992,769	2,739,496
	1,116,053	966,246	479,465	6,092,805	3,444,640	1,307,224
	<u>9,023,763</u>	<u>9,751,323</u>	<u>8,828,288</u>	<u>15,275,310</u>	<u>13,465,878</u>	<u>12,671,197</u>
	18,613,504	19,066,334	20,763,840	20,249,082	21,146,440	23,351,770
	7,535,135	8,165,812	8,882,797	9,377,228	10,415,854	10,994,302
	4,239,470	5,187,814	5,150,686	4,782,102	4,893,769	4,801,241
	20,981	20,819	18,377	18,781	18,988	21,581
	22,417	135,513	5,059,943	8,102	943	621,504
	1,441,289	2,003,430	2,448,545	15,481,014	2,529,710	-
	<u>31,872,796</u>	<u>34,579,722</u>	<u>42,324,188</u>	<u>49,916,309</u>	<u>39,005,704</u>	<u>39,790,398</u>
\$	<u>40,896,559</u>	<u>\$ 44,331,045</u>	<u>\$ 51,152,476</u>	<u>\$ 65,191,619</u>	<u>\$ 52,471,582</u>	<u>\$ 52,461,595</u>

(Continued)

**CITY OF CASPER, WYOMING**

**CHANGES IN NET ASSETS (CONTINUED)**

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2003	2004	2005	2006
<b>Net (Expense)/Revenue</b>				
Governmental activities	\$ (21,258,535)	\$ (34,870,240)	\$ (25,523,613)	\$ (36,275,103)
Business-type activities	(4,242,318)	(3,879,186)	1,426,885	(684,800)
Total primary government net expense	<u>\$ (25,500,853)</u>	<u>\$ (38,749,426)</u>	<u>\$ (24,096,728)</u>	<u>\$ (36,959,903)</u>
<b>General Revenues and Other Changes in Net Assets</b>				
Governmental activities				
Taxes				
Property taxes	\$ 1,840,210	\$ 1,783,398	\$ 2,191,724	\$ 2,432,166
Sales taxes	11,028,708	13,068,726	14,690,406	16,810,133
Optional 1% sales taxes	9,508,998	11,605,937	12,202,681	13,998,484
Gas taxes	973,215	1,038,306	993,370	975,077
Franchise and 911 telecommunications taxes	2,134,300	2,186,914	2,777,011	3,256,381
Mineral taxes	4,280,065	4,213,249	7,049,878	8,514,627
Cigarette taxes	407,210	426,132	395,278	434,752
Motor vehicle taxes	717,105	803,028	866,697	944,264
Miscellaneous	898,213	2,206,230	956,723	1,473,644
Unrestricted investment earnings	3,949,544	410,784	2,301,329	1,351,102
Transfers	(4,803,338)	(2,575,689)	(4,206,957)	(3,113,438)
Total governmental activities	<u>30,934,230</u>	<u>35,167,015</u>	<u>40,218,140</u>	<u>47,077,192</u>
Business-type activities				
Miscellaneous	128,184	532,955	-	2,373,504
Unrestricted investment earnings	1,246,594	185,984	750,924	689,430
Transfers	3,872,712	2,150,235	4,206,957	3,113,438
Total business-type activities	<u>5,247,490</u>	<u>2,869,174</u>	<u>4,957,881</u>	<u>6,176,372</u>
Total primary government	<u>\$ 36,181,720</u>	<u>\$ 38,036,189</u>	<u>\$ 45,176,021</u>	<u>\$ 53,253,564</u>
<b>Change in Net Assets</b>				
Governmental activities	\$ 9,675,695	\$ 18,051,254	\$ 14,694,527	\$ 10,802,089
Business-type activities	1,005,172	(1,065,504)	6,384,766	5,491,572
Total primary government	<u>\$ 10,680,867</u>	<u>\$ 16,985,750</u>	<u>\$ 21,079,293</u>	<u>\$ 16,293,661</u>



Fiscal Year

2007	2008	2009	2010	2011	2012
\$ (37,551,635)	\$ (38,636,162)	\$ (44,164,776)	\$ (43,066,562)	\$ (37,928,800)	\$ (42,943,603)
(1,765,993)	(5,497,114)	5,343,534	12,380,532	245,701	(7,129,360)
<u>\$ (39,317,628)</u>	<u>\$ (44,133,276)</u>	<u>\$ (38,821,242)</u>	<u>\$ (30,686,030)</u>	<u>\$ (37,683,099)</u>	<u>\$ (50,072,963)</u>
\$ 3,122,218	\$ 3,485,464	\$ 3,907,878	\$ 4,048,931	\$ 3,786,035	\$ 3,920,313
18,899,752	21,114,963	20,815,334	16,536,507	17,762,522	20,995,224
15,772,591	17,615,823	16,652,478	13,011,233	14,744,212	17,452,483
1,064,950	1,013,110	987,371	884,020	955,466	907,624
3,498,104	3,616,321	3,763,815	3,866,441	3,966,770	3,988,679
7,975,491	9,639,741	9,514,480	10,357,899	7,586,056	8,140,231
433,382	436,789	440,842	392,091	380,139	383,113
1,059,092	1,163,051	1,206,504	1,103,658	1,082,433	1,172,532
1,042,695	438,343	1,145,477	619,715	1,513,720	1,477,682
4,209,411	5,825,605	4,496,151	1,996,610	770,995	578,752
(5,260,739)	(5,713,521)	(3,764,419)	(4,127,879)	(7,197,558)	(4,661,215)
<u>51,816,947</u>	<u>58,635,689</u>	<u>59,165,911</u>	<u>48,689,226</u>	<u>45,350,790</u>	<u>54,355,418</u>
46,733	183,886	155,802	125,697	353,809	313,301
1,546,531	1,832,049	1,157,177	389,862	437,146	398,868
5,260,739	5,713,521	3,764,419	4,127,879	7,197,558	4,661,215
<u>6,854,003</u>	<u>7,729,456</u>	<u>5,077,398</u>	<u>4,643,438</u>	<u>7,988,513</u>	<u>5,373,384</u>
<u>\$ 58,670,950</u>	<u>\$ 66,365,145</u>	<u>\$ 64,243,309</u>	<u>\$ 53,332,664</u>	<u>\$ 53,339,303</u>	<u>\$ 59,728,802</u>
\$ 14,265,312	\$ 19,999,527	\$ 21,063,278	\$ 12,080,891	\$ 7,548,922	\$ 11,411,815
5,088,010	2,232,342	10,420,932	17,023,970	8,234,214	(1,755,976)
<u>\$ 19,353,322</u>	<u>\$ 22,231,869</u>	<u>\$ 31,484,210</u>	<u>\$ 29,104,861</u>	<u>\$ 15,783,136</u>	<u>\$ 9,655,839</u>

