

CITY OF CASPER, WYOMING
COMPREHENSIVE ANNUAL FINANCIAL REPORT
FISCAL YEAR ENDED JUNE 30, 2013

Prepared by
Administrative Services Department

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January 29, 2014

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

State law requires that certain municipalities have an annual audit completed of its financial affairs and transactions within six months of the close of each fiscal year. Financial statements presented in conformity with Generally Accepted Accounting Principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants are to be furnished to the Director of the Wyoming Department of Audit within seven months of the close of the fiscal year being audited. Pursuant to that requirement, we hereby present the audited Comprehensive Annual Financial Report (CAFR) of the City of Casper (City) for the fiscal year ended June 30, 2013.

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, 2013, 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, 2013, 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 58,000 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 council persons are elected from each ward.

FY 2013 staffing for the City was 546 full time and approximately 443 part time employees. The City operates and maintains approximately 3,303 acres of parks, 40 playgrounds, a 27 hole public golf course, 3 swimming pools and 1 indoor aquatic center, and a variety of other recreation facilities including a ski area, recreation center, 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 the nation continues to recover from an economic recession in varying degrees, the State of Wyoming, and the City of Casper are experiencing favorable economic circumstances.

FY 2012 was best described as being a stabilized budget year. FY 2013 has been a year of continued healthy 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 2013. Sales tax revenue was 14.94% greater than the budgeted amount for FY 2013. Sales tax distribution data for Natrona County indicates increased growth trends in eight major industry sectors, which are Mining, Utilities, Manufacturing, Wholesale trade, Retail trade, Professional services, Administrative support, Waste management, and Accommodation & Food Services.

Property tax revenue declined as compared to FY 2012, but was still 7.13% more than budgeted for FY 2013. The results of other taxes were higher with the exception of cigarette taxes. Franchise tax receipts, another indicator of economic activity, was higher than the previous fiscal year and exceeded budget by 21.12%. The unemployment rate near the end of the fiscal year for Natrona County and the City of Casper is 4.3% which is slightly lower than the State of Wyoming average unemployment rate of 4.6%. This is a decrease in the unemployment of the previous year and will prompt several types of revenues to rise 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 2, 2012. This action is intended to slow the growth of the City's OPEB liability.

Relevant Financial Policies: The City Council adopted a reserves policy and in FY 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 moderate growth of revenues for FY 2012, the reserves provided for the avoidance of drastic measures such as lay-offs while allowing the City to continue to provide essential services. Costs remain trimmed from lower personnel costs through attrition, reduction of overtime and seasonal employee expenditures, and the reduction of other operating expenditures where possible.

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

Other City financial policies are discussed at length in the notes to the financial statements. The notes discuss the accounting, investments and deposits, various employee benefits, 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.

Major Initiatives: The City Council's initiatives during the FY 2013 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. Other Council initiatives are to invest in infrastructure, including improvement to streets, water mains and walkability projects. Council also desires to enhance the appearance of the City of Casper via the enforcement of codes and other measures. The City will continue to look for opportunities to promote development of housing and social service programs via grants and community action programs. Finally, a program to provide each police officer with a dedicated vehicle was completed.

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, 2012. 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, 2012. The City has received this Award since FY 2007.

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

Respectfully submitted,



V.H. McDonald, CPA

Administrative Services Director

CITY OF CASPER OFFICIALS

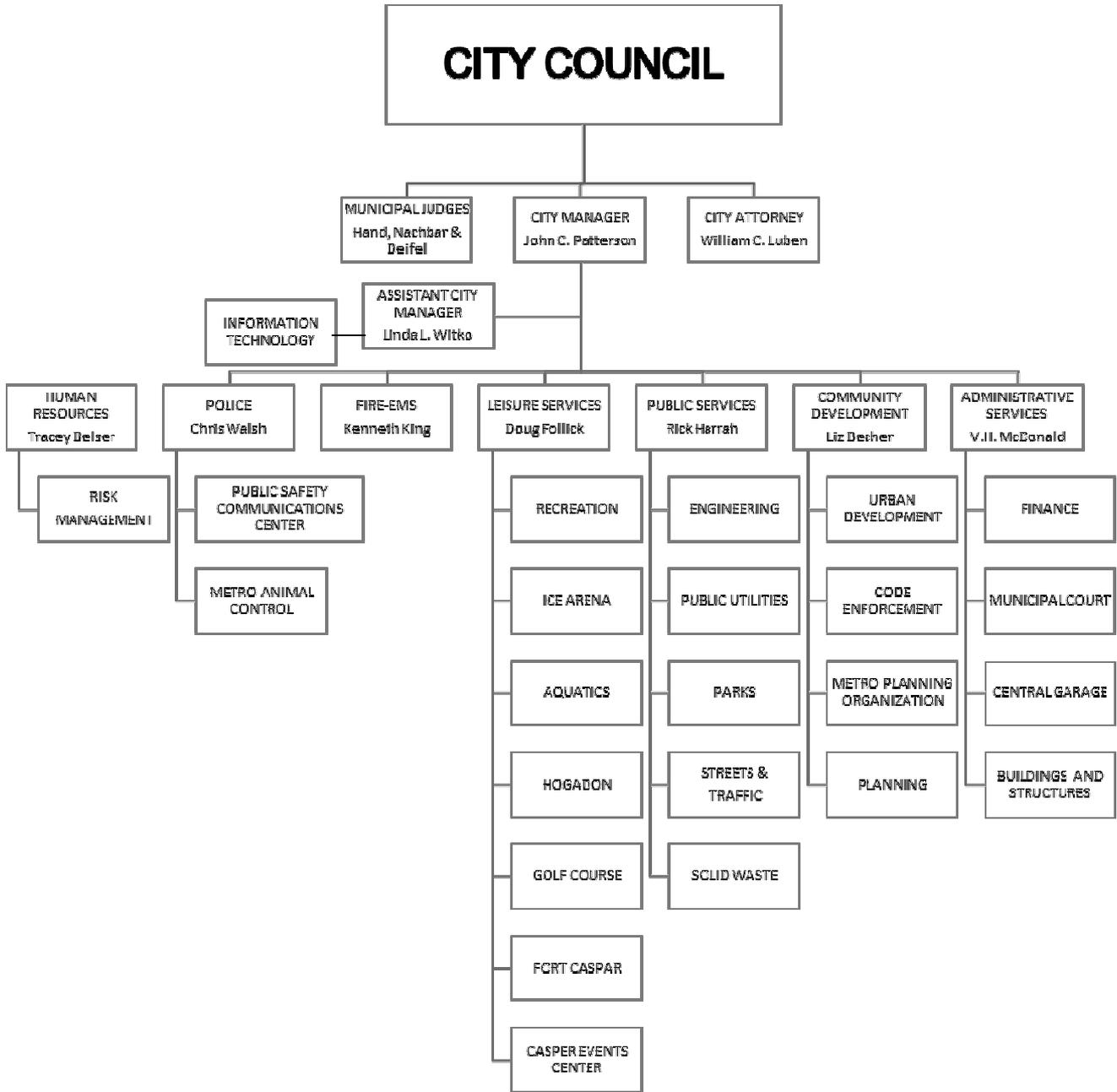
CITY COUNCIL

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

ADMINISTRATION

John Patterson,	City Manager
Linda L. Witko,	Assistant City Manager
William C. Luben,	City Attorney
V.H. McDonald,	Administrative Services Director
Douglas Follick,	Leisure Services Director
Chris Walsh,	Chief of Police
Mark Young,	Fire Chief
Liz Betcher,	Community Development Director
Rick Harrah,	Public Services Director
Tracey Belser,	Director Human Resources

ORGANIZATION OF THE CITY OF CASPER





Government Finance Officers Association

**Certificate of
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**City of Casper
Wyoming**

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended

June 30, 2012

Executive Director/CEO

FINANCIAL SECTION



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

Report on the Financial Statements

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, 2013, and the related notes to the financial statements, which collectively comprise the City of Casper, Wyoming's basic financial statements as listed in the table of contents.

Management's Responsibility for the Financial Statements

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

Auditor's Responsibility

Our responsibility is to express opinions on these financial statements based on our audit. We did not audit the financial statements of the Central Wyoming Regional Water System Joint Powers Board nor the Economic Development Joint Powers Board; both are discretely presented component units of the City. These component units represent 98%, 97%, and 86%, respectively, of the assets, net position, and revenues of the aggregate discretely presented component units. Those financial statements were audited by other auditors whose reports thereon have been furnished to us, and our opinion, insofar as it relates to the amounts included for the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board is based on the reports of the other auditors. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in Government Auditing Standards, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement.

An audit involves performing procedures to obtain audit evidence amount the amounts and disclosures in the financial statements. The procedures selected depend on the auditor's judgment, including the assessment of the risks of material misstatement of the financial statements, whether due to fraud or error. In making those risk assessments, the auditor considers internal control relevant to the entity's preparation and fair presentation of the financial statements in order to design audit procedures that are appropriate in the circumstances, but not for the purpose of expressing an opinion on the effectiveness of the entity's internal control. Accordingly, we express no such opinion. An audit also includes evaluating the appropriateness of accounting policies used and the reasonableness of significant accounting estimates made by management, as well as evaluating the overall presentation of the financial statements.

Honorable Mayor, Members of City Council,
and City Manager

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

Opinion

In our opinion, based on our audit and the reports of other auditors, the financial statements referred to previously present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, the discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Casper, Wyoming, as of June 30, 2013, and the respective changes in financial position and, where applicable, cash flows thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

Other Matters

Required Supplementary Information

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

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

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

Honorable Mayor, Members of City Council,
and City Manager

Other Information

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

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

Other Reporting Required by Government Auditing Standards

In accordance with *Government Auditing Standards*, we have also issued a report dated January 29, 2014, on our consideration of the City of Casper, Wyoming's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* in considering the City of Casper, Wyoming's internal control over financial reporting and compliance.



Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
January 29, 2014

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

As management of the City of Casper (City), we present to readers of the City's basic financial statements this narrative overview and analysis of the financial activities of the City for the fiscal year ended June 30, 2013. 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 \$416.85 million (*net position*). Of this amount, \$140.4 million (*unrestricted*) may be used to meet the government's ongoing general fund, grant funds, capital project and business-type activity obligations to citizens and creditors. Specific expenditure restrictions apply to the grant funds and much of the capital project funds. The City's total net position, including all funds, increased by \$13.11 million.

The City's total net liabilities increased by \$3.39 million or 6.97%, during the current fiscal year. The City decreased its long-term debt by a net \$1.1 million or 5.34% mainly due to principal payments to the State Loan and Investment Board. The Landfill closure and post closure liability increased by a net \$577,532 as the City continued to monitor the former Balefill and consumed capacity in the new Landfill. Other changes were due to the net accrual of \$2.71 million for Other Post-Employment Benefits (OPEB) and recognition of a \$130,032 net increase of accrued compensated absences.

Fund Basis

As of June 30, 2013, there is a deficit of \$5.6 million in fund balance for the General Fund, exclusive of transfers. The City of Casper has committed General Fund emergency reserves of \$11.3 million, and operating reserves of \$11.3 million as allowed by City Council's Reserve Policy, for a combined total of \$22.6 million Operating and Emergency Reserve.

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 \$59.22 million. The corpus of the Perpetual Care Fund is committed to hold the principal balance to generate interest income to support facilities developed by the optional one cent sales tax. The resources of the Redevelopment Land Fund are intended to be used to acquire land and buildings for resale to support the City's redevelopment efforts.

As of June 30, 2013, the City's other governmental funds reported combined ending fund balances of \$54.63 million. The majority of this amount, \$50.14 million, consists of balances in the capital projects funds, with special revenue funds of \$2.38 million, primarily restricted for specific program expenditures, debt service fund of \$2.15 million, and a deficit in ARRA capital projects fund of \$37,951.

Overview of the Financial Statements

This discussion and analysis is intended to serve as an introduction to the City's basic financial statements. The City's basic financial statements are comprised of three components: government-wide financial statements, fund financial statements, and notes to the basic financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

Government-wide Financial Statements

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

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

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

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

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

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

Notes to the Financial Statements

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

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

Other Information

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

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 Position

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

In total, the City's net position increased \$13.11 million, or 3.25%, from FY 2012 to FY 2013. Investments in capital assets increased \$7.97 million, or 2.99%. Restricted net position also increased by \$243,548 million or 17.46%. Unrestricted net position increased \$4.90 million or 3.62%.

Total Net Position

By far the largest portion of the City's net position (65.93%) reflects the net investment of \$274.84 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, 2013, the City is able to report positive balances in all three categories of net position, for the government as a whole and for unrestricted net position business-type activities.

Governmental Net Position

Total net position of the City's governmental activities increased \$11.87 million, or 5.1%, during the current fiscal year. This increase was composed of an increase in net capital assets of \$9.95 million, an increase in restricted net position of \$243,548 and an increase in unrestricted net position of \$1.68 million. The increase in capital assets is due to construction of infrastructure, land acquisition and machinery and equipment. The increase in restricted net position of \$243,548 is due to several changes in the amounts restricted for various projects. The largest of these changes are an increase in Redevelopment Loans of \$90,206 and Paradise Valley Pipeline project of \$32,500.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

Business-type Activities Net Position

Total net position of the City's business-type activities increased \$1.24 million (in chart below), or 0.73%, during the current fiscal year. The increase was mainly due to revenue increases related to Utilities and Solid Waste.