**CITY OF CASPER, WYOMING**

**GOVERNMENTAL ACTIVITIES TAX REVENUE BY SOURCE**  
 Last Ten Fiscal Years  
 (Accrual Basis of Accounting, Unaudited)

Fiscal Year	Property Tax	Sales Tax	Optional 1% Sales Tax	Gas Tax
2003	\$ 1,840,210	\$ 11,028,708	\$ 9,508,998	\$ 973,215
2004	1,783,398	13,068,726	11,605,937	1,038,306
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

<u>E911 and Franchise Tax</u>	<u>Mineral Tax</u>	<u>Cigarette Tax</u>	<u>Motor Vehicle Tax</u>	<u>Total</u>
\$ 2,134,300	\$ 4,280,065	\$ 407,210	\$ 717,105	\$ 30,889,811
2,186,914	4,213,249	426,132	803,028	35,125,690
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

**CITY OF CASPER, WYOMING**

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

	Fiscal Year				
	2003	2004	2005	2006	2007
General fund					
Reserved	\$ 229,455	\$ 114,455	\$ 73,309	\$ 152,348	\$ 148,701
Unreserved	13,689,473	16,078,757	19,091,066	22,363,569	26,651,547
Nonspendable					
Restricted					
Committed					
Assigned					
Unassigned					
Total general fund	<u>\$ 13,918,928</u>	<u>\$ 16,193,212</u>	<u>\$ 19,164,375</u>	<u>\$ 22,515,917</u>	<u>\$ 26,800,248</u>
All other governmental funds					
Reserved	\$ 77,000	\$ 77,000	\$ 77,000	\$ 77,000	\$ 77,000
Unreserved, reported in:					
Special revenue funds	24,514,346	24,692,552	25,142,481	24,470,059	27,449,213
Capital projects funds	21,942,454	21,095,606	20,110,893	24,955,121	25,948,038
Debt service fund	1,758,129	1,704,072	1,821,380	1,902,827	1,906,782
Nonspendable					
Restricted					
Committed					
Assigned					
Unassigned					
Total all other governmental funds	<u>\$ 48,291,929</u>	<u>\$ 47,569,230</u>	<u>\$ 47,151,754</u>	<u>\$ 51,405,007</u>	<u>\$ 55,381,033</u>
Total fund balances of governmental funds	<u>\$ 62,210,857</u>	<u>\$ 63,762,442</u>	<u>\$ 66,316,129</u>	<u>\$ 73,920,924</u>	<u>\$ 82,181,281</u>

Fiscal Year				
2008	2009	2010	2011	2012
\$ 149,937	\$ 153,242	\$ 151,459	\$ -	\$ -
26,036,736	22,925,741	20,493,068	-	-
			\$ 144,598	\$ 14,014,160
			165,000	197,500
			49,362,529	39,237,771
			2,120,061	1,932,320
			3,670,943	6,379
<u>\$ 26,186,673</u>	<u>\$ 23,078,983</u>	<u>\$ 20,644,527</u>	<u>\$ 55,463,131</u>	<u>\$ 55,388,130</u>
\$ 77,000	\$ 1,073,877	\$ 921,152	\$ -	\$ -
31,266,782	33,515,727	34,738,638	-	-
38,068,707	45,444,067	41,653,343	-	-
1,700,743	2,240,007	2,276,363	-	-
			\$ 1,565,989	\$ 1,217,730
			686,162	547,510
			-	-
			43,885,098	51,053,331
			(638,437)	(81,884)
<u>\$ 71,113,232</u>	<u>\$ 82,273,678</u>	<u>\$ 79,589,496</u>	<u>\$ 45,498,812</u>	<u>\$ 52,736,687</u>
<u>\$ 97,299,905</u>	<u>\$ 105,352,661</u>	<u>\$ 100,234,023</u>	<u>\$ 100,961,943</u>	<u>\$ 108,124,817</u>

**CITY OF CASPER, WYOMING**

**CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS**

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting, Unaudited)

	Fiscal Year				
	2003	2004	2005	2006	2007
<b>Revenues</b>					
Taxes and special assessments	\$ 30,853,736	\$ 34,654,027	\$ 40,791,214	\$ 46,918,791	\$ 51,635,532
Licenses and permits	595,578	708,166	739,392	1,015,650	1,238,071
Intergovernmental	2,417,487	2,208,554	5,565,818	6,409,604	2,621,735
Charges for services	2,434,440	2,639,655	2,512,489	1,957,416	1,382,760
Fines	841,181	1,090,014	1,782,358	1,481,274	2,384,968
Miscellaneous and investment earnings	4,382,264	2,599,382	3,115,186	2,765,176	5,378,083
<b>Total revenues</b>	<b>41,524,686</b>	<b>43,899,798</b>	<b>54,506,457</b>	<b>60,547,911</b>	<b>64,641,149</b>
<b>Expenditures</b>					
<b>Current</b>					
General government	5,036,250	7,035,127	6,233,736	7,121,850	8,540,733
Public safety	12,728,503	13,129,030	15,451,195	17,234,115	17,800,286
Public works	3,529,348	3,817,950	3,980,009	4,196,251	4,724,270
Health	1,289,807	1,639,551	1,504,225	1,333,386	1,462,674
Welfare	1,154,641	1,555,258	2,413,489	2,130,499	2,781,406
Culture and recreation	3,116,101	3,278,130	3,393,126	2,548,431	2,980,618
<b>Debt service</b>					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	8,860,784	10,493,588	14,679,911	13,586,122	11,443,314
<b>Total expenditures</b>	<b>35,715,434</b>	<b>40,948,634</b>	<b>47,655,691</b>	<b>48,150,654</b>	<b>49,733,301</b>
Excess of revenues over expenditures	5,809,252	2,951,164	6,850,766	12,397,257	14,907,848
<b>Other financing sources (uses)</b>					
Gain on sale of assets	-	-	98,548	-	-
Contributed capital	-	-	1,033,225	-	-
Transfers in	5,645,157	11,740,602	22,154,098	12,604,116	12,997,935
Transfers out	(12,054,341)	(15,139,374)	(27,904,015)	(17,414,537)	(19,645,426)
<b>Total other financing sources (uses)</b>	<b>(6,409,184)</b>	<b>(3,398,772)</b>	<b>(4,618,144)</b>	<b>(4,810,421)</b>	<b>(6,647,491)</b>
<b>Net change in fund balances</b>	<b>\$ (599,932)</b>	<b>\$ (447,608)</b>	<b>\$ 2,232,622</b>	<b>\$ 7,586,836</b>	<b>\$ 8,260,357</b>