**City of Casper
Comparative Statement of Net Position
June 30, 2013 and 2012**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	Restated 2012	2013	Restated 2012
Assets						
Current and other assets	\$ 129,459,488	\$ 122,622,374	\$ 42,360,134	\$ 39,433,000	\$ 171,819,622	\$ 162,055,374
Capital assets	138,259,001	128,313,215	155,494,247	158,700,246	293,753,248	287,013,461
Total assets	267,718,489	250,935,589	197,854,381	198,133,246	465,572,870	449,068,835
Liabilities						
Current liabilities	7,345,094	5,387,119	2,629,785	4,137,195	9,974,879	9,524,314
Long-term liabilities	13,292,109	10,340,025	25,451,955	25,461,267	38,744,064	35,801,292
Total liabilities	20,637,203	15,727,144	28,081,740	29,598,462	48,718,943	45,325,606
Net Position						
Invested in capital assets, net of related debt	138,257,839	128,305,822	136,582,549	138,566,065	274,840,388	266,871,887
Restricted	1,638,335	1,394,787	-	-	1,638,335	1,394,787
Unrestricted	107,185,112	105,507,836	33,190,092	29,968,719	140,375,204	135,476,555
Total net position	\$ 247,081,286	\$ 235,208,445	\$ 169,772,641	\$ 168,534,784	\$ 416,853,927	\$ 403,743,229

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CITY OF CASPER, WYOMING

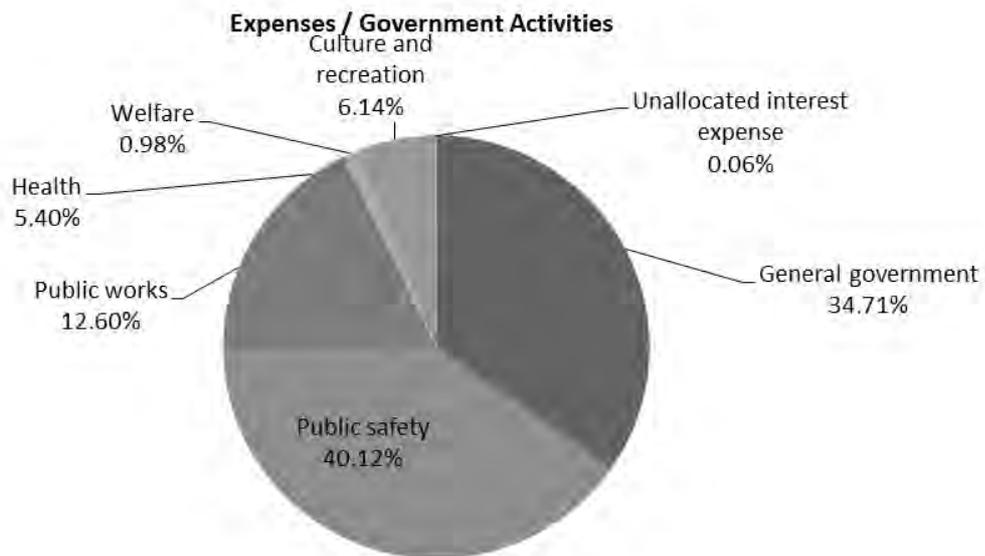
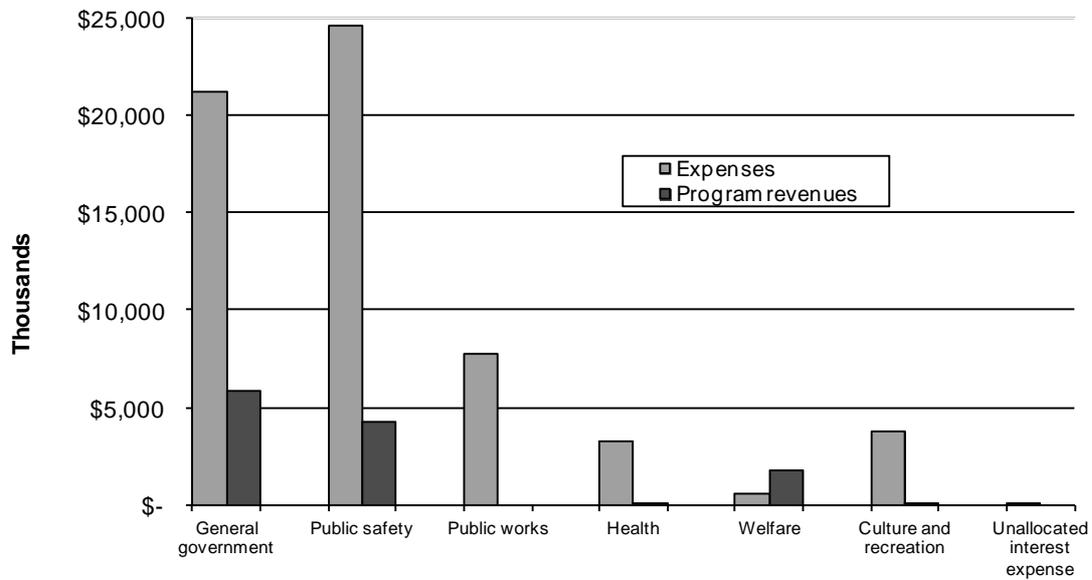
MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

Governmental-type Activities

Program Revenues and Expenses - Governmental Activities



CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

The governmental activities charts above illustrate operating expenses and program revenues by function and revenues by source. Public Safety is the largest function at 40.12% of total governmental operating expense, followed by General Government at 34.71%, Public Works at 12.60%, Culture and Recreation at 6.14%, and Public Health and Welfare combined for 6.38%.

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 52.60% of revenues, other taxes, consisting primarily of mineral taxes and franchise fees 23.26%, property taxes 5.01%, unrestricted interest income 0.31%, charges for services 10.51%, operating grants and contributions are 4.05%, and capital grants and contributions are 0.82% of total revenues. Governmental activities, including transfers, increased the City's net position by \$11.87 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 \$7.6 million or 11.76%. This increase in revenues can mostly be attributed to additional receipts of State Sales Tax dollars. Growth was due to an increase in retail trade and manufacturing while mining remained strong.
- The City experienced an increase in sales tax receipts of \$2.57 million or 6.68% resulting from growth experienced largely in the retail sector. Other taxes increased by \$3.54 million due to increases in mineral taxes and franchise fees.
- Capital grants and contributions decreased by \$0.67 million or 51.33% mainly due to a decrease in receipts of American Recovery and Reinvestment Act (ARRA) funds for various infrastructure and energy efficiency improvements.
- Expenditures for Governmental Activities increased by \$11.10 million or 19.96% mainly due to a net increase in personnel costs. There was a 2.5% general cost-of-living increase for all employees. Fulltime headcount increased by 30 during FY13. See additional detail in the Governmental Fund Financial Analysis.

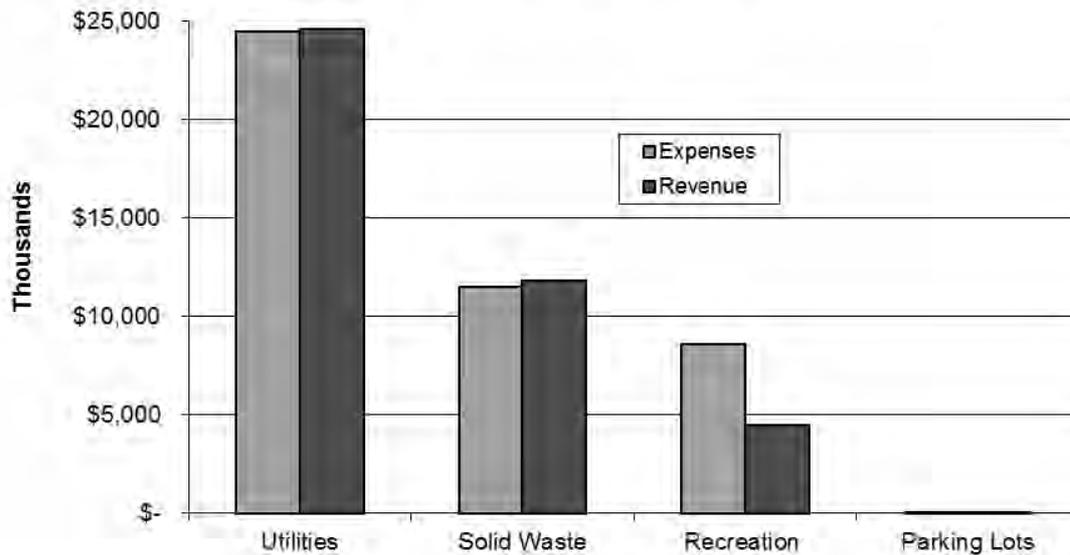
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CITY OF CASPER, WYOMING

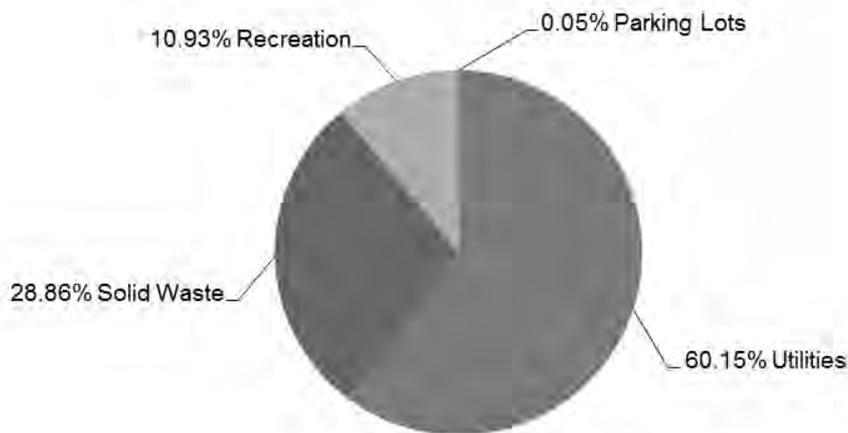
MANAGEMENT'S DISCUSSION AND ANALYSIS
June 30, 2013
(Unaudited)

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, 2013

(Unaudited)

Business-type activities increased the City's overall net position by \$1.24 million. Key elements of this increase are:

- Contributing to the increase in the net position of business-type activities include a net increase in the Utilities Funds of \$2.62 due to an increase in revenue and increased support from General Fund. The Solid Waste Funds had a net increase of net position of \$0.55 million while the Recreation Funds had a net decrease of \$1.88 million due to a decrease in operating revenue and decreased support from General Fund and capital support.

**City of Casper
Comparative Statement of Net Position
Years Ended June 30, 2013 and 2012**

	Governmental Activities		Business-type Activities		Total	
	2013	2012	2013	Restated 2012	2013	Restated 2012
Revenues						
Charges for services	\$ 8,198,022	\$ 6,930,125	40,321,573	\$ 39,168,894	\$ 48,519,595	\$ 46,099,019
Operating grants and capital contributions	3,160,277	2,739,496	128,905	621,504	3,289,182	3,361,000
Capital grants and contributions	636,187	1,307,224	51,082	-	687,269	1,307,224
Taxes						
Property	3,910,400	3,920,313	-	-	3,910,400	3,920,313
Sales	41,017,684	38,447,707	-	-	41,017,684	38,447,707
Other	18,141,854	14,592,179	-	-	18,141,854	14,592,179
Miscellaneous	2,673,488	1,477,682	201,659	313,301	2,875,147	1,790,983
Unrestricted interest earnings	244,389	578,752	251,540	398,868	495,929	977,620
Total revenues	<u>77,982,301</u>	<u>69,993,478</u>	<u>40,954,759</u>	<u>40,502,567</u>	<u>118,937,060</u>	<u>110,496,045</u>
Expenses						
General government	21,220,810	18,208,068	-	-	21,220,810	18,208,068
Public safety	24,528,873	20,961,407	-	-	24,528,873	20,961,407
Public works	7,703,054	6,873,469	-	-	7,703,054	6,873,469
Public health	3,302,192	2,130,279	-	-	3,302,192	2,130,279
Culture and recreation	3,756,562	4,796,854	-	-	3,756,562	4,796,854
Welfare	598,460	914,449	-	-	598,460	914,449
Unallocated interest expense	34,115	35,922	-	-	34,115	35,922
Utilities	-	-	24,514,609	22,801,918	24,514,609	22,801,918
Solid Waste	-	-	11,498,891	15,316,136	11,498,891	15,316,136
Recreation	-	-	8,588,873	8,559,455	8,588,873	8,559,455
Other enterprise funds	-	-	79,923	93,646	79,923	93,646
Total expenses	<u>61,144,066</u>	<u>53,920,448</u>	<u>44,682,296</u>	<u>46,771,155</u>	<u>105,826,362</u>	<u>100,691,603</u>
Excess of revenues over expenses before transfers	16,838,235	16,073,030	(3,727,537)	(6,268,588)	13,110,698	9,804,442
Transfers	(4,965,394)	(4,661,215)	4,965,394	4,661,215	-	-
Change in net position	11,872,841	11,411,815	1,237,857	(1,607,373)	13,110,698	9,804,442
Net position - July 1	235,208,445	223,796,630	168,534,784	170,142,157	403,743,229	393,938,787
Total net position	<u>\$247,081,286</u>	<u>\$235,208,445</u>	<u>\$169,772,641</u>	<u>\$168,534,784</u>	<u>\$416,853,927</u>	<u>\$403,743,229</u>

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

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, 2013, the City's governmental funds reported a combined ending fund balance of \$113.85 million, an increase of \$5.72 million. The net increase is due to increased sales taxes.

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 Revolving Land Fund, and the Lifesteps Campus Fund balances into the General Fund balance. The General Fund committed fund balance is \$51.86 million, \$12.81 million non-spendable, \$0.23 million in restricted and negative \$5.64 million is unassigned. Tax revenues in FY13 were \$6.1 million higher than FY12. Expenditures in the General Fund were less than budgeted by \$2.28 million which softened the impact of declining interest revenues. The variance in expenditures was significantly contributed to by Revolving Land for \$680,346, Perpetual Care at \$383,376, Engineering at \$215,390, Police \$198,497, Streets \$119,319 and Parks \$105,748. The Revolving Land variances were attributable to capital funding not being spent; the Perpetual Care variance was lower due to progression of capital improvements.

The General Fund's \$59.26 million fund balance includes committed balances of \$11.3 million for emergency reserves and \$11.3 million for operating reserves as set by Council's Reserve Policy. The committed balance also includes \$27.6 million GAAP based Perpetual Care corpus to fund Optional One Cent facilities ongoing maintenance, while \$1.51 million is committed to planned land acquisitions projects utilizing Optional One Cent monies.* The non-spendable fund balance classification indicates that amounts are not in spendable form, which includes, general fund inventory of \$138,406, and the non-current notes receivable of \$12.67 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 \$230,000.

The fund balance of the capital projects funds increased despite increased capital activity due to strong growth in Optional One Cent Tax funds and support from the General Fund.

*Like discussed in **Fund Basis** section of **Financial Highlights** above, the budget basis reserves of Perpetual Care is approximately \$34.0 million.

CITY OF CASPER, WYOMING

MANAGEMENT'S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

Enterprise Funds

Enterprise funds unrestricted net assets at June 30, 2013 amounted to \$33.19 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 \$27.38 million, \$5.45 million, and negative \$177,864, respectively. Other non-major Enterprise funds reported unrestricted net assets of \$539,330.

Internal Service Funds

The internal service funds, which are used to finance and account for goods and services provided internally among City departments, had unrestricted net assets of negative \$3.74 million, a decrease of \$3.95 million from the prior year. Significant contributions to the change in unrestricted net assets are the recognition of the post-employment benefit plan's annual required contribution of \$2.71 million (OPEB). The recognition of the Post-Employment liability has resulted in a deficit fund balance for the Employee Health Insurance Fund; however, City management believes for the foreseeable future annual revenues of the Employee Health Insurance Fund will be sufficient to cover the costs of employee health insurance benefits. A \$4.05 million decrease of Internal Service Fund's net assets was primarily caused by personnel costs that were not recovered by internal service charges and by recognition of OPEB.

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 \$2.91 million approved for FY 2013 included \$549,000 for the Police budget to cover unanticipated increased adult jail service costs. The Fire budget was increased by \$216,000 for wild land response costs. Parks was increased \$100,000 for increased water purchases. The Transfers budget was increased by \$1,925,103. Hogadon used \$68,444 for higher than anticipated net operating costs. The Property and Liability Insurance fund received \$629,509 to be used to fund workers' compensation insurance costs for FY13. \$734,890 was allocated to various Capital Projects.

The General Fund reflects a net positive ending change in fund balance of \$4.81 million, which consists of a positive net \$1.86 million revenue variance, a positive total expenditure variance of \$2.28 million and a net positive transfer's variance of \$674,699. General Fund actual revenues were higher than budgeted revenues due to an increase in local sales tax, franchise taxes, fines and miscellaneous income. The increases were offset by decreases in licenses/permits, investment earnings and property taxes.

On a budgetary basis General Fund expenditures were below budget, primarily due to lower than budgeted expenditures in General Government (\$1,581,835), Public Safety (\$344,666), Public Works (\$154,031), Human Services (\$9,325), Welfare (\$64,073), and Culture and Recreation (\$127,961).

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.

CITY OF CASPER, WYOMING

MANAGEMENT’S DISCUSSION AND ANALYSIS

June 30, 2013

(Unaudited)

Special Revenue Funds

A total Special Revenue Funds appropriation adjustment of \$1.10 million approved for FY13 including \$850,000 to Public Safety Communications Center Fund for 911 and Fire Station #3 dispatch improvements, Police Grant Fund, \$215,071 and \$38,500 Special Assistance Fund.

Capital Projects Funds

Total Capital Projects Fund appropriation adjustments were \$6.91 million.

Capital Assets

The City’s investment in capital assets for its governmental and business-type activities for the current fiscal year amounts to \$274.84 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	\$	3,796,540
Various park and walk path improvements		1,707,490
Leisure service improvements		1,618,983
Youth Crisis Center		2,757,486
Police Vehicles		2,286,958
Storm water improvements		614,049
Various land purchases		1,789,702
Various street improvements		4,778,046

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 \$38.74 million. Of this amount, \$1.97 million is for accrued compensated absences, \$11.23 million Other Post-Employment Benefits payable, \$19.48 million of loans from the State for utility systems, \$6.05 million for Landfill closure/post closure care costs and \$1,162 for lease obligations. During the year, long-term debt decreased by a net \$1,098,880 for loans from the State for water, sewer, wastewater and balefill system improvements and expansion, a net \$577,532 increase in landfill closure and post closure liability and \$223,209 net increase in compensated absences and an increase of \$2.71 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, 2013

(Unaudited)

Economic Factors and Next Year's Budgets and Rates

The strong local economy provides optimism when considering the FY 2014 budget. Despite the strength of the economy, the City is maintaining a conservative approach. Growth is expected to occur in sales taxes while state mineral taxes are expected to decrease in FY14. 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, the funding was built into operations to balance the budget. For the FY14 budget, \$3.9 of the \$4.5 million has been designated for one-time capital acquisitions. Based on current available data, the unemployment rate near the end of the fiscal year for Natrona County and the City of Casper is 4.3% which is slightly lower than the State of Wyoming average unemployment rate of 4.6%. Fiscal year 2014 budgeted General Fund revenues, before transfers, were expected to increase by \$4.9 million from the amounts actually received in 2013. This is mainly due to the growth projections including a 47% increase for Above-The-Cap

Mineral Taxes, 8% increase in sales tax and a 78% increase in fuel taxes due to a ten cent per gallon increase dedicated to roads.

The fiscal year 2014 budgeted General Fund expenditures are increased over 2013 actual expenditures by \$2.40 million, excluding transfers. This is mainly due to the City increased budgeted headcount from 544 to 552.

The City projects to receive \$61.6 million in taxes in FY14, a 7.38% increase from the amount estimated for FY12. General Fund revenue is projected to reach \$52.22 million for FY14 and General Fund expenditures are expected to stay within \$51.86 million.

Requests for Information

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

BASIC FINANCIAL STATEMENTS

CITY OF CASPER, WYOMING
STATEMENT OF NET POSITION
June 30, 2013

	Primary Government		
	Governmental Activities	Business-type Activities	Total
ASSETS			
Cash and cash equivalents	\$ 15,920,568	\$ 17,465	\$ 15,938,033
Investments	92,925,603	35,380,563	128,306,166
Receivables, net of allowance	7,211,098	3,658,946	10,870,044
Due from primary government	-	-	-
Due from component unit	810	-	810
Internal balances	(2,558,188)	2,558,188	-
Inventories	612,557	744,972	1,357,529
Prepaid expenses	-	-	-
Notes receivable, current	1,266,145	-	1,266,145
Notes receivable, noncurrent	14,080,895	-	14,080,895
Capital assets, not being depreciated	30,525,187	14,749,599	45,274,786
Capital assets, net of depreciation	107,733,814	140,744,648	248,478,462
Total assets	267,718,489	197,854,381	465,572,870
LIABILITIES			
Accounts payable and other current liabilities	4,630,977	1,250,770	5,881,747
Accrued wages payable	1,138,271	449,307	1,587,578
Accrued interest payable	13,412	351,583	364,995
Due to primary government	-	-	-
Due to component unit	144,327	332,280	476,607
Unearned revenue	124,227	245,845	370,072
Claims payable	1,293,880	-	1,293,880
Noncurrent liabilities			
Due within one year	183,375	1,095,152	1,278,527
Due in more than one year	13,108,734	24,356,803	37,465,537
Total liabilities	20,637,203	28,081,740	48,718,943
NET POSITION			
Invested in capital assets, net of related debt	138,257,839	136,582,549	274,840,388
Restricted			
Construction reserve	-	-	-
Rock Creek Dam rehabilitation	100,000	-	100,000
Paradise Valley Pipeline project	130,000	-	130,000
Weed and Pest activities	215,599	-	215,599
Community Development projects	90,704	-	90,704
Redevelopment loans	1,102,032	-	1,102,032
Unrestricted	107,185,112	33,190,092	140,375,204
Total net position	\$ 247,081,286	\$ 169,772,641	\$ 416,853,927

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
\$ 334,352	\$ 600	\$ 1,950,065	\$ 3,146,719
-	173,994	117,697	4,243,009
864	11,686	-	104,811
-	144,327	-	332,280
-	-	-	-
-	-	-	-
-	-	-	251,107
-	-	-	19,413
-	-	-	-
-	-	1,462,387	-
-	-	-	1,741,159
1,312	450,395	28,478	41,207,709
<u>336,528</u>	<u>781,002</u>	<u>3,558,627</u>	<u>51,046,207</u>
9,243	14,948	21,595	47,367
-	28,898	-	36,753
-	-	-	177,900
-	810	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	1,551,795
-	30,363	-	20,046,259
<u>9,243</u>	<u>75,019</u>	<u>21,595</u>	<u>21,860,074</u>
1,312	450,395	28,478	21,341,314
-	-	-	1,000,000
-	-	-	-
-	-	-	-
-	-	-	-
325,973	255,588	3,508,554	6,844,819
<u>\$ 327,285</u>	<u>\$ 705,983</u>	<u>\$ 3,537,032</u>	<u>\$ 29,186,133</u>

CITY OF CASPER, WYOMING

STATEMENT OF ACTIVITIES
Year Ended June 30, 2013

Function/Programs	Expenses	Program Revenues		
		Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
Primary government				
Governmental activities				
General government	\$ 21,220,810	\$ 4,009,775	\$ 1,233,314	\$ 591,990
Public safety	24,528,873	3,878,502	349,878	-
Public works	7,703,054	-	-	-
Health and social services	3,302,192	122,723	-	-
Welfare	598,460	108,020	1,572,085	44,197
Culture and recreation	3,756,562	79,002	5,000	-
Unallocated interest expense	34,115	-	-	-
Total governmental activities	<u>61,144,066</u>	<u>8,198,022</u>	<u>3,160,277</u>	<u>636,187</u>
Business-type activities				
Utilities	24,514,609	24,415,898	55,394	51,082
Solid Waste	11,498,891	11,426,023	70,000	-
Recreation	8,588,873	4,460,031	3,511	-
Parking Lot	79,923	19,621	-	-
Total business-type activities	<u>44,682,296</u>	<u>40,321,573</u>	<u>128,905</u>	<u>51,082</u>
Total primary government	<u>\$ 105,826,362</u>	<u>\$ 48,519,595</u>	<u>\$ 3,289,182</u>	<u>\$ 687,269</u>
Component units				
Downtown Development Authority	\$ 153,844	\$ -	\$ 13,627	\$ -
Metropolitan Animal Control Joint Powers Board	966,064	982,973	-	-
Economic Development Joint Powers Board	563,814	-	500,000	-
Central Wyoming Regional Water System Joint Powers Board	5,336,044	6,128,163	-	40,177
Total component units	<u>\$ 7,019,766</u>	<u>\$ 7,111,136</u>	<u>\$ 513,627</u>	<u>\$ 40,177</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
\$ (15,385,731)	\$ -	\$ (15,385,731)	\$ -	\$ -	\$ -	\$ -
(20,300,493)	-	(20,300,493)	-	-	-	-
(7,703,054)	-	(7,703,054)	-	-	-	-
(3,179,469)	-	(3,179,469)	-	-	-	-
1,125,842	-	1,125,842	-	-	-	-
(3,672,560)	-	(3,672,560)	-	-	-	-
(34,115)	-	(34,115)	-	-	-	-
(49,149,580)	-	(49,149,580)	-	-	-	-
-	7,765	7,765	-	-	-	-
-	(2,868)	(2,868)	-	-	-	-
-	(4,125,331)	(4,125,331)	-	-	-	-
-	(60,302)	(60,302)	-	-	-	-
-	(4,180,736)	(4,180,736)	-	-	-	-
(49,149,580)	(4,180,736)	(53,330,316)	-	-	-	-
-	-	-	(140,217)	-	-	-
-	-	-	-	16,909	-	-
-	-	-	-	-	(63,814)	-
-	-	-	-	-	-	832,296
-	-	-	(140,217)	16,909	(63,814)	832,296

(Continued)

CITY OF CASPER, WYOMING

STATEMENT OF ACTIVITIES (CONTINUED)

Year Ended June 30, 2013

	Net (Expense) Revenue and Changes in Net Assets		
	Primary Government		
	Governmental Activities	Business-type Activities	Total
Primary government			
Total primary government	\$ (49,149,580)	\$ (4,180,736)	\$ (53,330,316)
Component units			
Total component units	-	-	-
General revenues			
Property taxes	3,910,400	-	3,910,400
Sales taxes	22,431,802	-	22,431,802
Optional 1% sales taxes	18,585,882	-	18,585,882
Gas taxes	1,025,667	-	1,025,667
Franchise taxes	5,020,589	-	5,020,589
911 telecommunication taxes	810,745	-	810,745
Mineral taxes	9,614,810	-	9,614,810
Cigarette taxes	375,015	-	375,015
Motor vehicle taxes	1,295,028	-	1,295,028
Miscellaneous	2,673,488	201,659	2,875,147
Unrestricted investment earnings	244,389	251,540	495,929
Transfers	(4,965,394)	4,965,394	-
Total general revenues and transfers	61,022,421	5,418,593	66,441,014
Change in net position	11,872,841	1,237,857	13,110,698
Net position - beginning of year, as previously stated	235,208,445	168,386,181	403,594,626
Prior period adjustment	-	148,603	148,603
Net position - beginning of year, as restated	235,208,445	168,534,784	403,743,229
Net position - end of year	\$ 247,081,286	\$ 169,772,641	\$ 416,853,927

See accompanying notes to financial statements.