Fiscal Year				
2008	2009	2010	2011	2012
\$ 58,098,289	\$ 57,308,797	\$ 50,223,101	\$ 51,001,229	\$ 57,075,121
1,244,943	1,097,289	1,188,638	1,032,469	1,163,382
2,335,410	2,220,334	7,975,971	5,967,330	3,460,799
1,624,351	1,502,174	1,905,036	3,028,253	3,120,574
2,896,414	2,853,040	2,960,616	1,548,368	1,147,746
6,217,946	5,489,931	2,938,478	1,450,603	2,511,383
<u>72,417,353</u>	<u>70,471,565</u>	<u>67,191,840</u>	<u>64,028,252</u>	<u>68,479,005</u>
8,951,876	8,625,621	6,462,489	7,289,549	6,285,209
19,106,773	21,771,061	22,080,159	21,219,393	22,719,483
4,925,787	5,298,831	6,414,463	5,980,177	6,287,916
1,378,745	1,802,189	1,989,064	1,427,559	1,561,894
2,982,329	2,531,651	2,392,496	2,287,706	2,087,510
3,089,948	3,316,334	3,109,488	2,926,788	2,822,307
-	-	-	15,000	20,000
-	-	-	35,152	33,907
<u>9,250,653</u>	<u>13,905,660</u>	<u>23,459,453</u>	<u>14,213,237</u>	<u>14,143,004</u>
<u>49,686,111</u>	<u>57,251,347</u>	<u>65,907,612</u>	<u>55,394,561</u>	<u>55,961,230</u>
22,731,242	13,220,218	1,284,228	8,633,691	12,517,775
-	-	-	-	-
-	-	-	-	-
17,641,148	22,251,171	12,788,975	12,534,426	12,963,723
<u>(25,253,768)</u>	<u>(27,418,633)</u>	<u>(19,191,842)</u>	<u>(21,059,197)</u>	<u>(18,318,624)</u>
<u>(7,612,620)</u>	<u>(5,167,462)</u>	<u>(6,402,867)</u>	<u>(8,524,771)</u>	<u>(5,354,901)</u>
<u>\$ 15,118,622</u>	<u>\$ 8,052,756</u>	<u>\$ (5,118,639)</u>	<u>\$ 108,920</u>	<u>\$ 7,162,874</u>

**CITY OF CASPER, WYOMING**

**ASSESSED VALUE AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**

Last Ten Fiscal Years

(Unaudited)

<u>Fiscal Year</u>	<u>Residential Property (1) (2)</u>	<u>Residential Mobile Homes (1) (2)</u>	<u>Commercial Property (1) (2)</u>	<u>Industrial Property(1) (2)</u>	<u>Agricultural Property(1) (2)</u>	<u>Tax Exempt Property (1) (2) (3)</u>
2003	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
2004	-	-	-	-	-	-
2005	-	-	-	-	-	-
2006	312,536,472	4,204,835	115,362,121	33,375,007	5,995,254	30,228,782
2007	375,732,384	9,966,156	142,967,781	54,316,636	6,044,315	34,693,893
2008	426,444,350	9,939,116	157,059,846	62,545,719	5,878,616	158,482,769
2009	434,767,964	10,115,483	178,938,207	75,737,918	6,095,732	217,000,000
2010	410,026,520	4,881,985	133,233,347	14,964,611	6,510,661	217,000,000
2011	420,102,529	4,806,491	137,547,984	71,169,180	7,002,355	217,000,000
2012	426,084,037	4,574,242	139,878,713	79,023,372	7,638,616	217,000,000

**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 75% 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.

(3) For previous years there were no values associated with a large portion of the exempt properties. For 2008 the Natrona County Assessor's Office began valuing these properties as if they were not exempt thus increasing the total assessed valuation of this category.



Total Taxable Assessed Value (1) (2)	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%	\$ 216,077,517	\$ 2,274,500,179	9.50%
-	0.008%	231,026,236	2,431,855,116	9.50%
-	0.008%	260,056,730	2,737,439,263	9.50%
501,702,471	0.008%	317,876,697	3,346,070,495	9.50%
623,721,165	0.008%	374,514,984	3,942,262,989	9.50%
820,350,416	0.008%	425,829,629	4,482,417,779	9.50%
922,655,304	0.008%	441,668,889	4,649,146,200	9.50%
786,617,124	0.008%	417,651,129	4,396,327,674	9.50%
857,628,539	0.008%	425,142,367	4,475,182,811	9.50%
874,198,980	0.008%	427,014,663	4,494,891,189	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
<b>MILLS</b>				
(per \$1,000 of Assessed Valuation)				
2003	8.00	12.00	55.25	75.25
2004	8.00	12.00	55.25	75.25
2005	8.00	12.00	55.25	75.25
2006	8.00	12.00	51.35	71.35
2007	8.00	12.00	51.00	71.00
2008	8.00	12.00	51.00	71.00
2009	8.00	12.00	52.89	72.89
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
<b>TAX LEVIES</b>				
2003	\$ 1,547,475	\$ 6,503,195	\$ 31,615,612	\$ 39,666,282
2004	1,682,465	5,718,984	25,793,645	33,195,094
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

**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.

**CITY OF CASPER, WYOMING**

**PRINCIPAL PROPERTY TAX PAYERS**

Current Year and Nine Years Ago

(Unaudited)

Taxpayer	2012			2003		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Bill Barrett Corp	\$ 41,273,514	1	6.28%	\$ 18,100,000	3	4.65%
Chevron USA Inc	27,274,809	2	4.15%	31,100,000	2	8.00%
Howell Petroleum	22,729,489	3	3.46%	52,300,000	1	13.45%
Exxon Mobil Corp	17,615,307	4	2.68%	n/a	n/a	n/a
Citation O & G Corp	15,159,776	5	2.31%	n/a	n/a	n/a
Encana O & G (USA) Inc	13,899,777	6	2.12%	n/a	n/a	n/a
Rocky Mountain Power	8,619,681	7	1.31%	n/a	n/a	n/a
Black Bear Oil Corp	7,093,049	8	1.08%	n/a	n/a	n/a
BNSF Railroad	5,236,345	9	0.80%	6,000,000	7	1.54%
Anadarko Petroleum Corp	4,117,028	10	0.63%	n/a	n/a	n/a
Intoil Inc	n/a	n/a	n/a	7,300,000	4	1.88%
KN Energy, Kinder Morgan	n/a	n/a	n/a	6,500,000	5	1.67%
Qwest	n/a	n/a	n/a	6,200,000	6	1.59%
Williams Production	n/a	n/a	n/a	5,100,000	8	1.31%
Breitburn Energy	n/a	n/a	n/a	4,500,000	9	1.16%
Pacificorp	n/a	n/a	n/a	4,400,000	10	1.13%
	<u>\$ 163,018,775</u>		<u>24.81%</u>	<u>\$ 141,500,000</u>		<u>36.38%</u>

Source: Natrona County Assessor

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**CITY OF CASPER, WYOMING**

**PROPERTY TAX LEVIES AND COLLECTIONS**  
**Last Eight 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%	\$ 22,592	\$ 1,834,522	99.02%
2006	2,072,121	2,019,380	97.45%	33,707	2,053,087	99.08%
2007	2,536,260	2,483,479	97.92%	36,327	2,519,806	99.35%
2008	3,059,226	2,965,243	96.93%	2,195	2,967,438	97.00%
2009	3,370,220	3,290,444	97.63%	60,948	3,351,392	99.44%
2010	3,489,831	3,412,091	97.77%	76,700	3,488,791	99.97%
2011	3,296,404	3,228,532	97.94%	13,504	3,242,036	98.35%
2012	3,356,309	3,298,447	98.28%	N/A	3,298,447	98.28%

**Sources:** Natrona County

**Note:** (1) Prior years information is not available. The schedule will be completed as the information becomes available.