Net (Expense) Revenue and Changes in Net Assets

Component Units			
Downtown Development Authority	Metropolitan Animal Control Joint Powers Board	Economic Development Joint Powers Board	Central Wyoming Regional Water System Joint Powers Board
\$ -	\$ -	\$ -	\$ -
(140,217)	16,909	(63,814)	832,296
138,260	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
-	-	-	-
14,774	3,452	-	278,201
995	257	38,372	18,087
-	-	-	-
154,029	3,709	38,372	296,288
13,812	20,618	(25,442)	1,128,584
313,473	685,365	3,562,474	28,057,549
-	-	-	-
313,473	685,365	3,562,474	28,057,549
\$ 327,285	\$ 705,983	\$ 3,537,032	\$ 29,186,133

CITY OF CASPER, WYOMING

**BALANCE SHEET
GOVERNMENTAL FUNDS**

June 30, 2013

	General Fund	Capital Projects Fund	Other Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
ASSETS			
Cash and cash equivalents	\$ 13,909,258	\$ 1,402,010	\$ 3,000
Investments	41,958,541	40,894,309	2,937,308
Taxes receivable	2,361,214	1,406,148	117,149
Other receivables, net of allowance	1,146,091	76,685	351,307
Interest receivable	194,286	6,336	88,091
Inventory	138,406	-	-
Due from other governments	-	592,395	562,560
Due from other funds	877,098	8,129,659	793,700
Due from component unit	-	-	810
Notes receivable, current	1,202,450	7,929	55,766
Notes receivable, noncurrent	12,669,187	522,974	888,734
	<u>\$ 74,456,531</u>	<u>\$ 53,038,445</u>	<u>\$ 5,798,425</u>
LIABILITIES			
Accounts payable	\$ 876,311	\$ 2,541,443	\$ 691,164
Accrued wages payable	985,386	-	62,307
Accrued interest payable	-	-	13,412
Unearned revenues	121,227	-	-
Due to other funds	13,113,161	-	297,548
Due to component unit	144,327	-	-
Total liabilities	<u>15,240,412</u>	<u>2,541,443</u>	<u>1,064,431</u>
DEFERRED INFLOWS OF RESOURCES			
Special assessments	-	-	245,771
Development recapture fees	-	355,684	-
Total deferred inflows of resources	<u>-</u>	<u>355,684</u>	<u>245,771</u>
FUND BALANCES			
Nonspendable	12,807,593	522,974	888,734
Restricted	230,000	-	3,682,546
Unrestricted			
Committed	51,816,994	49,618,344	-
Unassigned (deficit)	(5,638,468)	-	(83,057)
Total fund balances	<u>59,216,119</u>	<u>50,141,318</u>	<u>4,488,223</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 74,456,531</u>	<u>\$ 53,038,445</u>	<u>\$ 5,798,425</u>

See accompanying notes to financial statements.

Total
Governmental
Funds

\$ 15,314,268
85,790,158
3,884,511
1,574,083
288,713
138,406
1,154,955
9,800,457
810
1,266,145
14,080,895

\$ 133,293,401

\$ 4,108,918
1,047,693
13,412
121,227
13,410,709
144,327

18,846,286

245,771
355,684

601,455

14,219,301
3,912,546

101,435,338
(5,721,525)

113,845,660

\$ 133,293,401

CITY OF CASPER, WYOMING

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

June 30, 2013

Total fund balances, governmental funds		\$ 113,845,660
 Capital assets used in governmental activities are not financial resources, and therefore, are not reported in the funds.		
Total capital assets, governmental funds	\$ 138,259,001	
Less capital assets, internal service funds	<u>(172,483)</u>	138,086,518
 Other long-term assets are not available to pay for current period expenditures and, therefore, are deferred in the funds.		
Special assessments	245,771	
Development recapture fees	<u>355,684</u>	601,455
 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.		
Internal service funds assets	9,804,890	
Internal service funds liabilities	<u>(13,379,874)</u>	(3,574,984)
 Long-term liabilities, including compensated absences, are not due and payable in the current period and therefore, are not reported in the funds.		
Note payable	(574,000)	
Compensated absences	(1,482,878)	
Less compensated absences recorded in internal service funds	155,815	
Less amounts recorded in accrued wages payable	<u>23,700</u>	<u>(1,877,363)</u>
 Net position of governmental activities		 <u><u>\$ 247,081,286</u></u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
Year Ended June 30, 2013

	General Fund	Capital Projects Fund	Other Governmental Funds
	<u> </u>	<u> </u>	<u> </u>
Revenues			
Taxes and special assessments	\$ 40,713,405	\$ 21,047,392	\$ 1,410,986
Licenses and permits	1,216,978	-	-
Intergovernmental	18,595	230,252	2,974,480
Charges for services	2,409,741	8,188	593,947
Fines	2,020,183	-	-
Investment earnings	130,956	84,759	5,901
Miscellaneous	973,600	1,937,109	229,833
	<u>47,483,458</u>	<u>23,307,700</u>	<u>5,215,147</u>
Total revenues			
Expenditures			
Current			
General government	6,043,460	32,819	1,005,053
Public safety	21,729,092	-	2,122,607
Public works	6,236,698	-	-
Health and social services	1,109,507	-	489,781
Welfare	454,227	-	1,799,527
Culture and recreation	2,998,886	-	-
Debt service			
Principal	-	-	25,000
Interest	-	-	33,204
Capital outlay	684,789	17,770,478	1,107,927
	<u>39,256,659</u>	<u>17,803,297</u>	<u>6,583,099</u>
Total expenditures			
Excess (deficiency) of revenues over expenditures	<u>8,226,799</u>	<u>5,504,403</u>	<u>(1,367,952)</u>
Other financing sources (uses)			
Transfers in	5,126,537	11,794,263	1,412,397
Transfers out	<u>(9,525,347)</u>	<u>(15,057,362)</u>	<u>-</u>
Total other financing sources (uses)	<u>(4,398,810)</u>	<u>(3,263,099)</u>	<u>1,412,397</u>
Net change in fund balances	3,827,989	2,241,304	44,445
Fund balances - beginning of year as previously reported	55,388,130	48,292,909	4,443,778
Prior period adjustment	<u>-</u>	<u>(392,895)</u>	<u>-</u>
Fund balances - beginning of year, as previously stated	<u>55,388,130</u>	<u>47,900,014</u>	<u>4,443,778</u>
Fund balances - end of year	<u>\$ 59,216,119</u>	<u>\$ 50,141,318</u>	<u>\$ 4,488,223</u>

See accompanying notes to financial statements.

Total
Governmental
Funds

\$ 63,171,783
1,216,978
3,223,327
3,011,876
2,020,183
221,616

3,140,542

76,006,305

7,081,332
23,851,699
6,236,698
1,599,288
2,253,754
2,998,886

25,000
33,204

19,563,194

63,643,055

12,363,250

18,333,197

(24,582,709)

(6,249,512)

6,113,738

108,124,817

(392,895)

107,731,922

\$ 113,845,660

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, 2013

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

Net change in fund balances - total governmental funds		\$ 6,113,738
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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	\$ 15,520,800	
Depreciation expense	(5,423,301)	
Less internal service fund depreciation	<u>96,339</u>	10,193,838

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

Cost basis of assets disposed	(574,145)	
Accumulated depreciation on assets disposed	<u>422,432</u>	(151,713)

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	25,000	
Accrued compensated absences as of June 30, 2013	(1,482,878)	
Plus amounts recorded in accrued wages payable in current year	179,517	
Accrued compensated absences as of June 30, 2012	1,352,846	
Less amount recorded in accrued wages payable in prior year	<u>(179,612)</u>	(105,127)

(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, 2013

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

Special assessments revenue as of June 30, 2013	\$ 245,771	
Special assessments revenue as of June 30, 2012	(336,234)	
Development recapture fees as of June 30, 2013	355,684	
Development recapture fees as of June 30, 2012	<u>(392,895)</u>	\$ (127,674)

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	(5,571,342)	
Non-operating expenses	21,862	
Transfers	<u>1,499,259</u>	<u>(4,050,221)</u>
Change in net position of governmental activities		<u>\$ 11,872,841</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING
STATEMENT OF NET POSITION
PROPRIETARY FUNDS
June 30, 2013

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
ASSETS			
Current assets			
Cash and cash equivalents	\$ 400	\$ 425	\$ 16,640
Investments	24,458,324	10,397,832	49,874
Interest receivable	21,066	9,034	68
Customer receivables, net of allowance	2,804,360	697,853	59,603
Due from other governments	51,539	-	-
Due from component units	453,069	-	-
Due from other funds	1,593,521	1,045,952	339,007
Inventories	679,526	-	65,446
Total current assets	<u>30,061,805</u>	<u>12,151,096</u>	<u>530,638</u>
Capital assets, not being depreciated			
Land and other nondepreciable assets	6,399,372	288,441	515,500
Construction in progress	6,886,225	410,736	249,325
Capital assets, net of depreciation			
Buildings	6,118,170	9,948,105	15,942,337
Improvements	81,992,883	11,115,776	7,715,970
Machinery and equipment	1,971,289	3,935,549	698,702
Net capital assets	<u>103,367,939</u>	<u>25,698,607</u>	<u>25,121,834</u>
Total assets	<u>133,429,744</u>	<u>37,849,703</u>	<u>25,652,472</u>
LIABILITIES			
Current liabilities			
Notes and capital leases payable, current	998,406	96,746	-
Accounts payable	825,883	232,043	192,642
Accrued wages payable	156,336	96,425	196,546
Accrued interest payable	337,135	14,448	-
Unearned revenue	-	-	139,294
Refundable customer deposits	106,551	-	-
Claims payable	-	-	-
Due to other funds	263,520	186,838	19,510
Due to component units	785,349	-	-
Total current liabilities	<u>3,473,180</u>	<u>626,500</u>	<u>547,992</u>
Noncurrent liabilities, net of current maturities			
Compensated absences	205,248	121,278	160,510
Landfill closure and postclosure	-	6,053,221	-
Other postemployment benefits payable	-	-	-
Notes and capital leases payable	16,179,568	1,636,978	-
Total noncurrent liabilities	<u>16,384,816</u>	<u>7,811,477</u>	<u>160,510</u>
Total liabilities	<u>19,857,996</u>	<u>8,437,977</u>	<u>708,502</u>
NET POSITION			
Invested in capital assets, net of related debt	86,189,965	23,964,883	25,121,834
Unrestricted	27,381,783	5,446,843	(177,864)
Total net position	<u>\$ 113,571,748</u>	<u>\$ 29,411,726</u>	<u>\$ 24,943,970</u>

See accompanying notes to financial statements.

<u>Business-type Activities - Enterprise Funds</u>		<u>Governmental Activities</u>	
<u>Other Nonmajor</u>		<u>Internal</u>	
<u>Enterprise Fund</u>	<u>Totals</u>	<u>Service Funds</u>	
<u>Parking Lot</u>			
\$ -	\$ 17,465	\$ 606,301	
474,533	35,380,563	7,135,445	
408	30,576	5,283	
15,015	3,576,831	303,553	
-	51,539	-	
-	453,069	-	
49,576	3,028,056	1,107,674	
-	744,972	474,151	
<u>539,532</u>	<u>43,283,071</u>	<u>9,632,407</u>	
-	7,203,313	-	
-	7,546,286	-	
960,692	32,969,304	-	
340,470	101,165,099	-	
4,705	6,610,245	172,483	
<u>1,305,867</u>	<u>155,494,247</u>	<u>172,483</u>	
<u>1,845,399</u>	<u>198,777,318</u>	<u>9,804,890</u>	
-	1,095,152	1,162	
202	1,250,770	525,058	
-	449,307	114,280	
-	351,583	-	
-	139,294	-	
-	106,551	-	
-	-	1,293,880	
-	469,868	55,610	
-	785,349	-	
<u>202</u>	<u>4,647,874</u>	<u>1,989,990</u>	
-	487,036	155,815	
-	6,053,221	-	
-	-	11,234,069	
-	17,816,546	-	
<u>-</u>	<u>24,356,803</u>	<u>11,389,884</u>	
<u>202</u>	<u>29,004,677</u>	<u>13,379,874</u>	
1,305,867	136,582,549	172,483	
539,330	33,190,092	(3,747,467)	
<u>\$ 1,845,197</u>	<u>\$ 169,772,641</u>	<u>\$ (3,574,984)</u>	

CITY OF CASPER, WYOMING

STATEMENT OF REVENUES, EXPENSES AND CHANGES IN FUND NET POSITION
 PROPRIETARY FUNDS
 Year Ended June 30, 2013

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Operating revenues			
Charges for services	\$ 24,415,898	\$ 11,426,023	\$ 4,460,031
Other revenues	18,625	165,405	17,629
Total operating revenues	<u>24,434,523</u>	<u>11,591,428</u>	<u>4,477,660</u>
Operating expenses			
Personnel expenses	4,717,625	2,765,799	4,355,953
Contractual	6,630,721	4,057,054	2,160,854
Materials and supplies	7,668,864	1,925,386	614,188
Other expenses	1,017,399	1,061,547	1,033
Depreciation expense	4,153,036	1,650,560	1,456,427
Total operating expenses	<u>24,187,645</u>	<u>11,460,346</u>	<u>8,588,455</u>
Operating income (loss)	<u>246,878</u>	<u>131,082</u>	<u>(4,110,795)</u>
Nonoperating revenues (expenses)			
Federal and state grants	106,476	70,000	3,511
Investment earnings and change in fair market value	95,330	159,456	(4,577)
Interest	(326,964)	(38,545)	(418)
Total nonoperating revenues (expenses)	<u>(125,158)</u>	<u>190,911</u>	<u>(1,484)</u>
Income (loss) before contributions and transfers	<u>121,720</u>	<u>321,993</u>	<u>(4,112,279)</u>
Capital contributions	-	-	215,141
Transfers in	2,499,415	230,372	2,020,466
Transfers out	-	-	-
Net transfers and contributions	<u>2,499,415</u>	<u>230,372</u>	<u>2,235,607</u>
Change in net position	2,621,135	552,365	(1,876,672)
Net position - beginning of year, as previously stated	110,802,010	28,859,361	26,820,642
Prior period adjustment	148,603	-	-
Net position - beginning of year, as restated	<u>110,950,613</u>	<u>28,859,361</u>	<u>26,820,642</u>
Net position - end of year	<u>\$ 113,571,748</u>	<u>\$ 29,411,726</u>	<u>\$ 24,943,970</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>		
\$ 19,621	\$ 40,321,573	\$ 6,515,655	
-	201,659	7,551,147	
<u>19,621</u>	<u>40,523,232</u>	<u>14,066,802</u>	
-	11,839,377	4,618,657	
8,528	12,857,157	12,483,265	
925	10,209,363	2,429,139	
-	2,079,979	10,744	
<u>70,470</u>	<u>7,330,493</u>	<u>96,339</u>	
<u>79,923</u>	<u>44,316,369</u>	<u>19,638,144</u>	
<u>(60,302)</u>	<u>(3,793,137)</u>	<u>(5,571,342)</u>	
-	179,987	-	
1,331	251,540	22,773	
-	(365,927)	(911)	
<u>1,331</u>	<u>65,600</u>	<u>21,862</u>	
<u>(58,971)</u>	<u>(3,727,537)</u>	<u>(5,549,480)</u>	
-	215,141	-	
-	4,750,253	1,504,311	
-	-	(5,052)	
<u>-</u>	<u>4,965,394</u>	<u>1,499,259</u>	
<u>(58,971)</u>	<u>1,237,857</u>	<u>(4,050,221)</u>	
1,904,168	168,386,181	475,237	
-	148,603	-	
<u>1,904,168</u>	<u>168,534,784</u>	<u>475,237</u>	
<u>\$ 1,845,197</u>	<u>\$ 169,772,641</u>	<u>\$ (3,574,984)</u>	