**N/A:**

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

**CITY OF CASPER**

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

	Calendar Year			
	2003	2004	2005	2006
Agriculture, forestry, fishing and hunting	\$ 4,187,434	\$ 1,599,176	\$ 443,740	\$ 423,060
Mining	57,360,481	131,651,605	143,249,940	173,793,120
Utilities	-	-	79,201,160	87,465,920
Construction	40,049,756	47,213,208	53,529,240	69,741,860
Manufacturing	54,725,714	39,763,120	59,839,640	67,519,660
Wholesale trade	113,458,313	129,631,015	125,923,040	166,545,300
Retail trade	618,858,291	732,825,144	703,158,580	772,250,420
Transportation and warehousing	114,325,478	92,925,135	4,339,460	5,225,540
Information	-	-	27,282,140	34,505,620
Finance and insurance	808,174	2,460,966	2,170,840	1,998,220
Real estate and rental and leasing	-	-	66,288,900	77,358,580
Professional scientific and technical service	-	-	7,864,280	8,686,740
Management of companies and enterprises	-	-	-	-
Administrative support and waste	-	-	2,732,340	2,818,760
Educational services	-	-	602,220	706,120
Healthcare and social assistance	-	-	681,480	805,860
Arts, entertainment and recreation	-	-	2,912,200	2,899,480
Accommodation and food services	-	-	134,225,460	149,439,540
Other services except public administration	165,256,307	183,161,555	71,608,740	89,486,280
Public administration (auto sales)	151,907,912	176,521,097	182,315,680	203,063,100
	<u>\$ 1,320,937,860</u>	<u>\$ 1,537,752,021</u>	<u>\$ 1,668,369,080</u>	<u>\$ 1,914,733,180</u>
City Direct Sales Tax Rate	2.17%	2.17%	2.21%	2.21%

**Source:** Wyoming Department of Revenue

**Notes:** (1) Data is for Natrona County, information for the City of Casper is not available. The City of Casper makes up approximately 80% of Natrona County's population.

Calendar Year

	2007	2008	2009	2010	2011	2012
\$	103,360	\$ 157,080	\$ 120,460	\$ 117,920	\$ 129,020	\$ 333,500
	201,321,840	221,587,740	296,257,982	172,141,980	274,492,980	407,759,840
	84,567,020	65,815,880	64,108,021	72,707,820	77,459,500	84,076,940
	78,721,500	84,409,820	78,035,041	48,970,520	53,105,460	86,672,560
	79,913,560	82,997,860	115,331,321	45,143,400	45,622,700	65,978,300
	262,780,580	320,224,900	217,103,903	142,221,800	174,015,740	203,120,720
	733,503,220	826,350,280	845,292,367	753,130,200	769,593,920	840,251,260
	8,112,580	7,985,120	4,292,460	2,753,040	3,078,880	3,248,960
	30,184,360	28,877,060	29,057,140	37,669,440	45,297,240	47,507,540
	2,628,160	1,896,120	2,145,640	1,973,140	2,158,500	2,069,560
	86,683,900	96,886,600	122,210,841	82,255,780	109,002,960	238,971,560
	9,203,420	8,982,580	9,471,040	7,651,520	8,106,240	8,279,560
	5,180	11,300	-	3,020	2,040	11,500
	2,522,640	4,126,820	4,309,140	1,829,060	3,271,460	2,451,840
	583,980	830,820	737,800	695,660	708,020	742,800
	(313,220)	1,707,220	650,100	496,860	486,480	472,820
	3,123,680	2,992,620	3,130,000	3,131,120	3,624,920	3,662,900
	161,885,800	178,722,480	193,253,502	173,176,220	184,426,920	213,001,060
	95,599,180	92,097,020	83,827,661	71,805,380	84,284,360	133,882,980
	199,859,720	249,339,320	201,735,262	165,937,940	182,436,280	236,336,240
\$	<u>2,040,990,460</u>	<u>\$ 2,275,998,640</u>	<u>\$ 2,271,069,681</u>	<u>\$ 1,783,811,820</u>	<u>\$ 2,021,303,620</u>	<u>\$ 2,578,832,440</u>
	2.21%	2.21%	2.21%	2.21%	2.21%	2.21%

**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>
2003	2.17%	2.20%
2004	2.17%	2.20%
2005	2.21%	2.32%
2006	2.21%	2.32%
2007	2.21%	2.32%
2008	2.21%	2.32%
2009	2.21%	2.32%
2010	2.21%	2.32%
2011	2.21%	2.32%
2012	2.21%	2.32%

**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		
	General Bonded Debt	Capital Leases	Revenue Refunding Bonds	Wyoming State Land and Investment Loans	
				Utilities Fund	Solid Waste Fund
2003	\$ -	\$ 57,899	\$ -	\$ 2,131,929	\$ -
2004	-	45,507	-	3,106,105	-
2005	-	32,412	-	4,835,415	-
2006	-	18,481	-	8,103,713	-
2007	-	3,551	-	13,736,096	-
2008	-	-	-	18,964,976	2,189,530
2009	-	20,210	-	18,222,103	2,106,138
2010	-	16,738	-	17,957,396	2,014,580
2011	-	12,519	-	18,784,768	1,922,481
2012	-	7,393	-	18,155,085	1,830,493

**Notes:** (1) Population data can be found in the Schedule of Demographic Statistics on page 147.

**N/A:** 2012 percentage of personal income data is not available. The schedule will be completed as the information becomes available.