CITY OF CASPER, WYOMING

STATEMENT OF CASH FLOWS
 PROPRIETARY FUNDS
 Year Ended June 30, 2013

	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Cash flows from operating activities			
Cash received from customers	\$ 23,443,470	\$ 11,709,363	\$ 4,468,058
Cash receipts from interfund services provided	1,504,816	-	-
Cash payments to suppliers for goods and services	(15,886,617)	(5,540,575)	(2,556,824)
Claims paid	-	-	-
Cash payments for interfund services provided	(141,146)	(1,233,150)	(295,824)
Cash payments to employees for services	(4,693,768)	(2,750,018)	(4,319,572)
Net cash provided (used) by operating activities	<u>4,226,755</u>	<u>2,185,620</u>	<u>(2,704,162)</u>
Cash flows from non-capital financing activities			
Cash received from federal and state agencies	(349,701)	70,000	3,511
Operating subsidies and transfers from other funds	<u>3,724,685</u>	<u>812,647</u>	<u>2,432,764</u>
Net cash provided (used) by non-capital financing activities	<u>3,374,984</u>	<u>882,647</u>	<u>2,436,275</u>
Cash flows from capital and related financing activities			
Acquisition and construction of capital assets	(2,728,237)	(1,261,880)	(123,169)
Proceeds from long-term financing	43,493	-	-
Principal paid	(1,020,604)	(96,769)	-
Interest paid	<u>(350,054)</u>	<u>(35,377)</u>	<u>(418)</u>
Net cash used by capital and related financing activities	<u>(4,055,402)</u>	<u>(1,394,026)</u>	<u>(123,587)</u>
Cash flows from investing activities			
Purchase of investment securities	(6,241,935)	(2,169,180)	(100,027)
Proceeds from the sale of investment securities	2,537,297	303,566	492,551
Interest on investments	<u>158,301</u>	<u>191,373</u>	<u>1,180</u>
Net cash provided (used) by investing activities	<u>(3,546,337)</u>	<u>(1,674,241)</u>	<u>393,704</u>
Net increase in cash and cash equivalents	-	-	2,230
Cash and cash equivalents - beginning of year	<u>400</u>	<u>425</u>	<u>14,410</u>
Cash and cash equivalents - end of year	<u>\$ 400</u>	<u>\$ 425</u>	<u>\$ 16,640</u>

See accompanying notes to financial statements.

<u>Business-type Activities - Enterprise Funds</u>		<u>Governmental Activities</u>	
<u>Other Nonmajor Enterprise Fund</u>		<u>Internal Service Funds</u>	
<u>Parking Lot</u>	<u>Totals</u>		
\$ 19,621	\$ 39,640,512	\$ 2,695,321	
-	1,504,816	11,270,469	
(12,334)	(23,996,350)	(3,887,836)	
-	-	(7,570,501)	
(525)	(1,670,645)	(479,855)	
-	(11,763,358)	(4,594,738)	
<u>6,762</u>	<u>3,714,975</u>	<u>(2,567,140)</u>	
-	(276,190)	-	
(11,686)	6,958,410	2,676,417	
<u>(11,686)</u>	<u>6,682,220</u>	<u>2,676,417</u>	
-	(4,113,286)	-	
-	43,493	-	
-	(1,117,373)	(6,231)	
-	(385,849)	(911)	
<u>-</u>	<u>(5,573,015)</u>	<u>(7,142)</u>	
(3,207)	(8,514,349)	(1,658,205)	
5,412	3,338,826	1,518,293	
2,719	353,573	38,811	
<u>4,924</u>	<u>(4,821,950)</u>	<u>(101,101)</u>	
-	2,230	1,034	
-	15,235	605,267	
<u>\$ -</u>	<u>\$ 17,465</u>	<u>\$ 606,301</u>	

(Continued)

CITY OF CASPER, WYOMING

STATEMENT OF CASH FLOWS (CONTINUED)
 PROPRIETARY FUNDS
 Year Ended June 30, 2013

	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)	\$ 246,878	\$ 131,082	\$ (4,110,795)
Adjustments to reconcile operating income (loss) to net cash provided (used) by operating activities			
Depreciation	4,153,036	1,650,560	1,456,427
Gain on disposal of capital assets	-	179,244	24,690
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities			
Customer receivables	509,743	(61,309)	(14,209)
Inventories	(28,060)	-	(16,808)
Accounts payable and accrued expenses	(682,719)	(307,270)	(59,765)
Salaries and wages payable	(181,391)	(105,497)	(124,129)
Refundable customer deposits and unearned revenues	4,020	-	(20,083)
Claims payable	-	-	-
Compensated absences	205,248	121,278	160,510
Landfill closure and postclosure care	-	577,532	-
Net cash provided (used) by operating activities	\$ 4,226,755	\$ 2,185,620	\$ (2,704,162)
Noncash investing, capital and related financing activities			
Change in fair value of investments	\$ (48,377)	\$ (24,614)	\$ (4,906)
Capital assets contributed by governmental funds	\$ -	\$ -	\$ 215,141

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>		
\$ (60,302)	\$ (3,793,137)	\$ (5,571,342)	
70,470	7,330,493	96,339	
-	203,934	-	
-	434,225	(101,012)	
-	(44,868)	(32,194)	
(3,406)	(1,053,160)	308,570	
-	(411,017)	(131,896)	
-	(16,063)	-	
-	-	2,708,580	
-	487,036	155,815	
-	577,532	-	
<u>\$ 6,762</u>	<u>\$ 3,714,975</u>	<u>\$ (2,567,140)</u>	
\$ (995)	\$ (78,892)	\$ -	
\$ -	\$ 215,141	\$ -	

CITY OF CASPER, WYOMING
STATEMENT OF FIDUCIARY NET POSITION
FIDUCIARY FUND - AMOCO REUSE JOINT POWERS BOARD INVESTMENTS

June 30, 2013

	<u>Agency Fund</u>
ASSETS	
Investments	\$ 10,000,987
Total assets	<u>\$ 10,000,987</u>
 LIABILITIES	
Amounts payable to Amoco Reuse Joint Powers Board	\$ 10,000,987
Total liabilities	<u>\$ 10,000,987</u>

See accompanying notes to financial statements.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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. Effective July 1, 2014, the Metropolitan Animal Control Joint Powers Board was dissolved; in the subsequent fiscal year, the activities will be accounted for in a special revenue fund of the City.

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, 2013

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

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

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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

The *Capital Projects Fund* 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.

The *fiduciary fund*, the Amoco Reuse Joint Powers Board Investments agency fund, accounts for resources held by the City in a custodial capacity, but are funds that are the property of others.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 1. Summary of Significant Accounting Policies (Continued)

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

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.

Implementation of Governmental Accounting Standards Board (GASB) Statements No. 62, 63 and 65

Effective this reporting period is GASB Statement No. 62, Codification of Accounting and Financial Reporting Guidance Contained in Pre-November 30, 1989 FASB and AICPA Pronouncements (GASB 62). This statement brings the authoritative accounting and financial reporting literature for state and local governments together in a single source, with the FASB and AICPA guidance modified as necessary to appropriately recognize the governmental environment and the needs of governmental financial statement users. GASB No. 62 will result in a more consistent application of applicable guidance in financial statements of state and local governments. This statement also supersedes GASB Statement No. 20, Accounting and Financial Reporting for Proprietary Funds and other Governmental Entities That Use Proprietary Fund Accounting, thereby eliminating the election provided in that Statement for enterprise funds and business-type activities to apply post-November 30, 1989 FASB Statements and Interpretations that do not conflict with or contradict GASB pronouncements. However, those entities can continue apply, as other accounting literature, post-November 30, 1989 FASB pronouncements that do not conflict with or contradict GASB pronouncements, including this Statement.

During the year ended June 30, 2013, the City implemented two additional new accounting standards. GASB Statement No. 63, *Financial Reporting of Deferred Outflows of Resources, Deferred Inflows of Resources, and Net Position*, resulting in a change to the City's financial reporting. GASB No. 65, *Items Previously Reported as Assets and Liabilities*, resulted in a prior period adjustment for a change in accounting policies. See Note 10 for more details. Those changes are reflected in this financial report.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 1. Summary of Significant Accounting Policies (Continued)

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.

Interfund Balances

Activity between funds that are representative of lending/borrowing arrangements outstanding at the end of the fiscal year are referred to as either "due to/from other funds" (i.e., the current portion of 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 Taxes

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. City property tax revenues are recognized when levied to the extent that they result in current receivables, which means when collected within the current period or expected to be collected within 60 days of the fiscal year end to be used to pay liabilities of the current period.

The 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, 2013 was 8 mills, which means the City has no available tax margin and accordingly, cannot raise any additional taxes.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 1. Summary of Significant Accounting Policies (Continued)

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

Inventory

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

Capital Assets

Capital assets, which 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 City as assets with an initial, individual cost of more than \$5,000 and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

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

Major outlays for capital assets and improvements are capitalized as projects are constructed. Interest incurred during the construction phase of capital assets of business-type activities is included as part of the capitalized value of the assets constructed.

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

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

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 1. Summary of Significant Accounting Policies (Continued)

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

Compensated Absences

Vacation Policy

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

<u>Length of Service</u>	<u>Vacation Accrual Rate</u>
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.

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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 1. Summary of Significant Accounting Policies (Continued)

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

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. Nonspendable 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. The current City policy does not permit the assignment of fund balances, as all limitations are imposed or relieved by resolution of the City Council. Unassigned fund balance in the General fund is the net resources in excess of what can be properly classified in one of the above four categories. Negative unassigned fund balance in other governmental funds represents excess expenditures incurred over the amounts restricted, committed, or assigned to those purposes. Proprietary fund equity is classified the same as in the government-wide financial statements.

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 Position

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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2013

Note 1. Summary of Significant Accounting Policies (Continued)

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

Proprietary Fund Revenues Pledged

The City has pledged future utility and solid waste fund customer revenues to repay debt in the respective proprietary funds. Proceeds from the debt were used to fund various projects, and the debt is payable solely from customer net revenues. Additional information on the debt can be found in Footnote 9, Long-Term Debt and Capital Leases. The following table presents information on future revenues pledged to service this debt:

Fund	Debt	Payable Through	Percentage of Net Revenues	Principal and Interest Remaining	Principal and Interest Paid in Current Year	Net Revenues in Current Year
Utilities	\$ 17,177,974	2028	6%	\$ 20,720,416	\$ 1,417,731	\$ 24,415,898
Solid Waste	1,733,724	2027	1%	2,101,464	143,363	11,426,023

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.

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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2013

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

Budget Amendments

During the 2013 fiscal year, it was necessary to amend the originally adopted budget. The following general fund departments and funds expenditures were amended through transfers between departments or funds and from unanticipated revenues:

<i>General Fund</i>	
Municipal Court	\$ 4,000
Perpetual Care	122,419
Police	549,000
Fire	216,124
Lifesteps Campus	(7,955)
Parks	100,000
Transfers Out	1,925,103
	2,908,691
<i>Special Revenue Funds</i>	
Special Events Assistance	38,500
Police Grants	215,071
Public Safety Communications Center	850,000
	1,103,571
<i>Capital Projects Funds</i>	
Capital Projects	6,895,518
ARRA Grant Monies	6,574
	6,902,092
	\$ 10,914,354

Excess of Expenditures Over Appropriations

For the fiscal year ended June 30, 2013, the following funds/departments/cost centers of the City had expenditures in excess of budget appropriations.

	Expenditures	Budget	Excess Expenditures
General Fund			
Human Resources	\$ 478,567	\$ 489,652	\$ (11,085)
Special Revenue Fund			
Special Events Assistance	148,500	235,349	(86,849)

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2013

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

Deficit Fund Balances

The following nonmajor funds had a deficit balance at June 30, 2013:

Transportation Services	\$ (45,106)
ARRA Grant Monies	(37,951)
Employee Health Insurance	(6,044,167)

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

Fund Balance Specific Purpose Details

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

	General	Capital Projects	Other Funds	Total
Fund balances				
Nonspendable				
Inventory	\$ 138,406	\$ -	\$ -	\$ 138,406
Non-current notes receivable	12,669,187	522,974	888,734	14,080,895
Restricted for				
Rock Creek Dam rehabilitation	100,000	-	-	100,000
Paradise Valley Pipeline project	130,000	-	-	130,000
Weed and Pest activities	-	-	215,599	215,599
Community Development projects	-	-	90,704	90,704
Redevelopment loans	-	-	213,298	213,298
Committed to				
Emergency reserves	11,348,944	-	-	11,348,944
Operating reserves	11,348,944	-	-	11,348,944
Perpetual care of one cent projects	27,605,417	-	-	27,605,417
Planned capital projects	-	49,618,344	-	49,618,344
Planned land acquisitions	1,513,689	-	-	1,513,689
Local assessment district	-	-	1,903,950	1,903,950
Metropolitan Planning Organization	-	-	9,218	9,218
Special events assistance	-	-	29,151	29,151
Police projects	-	-	144,313	144,313
Public safety communications projects	-	-	1,076,313	1,076,313
Unassigned	(5,638,468)	-	(83,057)	(5,721,525)
Totals	\$ 59,216,119	\$ 50,141,318	\$ 4,488,223	\$ 113,845,660

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 3. Deposits and Investments

As of June 30, 2013, 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	\$ 14,187,975	.250% - 5.125%	\$ 7,013,303	\$ 7,174,672	\$ -	\$ -	AA+
FHLBN	21,202,430	.100% - .875%	14,004,644	7,197,786	-	-	AA+, A-1-
FHLMC	22,918,440	.111% - 4.127%	8,003,758	14,669,527	158,332	86,823	AA+, A-1+
FNMA	26,103,982	.375% - 6.50%	2,921,652	21,784,181	163,291	1,234,858	AA+, A-1+
GNMA	192,318	6.50%	-	-	192,318	-	AA+
Other Government							
Backed Investment	251,484	4.974%	251,484	-	-	-	AA+
Commercial Paper	29,998,817	.15% - .30%	29,998,817	-	-	-	A-1+, A-1
US Treasury Notes	13,624,714	.106% - 6.250%	6,461,306	5,821,533	-	1,341,875	AA+
Total investments	128,480,160		\$ 68,654,964	\$ 56,647,699	\$ 513,941	\$ 2,663,556	
Less amount held for component unit:							
Metro Animal Control	173,994						
Total primary government	\$ 128,306,166						

Interest rate risk

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

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

Credit risk

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

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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:

Investment Type	Fair Value	Percent of Portfolio
US Treasury Notes	\$ 13,624,714	10.60%
Government Agencies	84,856,629	66.05%
Commercial Paper	29,998,817	23.35%
	\$ 128,480,160	100.00%

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, 2013, 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, 2013 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, 2013, Board had the following investments and maturities:

Investment Type	Fair Value	Investment Maturities (in Years)			
		Less Than 1	1 - 5	6 - 10	More Than 10
Certificates of deposit	\$ 117,697	\$ -	\$ 117,697	\$ -	\$ -

The certificates of deposit earn interest at rates ranging from 0.073% to 0.40%. 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, 2013

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 0.10% to 0.60%. The certificates of deposit were collateralized by the financial institution, pledging its securities under properly executed joint custody receipts in the Regional Water System's name. At year end, the carrying amount of bank deposits is further explained as follows:

Investment Type	Fair Value
Checking accounts	\$ 2,640,970
Certificates of deposit	4,243,009
Cash in bank	\$ 6,883,979
WGIF	\$ 505,749

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	\$ 2,361,214	\$ 1,406,148	
Miscellaneous	481,987	76,685	
Court fines	1,453,697	-	
Due from other governments	-	592,395	
Interest	194,286	6,336	
Allowance for bad debts	(789,593)	-	
	\$ 3,701,591	\$ 2,081,564	
	Business-type Activities - Enterprise Funds		
	Utilities Fund	Solid Waste Fund	Recreation Fund
Customers	\$ 1,776,389	\$ 590,600	\$ 62,772
Miscellaneous	17,409	4,663	-
Unbilled services	1,126,338	176,437	-
Due from other governments	51,539	-	-
Interest	21,066	9,034	68
Allowance for bad debts	(115,776)	(73,847)	(3,169)
	\$ 2,876,965	\$ 706,887	\$ 59,671

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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

Individual fund interfund receivable and payable balances at June 30, 2013 are as follows:

Due to/from other funds:

	Receivable	Payable
Primary Government		
<i>Governmental Funds</i>		
<i>Major Funds</i>		
General Fund	\$ 877,098	\$ 13,113,161
Capital Projects Fund	8,129,659	-
<i>Other Governmental Funds</i>		
Special Revenue Funds		
CDBG	55,918	225
Weed and Pest	141,466	-
Transportation Services	-	54,430
Metropolitan Planning Organization	9,034	62,147
Special Events Assistance	-	109,405
Police Grants	88,821	-
Public Safety Communications	370,286	-
Redevelopment Loan	-	16,005
Capital Project Funds		
ARRA Grant Monies	-	55,336
Debt Service Fund		
Local Assessment District	128,175	-
Total governmental funds	9,800,457	13,410,709
<i>Proprietary Funds - Business-type Activities</i>		
<i>Major Funds</i>		
Utilities Fund	1,593,521	263,520
Solid Waste Fund	1,045,952	186,838
Recreation Fund	339,007	19,510
<i>Other Enterprise Funds</i>		
Parking Lot	49,576	-
Total proprietary funds - business-type activities	3,028,056	469,868
<i>Internal Service Funds</i>		
General Internal Services	541,278	55,610
Health Insurance	566,396	-
	1,107,674	55,610
	\$ 13,936,187	\$ 13,936,187

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, 2013

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

Transfers are used to (1) move revenues from the fund that statute or budget requires to collect them to the fund that statute or budget requires to expend them, (2) move receipts restricted to debt service from the funds collecting the receipts to the debt service fund as debt service payments become due, and (3) use unrestricted revenues collected in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorizations. Interfund transfers during the year ended June 30, 2013 were as follows:

	Transfer In	Transfer Out
Primary Government		
Governmental Funds		
Major Funds		
General Fund	\$ 5,126,537	\$ 9,525,347
Capital Projects Fund	11,794,263	15,057,362
Other Governmental Funds		
Special Revenue Funds		
CDBG	31,000	-
Transportation Services	558,940	-
Public Safety Communications	735,237	-
Metropolitan Planning Organization	87,220	-
Total governmental funds	18,333,197	24,582,709
Other capital asset transfers reported in governmental activities	-	215,141
Total governmental activities - governmental funds	18,333,197	24,797,850
Proprietary Funds - Business-type Activities		
Major Funds		
Utilities Fund	2,499,415	-
Solid Waste Fund	230,372	-
Recreation Fund	2,020,466	-
Other capital asset transfers reported in business-type activities	215,141	-
Total proprietary funds - business-type activities	4,965,394	-
Governmental Activities - Internal Service Funds		
General Internal Services	1,502,508	5,052
Health Insurance	1,803	-
Total governmental activities - internal service funds	1,504,311	5,052
	\$ 24,802,902	\$ 24,802,902

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 6. Notes Receivable

Notes receivable at June 30, 2013 consist of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Current Portion
<i>Redevelopment fund notes receivable</i>					
Big House, LLC, initial interest only payments at 5.59%, variable interest from 4.57% to 6.01%; annual installments ranging from \$15,000 to \$54,000, beginning August 1, 2010, collateralized by property, due August 2024	\$ 599,000	\$ -	\$ 25,000	\$ 574,000	\$ 40,000
Asian Fusion, LLC, 2.5% interest, monthly installments of \$420 principal and interest, collateralized by property, due July 2019	28,382	-	4,374	24,008	4,374
Montessori School of Casper, 2.5% interest, monthly installments of \$471 principal and interest, collateralized by property, due January 2023	-	50,000	2,215	47,785	4,513
Triflection, LLC, 2.5% interest, monthly installments of \$471 principal and interest, collateralized by property, due June 2019	31,287	-	4,804	26,483	4,804
	<u>658,669</u>	<u>50,000</u>	<u>36,393</u>	<u>672,276</u>	<u>53,691</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	182,973	-	7,754	175,219	7,929
21st Street extension recapture notes, 5% interest, repaid as properties are developed, due January 2018	374,032	-	18,348	355,684	-
Heritage Hills recapture note, 8% interest, repaid as developed lots are sold	18,863	-	18,863	-	-
	<u>575,868</u>	<u>-</u>	<u>44,965</u>	<u>530,903</u>	<u>7,929</u>
<i>Local assessment district fund notes receivable</i>					
Local assessment districts notes	336,234	-	90,463	245,771	-
<i>Community development block grants fund notes receivable</i>					
Community Development Block Grants notes	35,215	-	8,762	26,453	2,075
<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	15,044,429	-	1,172,792	13,871,637	1,202,450
Total notes receivable	<u>\$ 16,650,415</u>	<u>\$ 50,000</u>	<u>\$ 1,353,375</u>	<u>\$ 15,347,040</u>	<u>\$ 1,266,145</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 7. Capital Assets

Primary Government

Capital asset activity for the year ended June 30, 2013 was as follows:

	<u>Balance July 1, 2012</u>	<u>Additions</u>	<u>Disposals</u>	<u>Transfers</u>	<u>Balance June 30, 2013</u>
Primary Government					
<i>Governmental activities</i>					
Capital assets, not being depreciated					
Land, artwork, water					
rights and easements	\$ 6,665,897	\$ 1,789,702	\$ -	\$ -	\$ 8,455,599
Construction in progress	<u>15,256,849</u>	<u>9,877,793</u>	<u>-</u>	<u>(3,065,054)</u>	<u>22,069,588</u>
 Total capital assets not being depreciated	 <u>21,922,746</u>	 <u>11,667,495</u>	 <u>-</u>	 <u>(3,065,054)</u>	 <u>30,525,187</u>
 Capital assets being depreciated					
Buildings	27,925,290	-	-	-	27,925,290
Improvements	19,200,193	-	-	-	19,200,193
Equipment	30,427,504	3,803,305	574,145	-	33,656,664
Infrastructure	<u>93,208,233</u>	<u>50,000</u>	<u>-</u>	<u>3,065,054</u>	<u>96,323,287</u>
 Total capital assets being depreciated	 <u>170,761,220</u>	 <u>3,853,305</u>	 <u>574,145</u>	 <u>3,065,054</u>	 <u>177,105,434</u>
 Less accumulated depreciation for					
Buildings	8,285,055	545,279	-	-	8,830,334
Improvements	8,800,424	562,243	-	-	9,362,667
Equipment	22,576,356	2,470,696	422,432	-	24,624,620
Infrastructure	<u>24,708,916</u>	<u>1,845,083</u>	<u>-</u>	<u>-</u>	<u>26,553,999</u>
Total accumulated depreciation	<u>64,370,751</u>	<u>5,423,301</u>	<u>422,432</u>	<u>-</u>	<u>69,371,620</u>
 Total capital assets being depreciated, net	 <u>106,390,469</u>	 <u>(1,569,996)</u>	 <u>151,713</u>	 <u>-</u>	 <u>107,733,814</u>
 Governmental activities capital assets, net	 <u>\$ 128,313,215</u>	 <u>\$ 10,097,499</u>	 <u>\$ 151,713</u>	 <u>\$ -</u>	 <u>\$ 138,259,001</u>

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

Governmental activities	
General government	\$ 777,625
Public safety	1,405,336
Public works	2,294,028
Welfare	424,378
Culture and recreation	<u>521,934</u>
 Total depreciation expenses - governmental activities	 <u>\$ 5,423,301</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 7. Capital Assets (Continued)

Primary Government (Continued)

	Restated Balance July 1, 2012	Additions	Disposals	Transfers	Balance June 30, 2013
<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	4,863,088	2,820,295	-	(137,097)	7,546,286
Total capital assets not being depreciated	12,066,401	2,820,295	-	(137,097)	14,749,599
Capital assets being depreciated					
Buildings	60,352,371	-	-	-	60,352,371
Improvements	164,787,404	21,638	-	137,097	164,946,139
Machinery and equipment	25,302,807	1,486,497	1,083,653	-	25,705,651
Total capital assets being depreciated	250,442,582	1,508,135	1,083,653	137,097	251,004,161
Less accumulated depreciation for					
Buildings	26,190,895	1,192,172	-	-	27,383,067
Improvements	59,144,876	4,636,164	-	-	63,781,040
Machinery and equipment	18,472,966	1,502,157	879,717	-	19,095,406
Total accumulated depreciation	103,808,737	7,330,493	879,717	-	110,259,513
Total capital assets being depreciated, net	146,633,845	(5,822,358)	203,936	-	140,744,648
Business-type activities capital assets, net	\$ 158,700,246	\$ (3,002,063)	\$ 203,936	\$ -	\$ 155,494,247

The City incurred interest costs of \$464,086 in business-type activities, of which \$98,159 was capitalized in the year ended June 30, 2013.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 7. Capital Assets (Continued)

Construction Commitments

As of June 30, 2013, 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
Energy Conservation Project	\$ 555,976	\$ 460,059	\$ 95,917
Fire Station #2 Replacement	2,707,471	267,752	2,439,719
FY13 Midwest Poplar to David Reconstruction	250,000	56,005	193,995
FY 12 Arterials/Collectors - 1% #14	1,212,249	1,140,094	72,155
FY10 Collins Drive - 1% #13	1,758,706	1,609,986	148,720
FY12 Fort Caspar Trail and Drainageway	265,000	-	265,000
FY13 Service Center Generator	523,056	8,818	514,238
FY13 Mike Sedar Pool Reconstruction - 1% #14	217,638	16,753	200,885
FY13 CEC Seating Replacement	1,250,000	-	1,250,000
Fort Caspar Underpass	109,000	-	109,000
FY12 Field of Dreams - 1% #14	1,242,674	1,158,615	84,059
FY12 Robertson Road Train Extension	299,775	12,488	287,287
FY 14 Field of Dreams Phase III	1,543,320	-	1,543,320
FY12 Parks Improvements - 1% #14	147,840	-	147,840
FY13 LifeSteps Campus Improvements	141,776	-	141,776
Youth Crisis Center	3,130,425	2,383,635	746,790

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 7. Capital Assets (Continued)

Discretely Presented Component Units

Capital asset activity for the year ended June 30, 2013 was as follows:

	Balance July 1, 2012	Additions	Transfers and Deletions	Balance June 30, 2013
<i>Downtown Development Authority</i>				
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	5,133	630	-	5,763
Total accumulated depreciation	<u>5,133</u>	<u>630</u>	<u>-</u>	<u>5,763</u>
Total capital assets being depreciated, net	<u>1,942</u>	<u>(630)</u>	<u>-</u>	<u>1,312</u>
Total capital assets, net	<u>\$ 1,942</u>	<u>\$ (630)</u>	<u>\$ -</u>	<u>\$ 1,312</u>
<i>Metropolitan Animal Control</i>				
Capital assets being depreciated				
Buildings	\$ 713,370	\$ -	\$ -	\$ 713,370
Improvements	46,379	-	-	46,379
Machinery and equipment	164,704	24,230	14,564	174,370
Total capital assets being depreciated	<u>924,453</u>	<u>24,230</u>	<u>14,564</u>	<u>934,119</u>
Less accumulated depreciation for				
Buildings	318,497	14,294	-	332,791
Improvements	24,507	1,559	-	26,066
Machinery and equipment	122,961	16,470	14,564	124,867
Total accumulated depreciation	<u>465,965</u>	<u>32,323</u>	<u>14,564</u>	<u>483,724</u>
Total capital assets, net	<u>\$ 458,488</u>	<u>\$ (8,093)</u>	<u>\$ -</u>	<u>\$ 450,395</u>

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 7. Capital Assets (Continued)

Discretely Presented Component Units (Continued)

	Balance July 1, 2012	Additions	Transfers and Deletions	Balance June 30, 2013
<i>Economic Development Joint Powers Board</i>				
Capital assets being depreciated				
Equipment	\$ 74,126	\$ 1,596	\$ -	\$ 75,722
Total capital assets being depreciated	<u>74,126</u>	<u>1,596</u>	<u>-</u>	<u>75,722</u>
Less accumulated depreciation				
Equipment	37,659	9,585	-	47,244
Total accumulated depreciation	<u>37,659</u>	<u>9,585</u>	<u>-</u>	<u>47,244</u>
Total capital assets, net	<u>\$ 36,467</u>	<u>\$ (7,989)</u>	<u>\$ -</u>	<u>\$ 28,478</u>
<i>Central Wyoming Regional Water System Joint Powers Board</i>				
Capital assets, not being depreciated				
Land	\$ 580,874	\$ -	\$ -	\$ 580,874
Construction in progress	930,377	393,131	163,223	1,160,285
Total capital assets, not being depreciated	<u>1,511,251</u>	<u>393,131</u>	<u>163,223</u>	<u>1,741,159</u>
Capital assets being depreciated				
Buildings and improvements	74,010,896	259,097	-	74,269,993
Machinery and equipment	300,910	6,893	5,575	302,228
Total capital assets being depreciated	<u>74,311,806</u>	<u>265,990</u>	<u>5,575</u>	<u>74,572,221</u>
Less accumulated depreciation				
Buildings and improvements	31,045,141	2,028,339	-	33,073,480
Machinery and equipment	295,370	1,237	5,575	291,032
Less accumulated depreciation	<u>31,340,511</u>	<u>2,029,576</u>	<u>5,575</u>	<u>33,364,512</u>
Total capital assets, net	<u>\$ 44,482,546</u>	<u>\$ (1,370,455)</u>	<u>\$ 163,223</u>	<u>\$ 42,948,868</u>

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 8. Transactions with Component Units and Related Parties

The City provided \$400,000 in revenues to the Economic Development Joint Powers Board, a component unit of the City, during the fiscal year ended June 30, 2013. There were no receivables or payables with this component unit at June 30, 2013.