Business-type Activities

<u>Wyoming Water Development Commission Loans</u>		<u>Capital Lease</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income (2)</u>	<u>Per Capita (1)</u>
<u>Utilities Fund</u>	<u>Recreation Fund</u>	<u>Recreation Fund</u>			
\$ 269,976	\$ 519,931	\$ -	\$ 2,979,735	0.12%	59
256,494	514,723	-	3,922,829	0.16%	77
242,472	509,306	-	5,619,605	0.21%	109
227,888	503,673	-	8,853,755	0.28%	170
212,722	497,814	-	14,450,183	0.38%	249
196,949	491,721	12,999	21,856,175	0.61%	412
180,545	485,384	10,364	21,024,744	0.55%	389
212,872	478,794	7,357	20,687,737	0.54%	377
670,292	471,940	3,922	21,865,922	0.55%	395
-	-	-	19,992,971	N/A	355

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**CITY OF CASPER, WYOMING**

**DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT**

June 30, 2012

(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
<b>Direct Debt</b>			
City of Casper	\$ -	100.00%	\$ -
<b>Overlapping Debt</b>			
Natrona County			
Certificates of participation	9,081,275	84.47%	7,670,953
Note payable	7,610	84.47%	6,428
Natrona County School District No. 1			
Capital lease obligations	2,636,493	84.47%	<u>2,227,046</u>
Total direct and overlapping debt			<u>\$ 9,904,427</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.

**CITY OF CASPER, WYOMING**

**LEGAL DEBT MARGIN INFORMATION**

Last Ten Fiscal years  
(Unaudited)

	Fiscal Year				
	2003	2004	2005	2006	2007
Debt limit	\$ 8,643,101	\$ 9,241,049	\$ 10,402,269	\$ 12,715,068	\$ 14,980,599
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	<u>\$ 8,643,101</u>	<u>\$ 9,241,049</u>	<u>\$ 10,402,269</u>	<u>\$ 12,715,068</u>	<u>\$ 14,980,599</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				
2008	2009	2010	2011	2012
\$ 17,033,188	\$ 17,666,756	\$ 16,706,045	\$ 17,005,695	\$ 17,080,587
-	-	-	-	-
<u>\$ 17,033,188</u>	<u>\$ 17,666,756</u>	<u>\$ 16,706,045</u>	<u>\$ 17,005,695</u>	<u>\$ 17,080,587</u>
0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2012

	General Obligation Bonds	Sewer Bonds
Assessed valuation	<u>\$ 427,014,663</u>	<u>\$ 427,014,663</u>
Debt limit 4% of assessed valuation	<u>\$ 17,080,587</u>	<u>\$ 17,080,587</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>\$ 17,080,587</u>	<u>\$ 17,080,587</u>

Note: Water bonds have no statutory debt limitations

**CITY OF CASPER, WYOMING**

**DEMOGRAPHIC STATISTICS**  
**Last Ten Fiscal Years**  
**(Unaudited)**

Fiscal Year	Population (1)	Personal Income (2)	Per Capita		Completed at	School Enrollment (4)	Unemployment Rate (5)
			Personal Income (2)	Median Age (3)	Least Some College (% of Residents) (3)		
2003	50,632	\$ 2,491,253,000	36,504	36.2	Not Available	11,473	4.1%
2004	51,176	2,693,219,000	39,012	36.4	Not Available	11,565	3.9%
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	4,044,484,670	52,986	34.2	66.7%	11,565	5.9%
2012	55,988	N/A	N/A	35.6	62.0%	11,906	5.0%

- Source:** (1) U. S. Census Bureau Population Estimates Program  
(2) Regional Economic Information System - Bureau of Economic Analysis  
(3) Money Magazine Best Place to Live Rankings, [www.money.cnn.com](http://www.money.cnn.com)  
(4) Wyoming Department of Education  
(5) Wyoming Department of Employment

**N/A:** 2012 personal income and per capita data 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>	2012		2003	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
Trade, transportation, and utilities	8,867	21.38%	7,900	23.02%
Education and health services	6,000	14.48%	4,300	12.54%
Government	5,733	13.83%	5,500	16.03%
Leisure and hospitality	4,500	10.86%	3,300	9.62%
Mining and logging	3,950	9.53%	2,400	7.00%
Professional and business services	2,983	7.20%	3,000	8.75%
Construction	2,817	6.80%	2,300	6.71%
Other services	2,300	5.55%	1,700	4.96%
Financial activities	1,967	4.74%	1,800	5.25%
Manufacturing	1,833	4.42%	1,600	4.66%
Information	500	1.21%	500	1.46%
	<u>41,450</u>	<u>100.00%</u>	<u>34,300</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.

**CITY OF CASPER, WYOMING**

**FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM**

Last Ten Fiscal Years (1)

(Unaudited)

Function/Program	Fiscal Year				
	2003	2004	2005	2006	2007
<b>General Government</b>					
Finance, Human Resources, Risk Management	28	27	28	29	27
Judicial and Legal	12	11	12	12	11
City Hall, Buildings & Grounds	13	13	14	14	11
Planning	4	4	4	4	5
Streets, Traffic, Garage	53	51	54	55	56
Central Administration	5	5	5	5	6
Other	21	21	22	22	21
<b>Police</b>					
Officers, Civilians, and PSCC	120	115	121	123	125
Code Enforcement	11	11	11	11	11
<b>Fire (2)</b>					
Firefighters and Officers	73	73	73	73	73
Civilians	2	2	2	2	2
Refuse Collection	15	15	15	16	17
Engineering	13	12	13	13	12
Redevelopment	2	2	2	2	2
Parks and Recreation	129	123	130	133	123
Wastewater & Sewer	21	21	22	22	23
Water & Water Treatment	40	38	40	41	42
Balefill	15	14	15	15	16
Metro Animal Control	10	10	10	11	10
<b>Total</b>	<b>587</b>	<b>568</b>	<b>593</b>	<b>603</b>	<b>593</b>

**Source:** City Human Resources Department

**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				
2008	2009	2010	2011	2012
29	29	28	28	31
13	14	13	13	14
14	14	13	12	13
5	6	7	5	4
56	56	50	46	49
7	6	5	5	6
18	20	17	18	20
135	143	139	135	138
12	13	12	12	12
74	74	74	72	74
2	2	2	2	2
18	18	18	18	19
13	14	14	13	13
2	2	2	2	2
157	157	148	138	207
24	24	22	22	21
45	45	44	39	40
20	21	20	20	24
11	12	12	10	11
<u>655</u>	<u>670</u>	<u>640</u>	<u>610</u>	<u>700</u>