The City provided \$731,439 in revenues to the Metropolitan Animal Control Joint Powers Board, a component unit of the City, during the fiscal year ended June 30, 2013. At June 30, 2013, the City owed the Metropolitan Animal Control Joint Powers Board \$144,327, 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 \$2,503,129 for operating costs and billed the City \$5,631,051 for water sales during the fiscal year ended June 30, 2013. At June 30, 2013, the City owed RWS \$785,349, reported as a payable to component unit and RWS owed the City \$453,069, reported as receivable from the component unit. The City loaned \$15,905,000 to the RWS to call remaining revenue bonds; terms of the loan are discussed in Note 6 and Note 9.

In addition, in the ordinary course of business the City paid invoices in the amount of \$4.45 million and hold open contracts in the amount of \$5.52 million from businesses in which various members of City Council had ownership or other business interest during the fiscal year ended June 30, 2013. Approximately \$819,523 was due to these related parties at year end.

Note 9. Long-Term Debt and Capital Leases

Long-term liability activity for the year ended June 30, 2013 was as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Governmental activities					
Accrued compensated absences	\$ 1,352,846	\$ 339,460	\$ 209,428	\$ 1,482,878	\$ 142,213
Note payable	599,000	-	25,000	574,000	40,000
Other post-employment benefits payable	8,525,489	2,708,580	-	11,234,069	-
Lease purchase obligation	7,393	-	6,231	1,162	1,162
Governmental activities Long-term liabilities	<u>\$ 10,484,728</u>	<u>\$ 3,048,040</u>	<u>\$ 240,659</u>	<u>\$ 13,292,109</u>	<u>\$ 183,375</u>
Business-type activities					
Accrued compensated absences	\$ 393,859	\$ 93,177	\$ -	\$ 487,036	\$ -
Notes payable	19,985,578	23,546	1,097,426	18,911,698	1,095,152
Landfill closure and postclosure care	5,475,689	705,232	127,700	6,053,221	-
	<u>\$ 25,855,126</u>	<u>\$ 821,955</u>	<u>\$ 1,225,126</u>	<u>\$ 25,451,955</u>	<u>\$ 1,095,152</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, 2013

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, 2013 is comprised of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Redevelopment Loan Fund					
Section 108 HUD Loan - \$634,000 loan due in annual instalments of \$15,000 to \$55,000 beginning August 2010 through August 2024, interest due semiannually at interest rates from 4.57% to 6.01%.	\$ 599,000	\$ -	\$ 25,000	\$ 574,000	\$ 40,000
	\$ 599,000	\$ -	\$ 25,000	\$ 574,000	\$ 40,000

The annual requirements to amortize loans principal and interest outstanding at June 30, 2013, are as follows:

Fiscal Year Ending	Principal	Interest
2014	\$ 40,000	\$ 31,568
2015	40,000	29,514
2016	40,000	27,404
2017	40,000	25,236
2018	50,000	22,742
2019-2023	255,000	70,571
2024-2026	109,000	6,510
	\$ 574,000	\$ 213,545

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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, 2013 is comprised of the following:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Utilities Fund					
Wyoming State Loan and Investment Board Loan - \$2,356,956 loan for the replacement of the City's area wide water main due in annual installments of \$157,352 including principal and interest 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.	\$ 2,356,957	\$ -	\$ 104,402	\$ 2,252,555	\$ 100,889
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	-	6,607	118,936	6,607
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.	913,666	-	73,441	840,225	75,009
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.	983,734	-	71,628	912,106	74,069

(Continued)

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Utilities Fund (Continued)					
Wyoming State Loan and Investment Board Loan - \$1,500,000 loan due in annual installments of \$96,220 including principal and interest beginning August 2006 through April 2025 at 2.5% interest rate. The loan is collateralized by a pledge and assignment of revenues from the City's water system user fees.	\$ 1,126,348	\$ -	\$ 70,068	\$ 1,056,280	\$ 68,355
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.	1,189,215	-	66,491	1,122,724	65,927
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.	450,908	-	25,941	424,967	25,465
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.	1,257,660	-	67,019	1,190,641	65,775
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.	961,455	-	49,817	911,638	51,250

(Continued)

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2013

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

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

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Utilities Fund (Continued)					
Wyoming State Loan and Investment Board \$10,500,000 loan due in annual installments of \$673,545 including principal and interest at 2.5% interest rate, beginning December 1, 2008 through December 1, 2027. The loan is secured by a pledge and assignment of wastewater revenues and reserves.	\$ 8,789,599	\$ -	\$ 465,243	\$ 8,324,356	\$ 465,060
Wyoming State Loan and Investment Board \$500,000 loan at 0% interest, with principal forgiveness up to \$125,000. The note will become payable in quarterly installments of \$6,250 upon substantial completion of the project. The loan is collateralized by a pledge and assignment of revenues from the City's wastewater revenues.	-	23,546	-	23,546	-
Total Utilities Fund	<u>18,155,085</u>	<u>23,546</u>	<u>1,000,657</u>	<u>17,177,974</u>	<u>998,406</u>
Solid Waste Fund					
Wyoming State Loan and Investment Board \$2,189,530 loan due in annual installments of \$140,452 including principal and interest at 2.5% interest rate, beginning April 1, 2009 through April 1, 2028. The loan is collateralized by a pledge and assignment of Solid Waste Division disposal fees.	1,830,493	-	96,769	1,733,724	96,746
	<u>\$ 19,985,578</u>	<u>\$ 23,546</u>	<u>\$ 1,097,426</u>	<u>\$ 18,911,698</u>	<u>\$ 1,095,152</u>

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CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS
June 30, 2013

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

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

Pledged revenues recognized during the year ended June 30, 2013 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, 2013, are as follows:

Fiscal Year Ending	Principal	Interest
2014	\$ 1,095,152	\$ 469,935
2015	1,149,860	442,625
2016	1,154,307	414,633
2017	1,182,999	385,940
2018	1,212,409	356,531
2019-2023	6,527,397	1,315,119
2024-2028	6,126,325	502,744
2029-2033	463,249	22,655
	<u>\$ 18,911,698</u>	<u>\$ 3,910,182</u>

Capital Leases

Capital leases at June 30, 2013 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					
	<u>\$ 7,393</u>	<u>\$ -</u>	<u>\$ 6,231</u>	<u>\$ 1,162</u>	<u>\$ 1,162</u>

The cost of the copier under capital lease for the General Internal Services Fund was \$22,999, with accumulated depreciation of \$22,091 at June 30, 2013.

The annual requirements to amortize the capital leases, including principal and interest outstanding at June 30, 2013, are as follows:

Fiscal Year Ending	<i>Governmental Activities</i> Lease Purchase Obligation	
	Principal	Interest
<u>2014</u>	<u>\$ 1,162</u>	<u>\$ 29</u>
	<u>\$ 1,162</u>	<u>\$ 29</u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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, 2013, are as follows:

	Beginning Balance	Additions	Reductions	Ending Balance	Due Within One Year
Notes payable	\$ 23,013,230	\$ 93,525	\$ 1,508,701	\$ 21,598,054	\$ 1,551,795

Notes payable at June 30, 2013 were as follows:

Wyoming Water Development Commission, New Construction, maturing December 1, 2028, 4% interest rate, annual payments \$495,930; original issue \$8,098,326, collateralized by mortgage on facilities constructed under the terms of the agreement and \$1,000,000 Construction Reserve Account.	\$ 5,778,719
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.	13,871,636
State Loan and Investment Board for the funding of the Water Treatment Plant Emergency Power Project, loan amount \$1,750,000, 2.5% interest rate, first payment will be due one year after substantial completion, currently still in construction.	102,125
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.	1,845,574
Total notes payable	21,598,054
Less current maturities	1,551,795
Long-term portion of notes payable	\$ 20,046,259

The annual requirements to amortize the notes payable, principal and interest outstanding at June 30, 2013 are as follows:

Fiscal year ending June 30:	Principal	Interest
2014	\$ 1,551,795	\$ 638,047
2015	1,698,302	593,665
2016	1,641,887	547,955
2017	1,688,966	500,875
2018	1,737,459	452,383
2019-2023	9,467,340	1,481,867
2024-2028	3,183,154	472,311
2029	629,151	25,235
	\$ 21,598,054	\$ 4,712,338

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 10. Prior Period Adjustments

In the year ended June 30, 2013, the City adopted the provisions contained in the Governmental Accounting Standards Board Statement No. 65, *Items Previously Reported as Assets and Liabilities*. These provisions change the accepted accounting for deferred revenues among other items. Revenue for the recapture of development costs was recognized at the fund level when the note receivable was recorded, while the fund balance was considered non-spendable. The new provisions required the revenues to be deferred at the fund level, rather than considered as non-spendable fund balance. In the year of implementation, all financial information presented is to be restated to the new required presentation. Implementing GASB Statement No. 65 resulted in the following changes to information previously reported:

	Governmental Fund Financial Statements		
	Capital Projects Fund 6/30/2012	Prior period adjustment GASB No. 65	Capital Projects Fund as Restated 6/30/2012
Total assets	\$ 49,256,538	\$ -	\$ 49,256,538
Total liabilities	963,629	-	963,629
Total deferred inflows of resources	-	392,895	392,895
Total fund balance	\$ 48,292,909	\$ (392,895)	\$ 47,900,014
Total revenues	\$ 19,164,156	\$ -	\$ 19,164,156
Less total program expenses	(11,920,077)	-	(11,920,077)
Less transfers	(394,297)	-	(394,297)
Change in fund balance	6,849,782	-	6,849,782
Fund balance, beginning	41,443,127	(392,895)	41,050,232
Fund balance, ending	\$ 48,292,909	\$ (392,895)	\$ 47,900,014

In addition, in the business-type activities Utilities Fund, the City identified additional items which should have been considered construction in progress associated with the prior year. This increased capital assets and net position of the Utilities Fund by \$148,603, and decreased expenses by the same amount for the year ended June 30, 2012.

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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 11. Landfill Closure and Postclosure Care Liability (Continued)

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 in 2008. The \$6,053,221 reported as landfill closure and postclosure care liability at June 30, 2013, represents the cumulative amount estimated to date based on the use of 10% 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 \$23.3 million as the remaining estimated capacity is developed and filled. The calculation of the estimated liability has been based on what it would cost to perform all closure and postclosure care in 2013. 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 \$705,232.

Note 12. Risk Management

The City is exposed to various risks of losses related to torts; theft of, damage to, and destruction of assets and natural disasters. The City manages their comprehensive property risk by participating in the Wyoming Association of Risk Management Property Insurance Joint Powers Board (“WARM”). The City’s general liability insurance is also provided through WARM’s liability pool, with an additional liability policy provided by an insurance carrier for the Hogadon Ski Area. Risk management activities are accounted for in the Property and Liability Insurance internal service fund. Settlements have not exceeded insurance coverage for the fiscal years ended June 30, 2013, 2012 and 2011.

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 2013 were approximately \$1,384,972.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

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 2013 and 2012 were as follows for the City's participation in the Unemployment Compensation Act Program:

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 through December 31, 2012, increasing to unlimited coverage per person on January 1, 2013. The City paid \$644,717 for stop loss insurance premiums for the year ended June 30, 2013.

The third-party administrator makes year-end estimates of liabilities incurred but not reported (IBNR), based upon historical trend analysis. At June 30, 2013, 2012 and 2011, the aggregate claims liability was \$1,293,880, \$997,472, and \$1,231,364, respectively. Changes in the Fund's aggregate claims liability amount, including IBNR, from fiscal 2013 and 2012, and 2011 were:

	Beginning of Fiscal Year Liability	Changes in Estimates	Claim Payments	At Fiscal Year-End
FY 2013	\$ 997,472	\$ 6,667,988	\$ (6,371,580)	\$ 1,293,880
FY 2012	1,231,364	4,393,900	(4,627,792)	997,472
FY 2011	1,790,432	5,777,563	(6,336,631)	1,231,364

Note 13. Litigation and Other Contingent Liabilities

The City is a defendant in various lawsuits seeking damages of varying amounts as of June 30, 2013. 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, 2013

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, 2013, 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, 2013, 2012, and 2011 total contributions for the Plan were \$1,126,767, \$1,139,131, and \$1,096,346. The City's portion of these contributions was \$622,867, \$576,828, and \$552,772, while the employees' portion was \$603,899, \$562,303, and \$543,575, 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.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 14. Pension Plans (Continued)

Fire Pension Plans (Continued)

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

Under Plan A, individual members contributed 8% of their gross monthly salary up to the maximum monthly salary of a fireman first class; a premium tax of 50% of the gross annual tax collected upon the fire insurance premiums paid is contributed by the fire insurance companies within the state; the State of Wyoming contributed 22 1/2% of the salary paid to each fireman covered under the plan; and the City contributed for each paid fireman it employed, 43 1/2% of the salary of a fireman first class reduced by the amount contributed by the state. Plan A became fully funded in April of 1999; consequently contributions were no longer required from that point forward. However, subsequent to year end, the City received communications regarding an unfunded accrued liability for this plan. See Footnote 17, Subsequent Events, for additional information.