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

Function/Program	Fiscal Year			
	2003	2004	2005	2006
<b>General Government</b>				
Residential Building Permits Issued	140	176	303	309
Commercial Building Permits Issued	34	35	30	46
Building Inspections Conducted	4,551	5,026	5,857	8,991
<b>Police</b>				
Physical Arrests	3,019	3,355	3,516	3,477
Parking Violations	4,893	5,759	5,728	4,565
Traffic Violations	7,201	6,273	7,541	6,563
<b>Fire</b>				
Emergency Responses	4,101	4,287	4,950	5,117
Fires Extinguished	50	43	55	68
Inspections	1,570	1,586	1,602	1,619
<b>Refuse Collection</b>				
Refuse Collected (Tons Per Year)	N/A	28,046	28,046	27,193
Recyclables Collected (Tons Per Year)	N/A	1,465	3,316	1,377
<b>Other Public Works</b>				
Street Resurfacing (Miles)	N/A	N/A	N/A	17
Potholes Repaired	N/A	248	235	514
<b>Parks and Recreation</b>				
Park Permits Issued	260	245	243	263
Athletic Field Rentals	194	162	133	146
Tennis Court Rentals	48	27	49	41
Leisure Service Memberships Sold	6,055	5,872	5,735	5,762
<b>Water</b>				
New Connections	291	237	294	346
Water Main Breaks	61	41	51	30
Average Daily Consumption (Gallons)	9,570,000	9,180,000	9,010,000	10,860,290
Peak Daily Consumption (Gallons)	26,000,000	26,000,000	24,060,000	29,220,000
<b>Wastewater</b>				
Average Daily Sewage Treatment (Gallons)	7,330,000	6,790,000	6,790,000	6,960,000
<b>Transit</b>				
Total Route Miles	N/A	N/A	N/A	399,461
Passengers	N/A	N/A	N/A	134,930

**Sources:** Various City Departments

Fiscal Year					
2007	2008	2009	2010	2011	2012
302	324	133	106	139	201
37	38	30	26	31	37
10,838	12,134	10,598	10,615	10,976	10,829
3,594	4,264	3,968	3,484	4,782	3,550
3,525	3,375	3,693	1,339	4,041	2,716
6,839	8,188	7,806	9,021	6,345	5,530
5,637	6,170	4,116	4,341	4,732	4,296
86	82	254	91	52	80
1,597	1,774	1,134	1,054	979	845
32,344	32,275	30,342	32,582	29,781	32,498
2,262	1,926	2,199	2,828	2,384	2,890
13	15	14	15	26	25
474	1,650	2,235	2,217	1,710	1,913
304	292	303	335	440	433
156	144	158	117	164	172
51	66	66	82	135	123
5,269	6,157	5,745	4,224	4,565	5,002
384	382	291	231	193	230
45	37	24	33	38	22
9,770,000	9,338,000	9,596,500	8,438,519	9,271,673	10,860,290
28,700,000	28,813,000	26,817,000	23,202,000	25,910,000	27,438,000
7,196,000	7,614,000	7,718,000	7,947,297	7,017,400	6,759,130
409,692	472,797	457,992	477,733	482,076	552,058
132,594	161,518	176,220	172,210	186,860	213,926

**CITY OF CASPER, WYOMING**

**CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM**

Last Ten Fiscal Years

(Unaudited)

Function/Program	Fiscal Year			
	2003	2004	2005	2006
<b>Police</b>				
Stations	1	1	1	1
Zone Offices	1	1	1	1
Patrol units	33	31	32	34
<b>Fire Stations</b>	5	5	5	5
<b>Refuse Collection</b>				
Residential Collection Trucks	9	9	9	9
Commercial Collection Trucks	-	-	-	-
<b>Other Public Works</b>				
Streets (Lane Miles)	n/a	872	878	904
Streetlights				
• Luminaire	469	469	469	469
• Ornamental	191	191	215	215
Traffic Signals	n/a	995	995	1,001
<b>Parks and Recreation</b>				
Acreage	1,198	1,394	1,394	1,358
Playgrounds	38	38	38	38
Athletic Fields				
• Basketball Courts	8	8	8	8
• Multi-use Fields	33	33	33	33
• Single-use Fields	6	6	6	6
Community Centers	9	9	10	10
<b>Water</b>				
Water Mains (Miles)	325	333	339	348
Fire Hydrants	2,514	2,617	2,695	2,823
Storage Capacity (Gallons)	20,520,000	20,520,000	20,520,000	20,520,000
<b>Wastewater</b>				
Sanitary Sewers (Miles)	254	260	269	278
Treatment Capacity (Gallons)	7,500,000	7,500,000	7,500,000	7,500,000
<b>Transit</b>				
• Minibuses	3	3	4	11
• Large Buses	-	-	3	3

Sources: Various City Departments

Fiscal Year						
2007	2008	2009	2010	2011	2012	
1	1	1	1	1	1	1
1	1	1	1	1	1	-
35	37	37	37	39	37	37
5	5	5	5	5	5	5
12	11	12	12	12	12	13
4	4	4	4	4	4	4
907	936	955	943	953	955	
469	469	469	469	511	527	
215	214	214	246	315	322	
1,001	1,001	1,055	1,074	1,117	1,157	
1,368	1,306	1,306	3,299	3,303	3,303	
38	39	39	39	40	40	
8	8	8	8	8	8	8
33	35	32	32	32	32	32
6	6	6	6	6	6	6
10	10	10	10	10	10	10
323	322	325	329	331	334	
2,813	2,915	2,954	3,131	3,180	3,231	
22,900,000	22,900,000	22,900,000	22,900,000	22,900,000	22,900,000	
260	264	266	268	268	273	
10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	
12	12	14	14	14	15	
3	3	3	3	3	4	

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**SINGLE AUDIT SECTION**

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**CITY OF CASPER, WYOMING**

**SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS**

Year Ended June 30, 2012

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 Agriculture</u>			
Passed through the Wyoming State Forestry Division			
Urban Forestry	10.664	n/a	\$ 5,500
Total U.S. Department of Agriculture			<u>5,500</u>
<u>U.S. Department of Housing and Urban Development</u>			
<i>CDBG - Entitlement Grants Cluster</i>			
Community Development Block Grants/Entitlement Grants	14.218	B-09-MC-56-0001	21,042
Community Development Block Grants/Entitlement Grants	14.218	B-11-MC-56-0001	353,806
Community Development Block Grants/Entitlement Grants (ARRA)	14.253	B-09-MY-56-0001	3,230
Total CDBG Entitlement Grants Cluster			<u>378,078</u>
Total U.S. Department of Housing and Urban Development			<u>378,078</u>
<u>U.S. Department of Justice</u>			
Community Capacity Development Office	16.595	2007-WS-Q7-0245	42,250
Passed through Wyoming Association of Sheriffs and Chiefs			
Enforcing Underage Drinking Laws	16.727	None	15,089
<i>JAG Program Cluster</i>			
Passed through the Wyoming Department of Criminal Investigation			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DJ-BX-2978	24,001
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2010-DJ-BX-0523	9,524
			<u>33,525</u>
Passed through the Wyoming Department of Criminal Investigation			
Recovery Act - Edward Byrne Memorial Justice Assistance			
Grant Program (JAG)/ Grants to States and Territories (ARRA)	16.803	None	82,319
Direct			
Recovery Act - Edward Byrne Memorial Justice Assistance			
Grant Program (JAG)/ Grants to States and Territories (ARRA)	16.804	2009-SB-B9-1185	9,868
Total JAG Cluster			<u>125,712</u>
Total U.S. Department of Justice			<u>183,051</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, 2012

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</u>			
<i>Highway Planning and Construction Cluster</i>			
Passed through the Wyoming Department of Transportation			
Highway Planning and Construction	20.205	None	\$ 3,774
Highway Planning and Construction	20.205	None	310,221
Highway Planning and Construction	20.205	None	322,162
Highway Planning and Construction	20.205	STP-E-CA TL11001	195,355
Highway Planning and Construction	20.205	STP-E-CA TL12002	132
<i>Total Highway Planning and Construction Cluster</i>			<u>831,644</u>
<i>Federal Transit Cluster</i>			
Federal Transit Capital Investment Grants (ARRA)	20.507	WY-96-X002-00	193
Federal Transit Formula Grants	20.507	WY-90-X047	214,109
Federal Transit Formula Grants	20.507	WY-90-X050	488,540
<i>Total Federal Transit Cluster</i>			<u>702,842</u>
<i>Highway Safety Cluster</i>			
Passed through Wyoming Association of Sheriffs and Chiefs			
State and Community Highway Safety	20.600	None	6,215
Passed through the Wyoming Department of Transportation			
Alcohol Impairment Driving Countermeasures	20.601	HS41012	200
<i>Total Highway Safety Cluster</i>			<u>6,415</u>
Passed through Wyoming Association of Sheriffs and Chiefs			
Alcohol Open Container Requirements	20.607	2011/2012 154-AL	7,590
<i>Total U. S. Department of Transportation</i>			<u>1,548,491</u>
<u>U.S. Environmental Protection Agency</u>			
Passed through Wyoming State Loan and Investment Board			
Capitalization Grants for Drinking Water State Revolving Funds (ARRA)	66.468	None	399,411
<i>Total U.S. Environmental Protection Agency</i>			<u>399,411</u>
<u>U. S. Department of Energy</u>			
Passed through Wyoming Business Council,			
Business and Industry Division, State Energy Office			
State Energy Program (ARRA)	81.041	DE-FOA-000052	318,921
			(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, 2012

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 Energy (Continued)</u>			
Direct			
Electricity Delivery and Energy Reliability, Research, Development and Analysis (ARRA)	81.122	DE-OE0000408	\$ 106,038
Direct			
Energy Efficiency and Conservation Block Grant Program (ARRA) Passed through the Wyoming Business Council	81.128	DE-FOA-0000013	128,539
Energy Efficiency and Conservation Block Grant Program (ARRA)	81.128	None	6,030
Energy Efficiency and Conservation Block Grant Program (ARRA)	81.128	None	21,838
Energy Efficiency and Conservation Block Grant Program (ARRA)	81.128	None	24,786
			<u>181,193</u>
 Total U.S. Department of Energy			 <u>606,152</u>
<u>U. S. Department of Health and Human Services</u>			
Passed through Natrona County School District #1, Wyoming			
Centers for Disease Control and Prevention - Investigations and Technical Assistance	93.283	None	13,906
Total U.S. Department of Health and Human Services			<u>13,906</u>
<u>U. S. Department of Homeland Security</u>			
Passed through Wyoming Office of Homeland Security			
Homeland Security Grant Program	97.067	10-GDP-CAS-LP-HLE10	53,970
Homeland Security Grant Program	97.067	07-NTI-CAS-PS-PCS7	331,168
Homeland Security Grant Program	97.067	11-GDP-CAS-0142-S01	15,099
Homeland Security Grant Program	97.067	10-GDP-RR2-RR-HRT10	11,500
			<u>411,737</u>
 Total Expenditures of Federal Awards			 <u>\$ 3,546,326</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, 2012

**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, 2012:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Grantor Project Number</u>	<u>Revenue Received</u>
Highway Planning and Construction	20.205	None	\$ 674,530
Highway Planning and Construction	20.205	TL9003	25,000
Highway Planning and Construction	20.205	STP-E-CA TL11001	140,362
Alcohol Impairment Driving Countermeasures	20.601	HS41012	200

**Note 3. Amounts Passed Through to Subrecipients**

Federal funds were passed through to the following subrecipients:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Subrecipient</u>	<u>Amount Passed Through</u>
Community Development Block Grants	14.218	Casper Area Transportation Coalition	\$ 59,350
Federal Transit Formula Grants	20.507	Casper Area Transportation Coalition	775,781

**Note 4. Loans Outstanding**

The City had the following loan balance under federally guaranteed loan programs outstanding at June 30, 2012:

<u>Program Title</u>	<u>Federal CFDA Number</u>	<u>Amount</u>
U. S. Department of Housing and Urban Development Community Development Block Grants - Section 108 Loan Guarantees	14.248	\$ 599,000

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



# PORTER, MUIRHEAD, CORNIA & HOWARD

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## 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

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

We have audited the financial statements of the governmental activities, the business-type activities, the 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, 2012, which collectively comprise the City of Casper, Wyoming's basic financial statements, and have issued our report thereon dated December 21, 2012. 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. Other auditors audited the financial statements of the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board, discretely presented component units of the City as described in our report of 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***

Management of the City of Casper, Wyoming is responsible for establishing and maintaining effective internal control over financial reporting. In planning and performing our audit, we considered the City of Casper, Wyoming's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinion 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 over financial reporting. Accordingly, we do not express an opinion on the effectiveness on the City of Casper, Wyoming's internal control over financial reporting.

*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.

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 deficiencies, significant deficiencies or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

***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 21, 2012.

This report is intended solely for the information and use of management, others within the entity, its oversight audit agency and other agencies granting funds to the City of Casper, Wyoming, and is not intended to be and should not be used by anyone other than these specified parties.



Porter, Muirhead, Cornia & Howard  
Certified Public Accountants

December 21, 2012





# **PORTER, MUIRHEAD, CORNIA & HOWARD**

(A Corporation of Certified Public Accountants)

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## REPORT ON COMPLIANCE WITH REQUIREMENTS THAT COULD HAVE A DIRECT AND MATERIAL EFFECT ON EACH MAJOR PROGRAM AND ON INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE WITH OMB CIRCULAR A-133

### INDEPENDENT AUDITOR'S REPORT

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

#### ***Compliance***

We have audited the City of Casper, Wyoming's compliance with the types of compliance requirements described in the U.S. Office of Management and Budget (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, 2012. 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. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City of Casper, Wyoming's management. Our responsibility is to express an opinion on the City of Casper, Wyoming's compliance based on our audit.

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 the component units engaged other auditors to perform its audit. The report 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.

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. Our audit does not provide a legal determination on the City of Casper, Wyoming's compliance with those requirements.

As described in item FC-2012-1 in the accompanying schedule of findings and questioned costs, the City of Casper, Wyoming did not comply with requirements regarding reporting that are applicable to the Federal Transit -- Formula Grants (Urbanized Area Formula Program), CFDA 20.507, under the Federal Transit Cluster. Compliance with such requirements is necessary, in our opinion, for the City of Casper, Wyoming to comply with the requirements applicable to this program.

In our opinion, except for the noncompliance described in the preceding paragraph, the City of Casper, Wyoming complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2012.

***Internal Control Over Compliance***

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

Our consideration of internal control over compliance was for the limited purpose described in the preceding paragraph 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. However, as discussed below, we identified a certain deficiency in internal control that we consider to be a material weakness.

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. We consider the deficiency in internal control over compliance described in the accompanying schedule of findings and questioned costs as item SA-2012-1 to be a material weakness.

The City of Casper, Wyoming's response to the finding identified in our audit is described in the accompanying schedule of findings and questioned costs. We did not audit the City of Casper, Wyoming's response and, accordingly, we express no opinion on the response.

This report is intended for the information of management, others within the entity, its oversight audit agency and other agencies granting funds to the City and is not intended to be and should not be used by anyone other than these specified parties.



Porter, Muirhead, Cornia & Howard  
Certified Public Accountants

December 21, 2012

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS  
Year Ended June 30, 2012

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Section I - Summary of Auditor's Results

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**Financial Statements**

Type of auditor's report issued Unqualified

Internal control over financial reporting:

Material weaknesses identified? No

Significant deficiencies identified  
that are not considered to be material  
weaknesses? No

Noncompliance material to financial statements noted? No

**Federal Awards**

Internal control over major programs

Material weaknesses identified? Yes

Significant deficiencies identified  
that are not considered to be material  
weaknesses? No

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

Unqualified for all major programs except for  
Federal Transit – Formula Grants, CFDA

20.507, Federal Transit Cluster, which was  
qualified

Any audit findings disclosed that are required to be  
reported in accordance with section 510 (a)  
of Circular A-133?

Yes

**CITY OF CASPER, WYOMING**

**SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)**  
 Year Ended June 30, 2012

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

---

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster	Amount
	<i>Federal Transit Cluster</i>	
20.507	Federal Transit - Formula Grants	\$ 702,842
66.468	Capitalization Grants for Drinking Water State Revolving Funds (ARRA)	399,411
81.041	State Energy Program (ARRA)	318,921
81.122	Electricity Delivery and Energy Reliability, Research, Development and Anlysis (ARRA)	106,038
97.067	Homeland Security Grant Program	411,737
		<u>\$ 1,938,949</u>

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

Auditee qualified as low-risk auditee? No

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**Section II – Findings Related to the Financial Statement Audit as Required to be Reported in Accordance  
 with Generally Accepted Government Auditing Standards**

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***Significant Deficiencies in Internal Control.***

No matters were noted.

***Compliance Findings***

No matters were noted.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2012

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**Section III - Federal Award Findings and Questioned Costs**

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***Material Weakness in Internal Control***

SA-2012-1 Reporting

***Federal Program***

Federal Transit – Formula Grants, U.S. Department of Transportation, CFDA 20.507, (*component of the Federal Transit Cluster*)

***Criteria***

2 CFR part 170 requires the recipient reporting of each first-tier subaward or subaward amendment that results in an obligation of \$25,000 or more in federal funds. The reporting must be accomplished by the end of the month following the month in which the reportable action occurred. Grant and cooperative agreement recipients are required to register in the Federal Funding Accountability and Transparency Act Subaward Reporting System (FSRS) and report subaward data through the FSRS.

***Condition and Context***

The City of Casper, a first tier recipient, did not register or report subaward data through the Federal Funding Accountability and Transparency Act Subaward Reporting System for a subaward made to the Casper Area Transportation Coalition. Grant management personnel were unaware of the requirement for reporting under the Transparency Act.

***Questioned Costs***

None.

***Effect***

The City failed to comply with the requirements of the Government Funding Transparency Act of 2008.

***Cause***

Program management was unaware of the requirements of the Government Funding Transparency Act of 2008; the individuals within the Community Development Department tasked with responsibility for the program have not assumed the degree of responsibility necessary to obtain the knowledge needed to insure compliance with all aspects of grant management.

***Recommendation***

We recommend the Community Development Department read the OMB Compliance Supplement on an annual basis to familiarize themselves with any changes to each program and that grant management read Open Government Directive – Federal Spending Transparency and Subaward and Compensation Data Reporting, available from <http://www.whitehouse.gov/omb/open>. Once familiar with these documents and the reporting requirements, management should register and report subaward data through the FSRS as soon as feasible.

(Continued)

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2012

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

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***Management Response***

The City of Casper staff responsible for managing the Federal Transit Formula Grants (Urbanized Area Formula Program) have familiarized themselves with the Open Government Directive – Federal Spending Transparency and Subaward and Compensation Data Reporting and have registered and reported the subaward data through the FSRS interface. Such reporting is now part of the Federal Transit Formula Grant Execution protocol.

***Compliance Findings***

FC-2012-1 See SA-2012-1

CITY OF CASPER, WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS  
Year Ended June 30, 2012

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***Significant Deficiency in Internal Control***

**SA-2011-1** Allowable Costs/Cost Principles

***Federal Program***

CFDA 16.803 Edward Byrne Memorial Justice Assistance Grant Program/Grants to States and Territories (ARRA) (*component of the JAG Program Cluster*)

***Condition***

No cost certifications were completed for employees who work solely on a single Federal Award or cost objective.

***Status***

Condition has been corrected.

***Significant Deficiency in Internal Control***

**SA-2011-2** Suspension and Debarment

***Federal Program***

CFDA 16.738 Edward Byrne Memorial Justice Assistance Grant (*component of the JAG Program Cluster*)

***Condition***

The City of Casper made a subaward to Natrona County, Wyoming but did not verify the County was not suspended or debarred or otherwise excluded.

***Status***

Condition has been corrected.

CITY OF CASPER, WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS (CONTINUED)

Year Ended June 30, 2012

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*Significant Deficiency in Internal Control*

SA-2011-3 Suspension and Debarment

*Federal Program*

CFDA 16.738 Edward Byrne Memorial Justice Assistance Grant (*component of the JAG Program Cluster*)

*Condition*

The City of Casper made a subaward to Natrona County, Wyoming but did not monitor the County's use of Federal awards; the City did not obtain the audit of Natrona County, Wyoming to determine if there were audit findings to determine if corrective action was necessary.

*Status*

Condition has been corrected.

*Compliance Finding*

FC-2011-1 Activities Allowed or Unallowed

*Federal Program*

CFDA 16.738 Edward Byrne Memorial Justice Assistance Grant (*component of the JAG Program Cluster*)

*Condition*

The City purchased radio batteries rather than the software module stipulated in the grant application when the software module was not available. Radio batteries would maintain the current system, but not enhance the capabilities of the system as described.

*Status*

Condition has been corrected.