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, 2013, 2012 and 2011 were \$661,165, \$602,155, and \$546,716, while the employees' portion was \$468,326, \$426,524 and \$387,259, 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, 2013, 2012 and 2011 were \$1,358,885, \$1,307,445, and \$1,261,118, while the employees' portion was \$1,235,133, \$1,189,084, and \$1,121,040, respectively, equal to the required contributions for each year. Effective September 1, 2013, the employee contribution will increase by 0.50% from 7.00% to 7.50%. In September 2014, the employer contribution rate will increase by 0.50% from 7.12% to 7.62%. The City will have the option to pay or not pay the additional employee contribution.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 15. Postemployment Healthcare Plan

Plan Description

The City, through a single-employer defined benefit healthcare plan, provides continuation of medical insurance coverage to employees who retire at the same time they end their service to the City. The City provides coverage to employees based on agreements in which the City has agreed to provide retirees and their beneficiaries' coverage for the life of the retiree. Effective December 20, 2011, the City eliminated postemployment healthcare benefits for any employee hired after January 2, 2012. For the City, 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 2013, the City contributed \$361,473 to the plan. Members receiving benefits contributed \$522,356, or approximately 59 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	\$ 3,203,100
Interest on net OPEB obligation	341,020
Adjustment to required annual contribution	(474,067)
Annual OPEB cost (expense)	<u>3,070,053</u>
Contributions made	<u>(361,473)</u>
Increase in net OPEB obligation	2,708,580
Net OPEB obligation - beginning of year	8,525,489
Net OPEB obligation - end of year	<u><u>\$ 11,234,069</u></u>

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 15. Postemployment Healthcare Plan (Continued)

The City's annual OPEB cost, the percentage of annual OPEB cost contributed to the plan, and the net OPEB obligation for 2013 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, 2011	\$ 2,178,913	10.96%	\$ 6,458,156
June 30, 2012	2,344,859	11.84%	8,525,489
June 30, 2013	3,070,053	11.77%	11,234,069

Funded Status and Funding Progress

As of June 30, 2013, the actuarial valuation date, the plan was 0.0 percent funded. The actuarial accrued liability for benefits was approximately \$32 million, and the actuarial value of assets was \$0, resulting in an unfunded actuarial liability (UAAL) of approximately \$32 million. The covered payroll (annual payroll of active employees covered by the plan) was \$27,422,512, and the ratio of the UAAL to the covered payroll was 115.94 percent.

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

Actuarial Methods and Assumptions

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

In the June 30, 2013 actuarial valuation, the entry age actuarial cost method was used. The actuarial assumptions included a 3.75 percent investment rate of return (net of administrative expenses), which is a blended rate of the expected long-term investment returns on plan assets and on the employer's own investments calculated based on the funded level of the plan at the valuation date, and an annual healthcare cost trend rate of 7.3 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, 2013 was thirty years.

CITY OF CASPER, WYOMING

NOTES TO FINANCIAL STATEMENTS

June 30, 2013

Note 16. Accounting Standards Issued, But Not Implemented

As of June 30, 2013, the Governmental Accounting Standards Board had issued the following standard which the City will implement in its next fiscal year.

Governmental Accounting Standards Board Statement No. 68, *Accounting and Financial Reporting for Pensions—an amendment of GASB Statement No. 27* was issued to improve accounting and financial reporting by state and local governments for pensions. It also improves information provided by state and local governmental employers about financial support for pensions that is provided by other entities. This Statement results from a comprehensive review of the effectiveness of existing standards of accounting and financial reporting for pensions in regard to providing decision-useful information, supporting assessments of accountability and inter-period equity, and creating additional transparency. Management has not concluded its assessment of the effect of implementing this guidance.

Note 17. Subsequent Events

After June 30, 2013, the City entered into several construction contracts subsequent to year end. The most material contracts are as follows:

Construction Project	Amount
Golf Course Irrigation Improvements	\$ 1,326,210
Casper Youth Baseball - Phase III	1,445,820
Biosolids Compost Area	1,020,612
Golf Course Maintenance Facility	1,390,207
East Casper Zone 3 Water System Improvements	3,554,350
Salt Creek Highway and 20/26 Bypass Sanitary Sewer	402,412
Robertson Road Trail Extension	336,000

After June 30, 2013, the City purchased several large pieces of equipment subsequent to year end. The most material equipment purchases are as follows:

Purchases	Amount
Spartan Gladiator Aerial Truck	\$ 975,000
Two Mack Front-Load Sanitation Trucks	462,596
Motorola Console Solution for Dispatch Center	659,840

Subsequent to year end, the City received information regarding an unfunded liability of the Wyoming Paid Fireman's Retirement Fund Plan A. An actuary has calculated the unfunded accrued liability of \$14.3 million. Based upon this actuarial study, the City's annual benefit payments and the current responsibility between the State and the City under this plan in 2012, the City may be assessed approximately \$387,000 in each of the next ten years to make up for their portion of the shortfall.

REQUIRED SUPPLEMENTARY INFORMATION

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
GENERAL FUND
Year Ended June 30, 2013

	Budgeted Amount		Actual On Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Taxes				
Property taxes	\$ 3,650,000	\$ 3,650,000	\$ 3,461,210	\$ (188,790)
Franchise taxes	4,814,620	4,814,620	4,938,779	124,159
Automobile taxes	1,200,000	1,200,000	1,295,028	95,028
Sales taxes	20,685,000	20,685,000	22,565,397	1,880,397
Gasoline taxes	933,000	933,000	1,014,481	81,481
Cigarette taxes	383,355	383,355	375,015	(8,340)
Mineral taxes	7,146,202	7,146,202	7,153,300	7,098
Total taxes	38,812,177	38,812,177	40,803,210	1,991,033
Licenses and permits	1,161,250	1,668,250	1,216,978	(451,272)
Intergovernmental	20,000	20,000	18,595	(1,405)
Fines	1,885,750	1,885,750	2,049,101	163,351
Charges for services	2,400,475	2,400,475	2,409,741	9,266
Investment earnings	1,136,650	1,136,650	849,525	(287,125)
Miscellaneous income	259,555	377,621	811,102	433,481
Total other revenues	6,863,680	7,488,746	7,355,042	(133,704)
Total revenues	45,675,857	46,300,923	48,158,252	1,857,329
General Government				
City Council	878,690	878,690	803,489	75,201
City Manager	809,098	809,098	791,293	17,805
Municipal Court	902,896	906,896	843,206	63,690
Finance	2,074,214	2,074,214	2,010,048	64,166
Attorney	839,535	839,535	754,616	84,919
Human Resources	478,567	478,567	489,652	(11,085)
Engineering	1,329,993	1,329,993	1,114,603	215,390
Planning	587,247	587,247	579,220	8,027
Perpetual Care	417,218	539,637	156,261	383,376
Revolving Land	1,110,139	1,110,139	429,793	680,346
Total General Government	9,427,597	9,554,016	7,972,181	1,581,835
Public Safety				
Police	11,434,912	11,983,912	11,785,415	198,497
Fire	8,211,102	8,427,226	8,365,160	62,066
Code Enforcement	1,191,126	1,191,126	1,107,023	84,103
Total Public Safety	20,837,140	21,602,264	21,257,598	344,666

(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, 2013

	Budgeted Amount		Actual On Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Public Works				
Traffic	\$ 1,343,206	\$ 1,343,206	\$ 1,308,494	\$ 34,712
Streets	4,092,018	4,092,018	3,972,699	119,319
Total Public Works	<u>5,435,224</u>	<u>5,435,224</u>	<u>5,281,193</u>	<u>154,031</u>
Human Services	<u>1,129,292</u>	<u>1,129,292</u>	<u>1,119,967</u>	<u>9,325</u>
Total Human Services	<u>1,129,292</u>	<u>1,129,292</u>	<u>1,119,967</u>	<u>9,325</u>
Welfare				
Cemetery	481,165	481,165	417,092	64,073
Lifesteps Campus	7,955	-	-	-
Total Welfare	<u>489,120</u>	<u>481,165</u>	<u>417,092</u>	<u>64,073</u>
Culture and Recreation				
Parks	2,582,621	2,682,621	2,576,873	105,748
Fort Casper	459,166	459,166	436,953	22,213
Total Culture and Recreation	<u>3,041,787</u>	<u>3,141,787</u>	<u>3,013,826</u>	<u>127,961</u>
Total expenditures	<u>40,360,160</u>	<u>41,343,748</u>	<u>39,061,857</u>	<u>2,281,891</u>
Excess of revenues over expenditures	<u>5,315,697</u>	<u>4,957,175</u>	<u>9,096,395</u>	<u>4,139,220</u>
Other financing sources (uses)				
Transfers in	2,112,460	5,112,460	5,126,537	14,077
Transfers out	<u>(8,985,217)</u>	<u>(10,910,320)</u>	<u>(10,249,698)</u>	<u>660,622</u>
Total other financing (uses)	<u>(6,872,757)</u>	<u>(5,797,860)</u>	<u>(5,123,161)</u>	<u>674,699</u>
Net change in fund balance	<u>\$ (1,557,060)</u>	<u>\$ (840,685)</u>	3,973,234	<u>\$ 4,813,919</u>
Fund balance - beginning of year			<u>53,527,046</u>	
Fund balance - end of year			<u>\$ 57,500,280</u>	

See accompanying note to required supplementary information.

CITY OF CASPER, WYOMING

SCHEDULE OF FUNDING PROGRESS FOR
 POSTEMPLOYMENT HEALTHCARE PLAN
 Year Ended June 30, 2013
 (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, 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%
June 30, 2013	-	31,793,642	31,793,642	0.00%	27,422,512	115.94%

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See accompanying note to required supplementary information.

CITY OF CASPER, WYOMING

NOTE TO REQUIRED SUPPLEMENTARY INFORMATION
June 30, 2013

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:

	General Fund
Revenues	
Actual amounts (budgetary basis) from the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	\$ 48,158,252
Difference - Budget Basis to GAAP	
Accrual of accounts receivable	(20,224)
Accrual of taxes receivable	(118,723)
Accrual of interest income	(158,317)
Record unrealized gain/loss on investments	(377,530)
Total revenue as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 47,483,458
Expenditures	
Actual amounts (budgetary basis) from the Schedule of Revenues, Expenditures and Changes in Fund Balance - Budget and Actual	\$ 39,061,857
Difference - Budget Basis to GAAP	
Accrual of accounts payable	(506,499)
Accrual of wages payable	134,779
Record bad debt expense	(164,917)
Reclass transfer to component unit as expenditures	731,439
Total expenditures as reported on the Statement of Revenues, Expenditures, and Changes in Fund Balances - Governmental Funds	\$ 39,256,659

COMBINING AND INDIVIDUAL FUND
AND
OTHER SUPPLEMENTARY INFORMATION

MAJOR CAPITAL PROJECTS FUNDS

Budgetary to Actual Comparison Schedules

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

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
CAPITAL PROJECTS FUND
Year Ended June 30, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 19,560,637	\$ 19,560,637	\$ 21,155,638	\$ 1,595,001
Intergovernmental	207,000	565,000	230,252	(334,748)
Charges for services	80,455	80,455	8,188	(72,267)
Investment earnings	84,900	84,900	130,666	45,766
Other revenues	1,245,000	1,395,000	1,938,441	543,441
Total revenues	<u>21,177,992</u>	<u>21,685,992</u>	<u>23,463,185</u>	<u>1,777,193</u>
Expenditures				
General government	26,890	26,890	32,819	(5,929)
Capital outlay	36,998,375	45,466,098	30,081,576	15,384,522
Total expenditures	<u>37,025,265</u>	<u>45,492,988</u>	<u>30,114,395</u>	<u>15,378,593</u>
(Deficiency) of revenues over expenditures	<u>(15,847,273)</u>	<u>(23,806,996)</u>	<u>(6,651,210)</u>	<u>17,155,786</u>
Other financing sources and uses				
Transfers in	11,228,897	15,523,238	6,492,284	(9,030,954)
Transfers out	(13,349,542)	(18,781,337)	(9,755,384)	9,025,953
Total other financing uses	<u>(2,120,645)</u>	<u>(3,258,099)</u>	<u>-</u>	<u>3,258,099</u>
Net change in fund balance	<u><u>\$(17,967,918)</u></u>	<u><u>\$(27,065,095)</u></u>	<u>(6,651,210)</u>	<u><u>\$ 20,413,885</u></u>
Fund balance - beginning of year			<u>35,532,079</u>	
Fund balance - end of year			<u><u>\$ 28,880,869</u></u>	

Nonmajor Governmental Funds

Special Revenue Funds

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

Capital Projects Funds

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

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

Debt Service Fund

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

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

CITY OF CASPER, WYOMING

COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
June 30, 2013

	Special Revenue Funds	Capital Project Fund ARRA Grant Monies	Debt Service Fund	Other Governmental Funds Total
ASSETS				
Cash and cash equivalents	\$ 3,000	\$ -	\$ -	\$ 3,000
Investments	1,143,751	-	1,793,557	2,937,308
Taxes receivable	117,149	-	-	117,149
Other receivables, net of allowance	197,538	-	153,769	351,307
Interest receivable	13,871	-	74,220	88,091
Due from other governments	538,852	23,708	-	562,560
Due from other funds	665,525	-	128,175	793,700
Due from component unit	810	-	-	810
Notes receivable, current	55,766	-	-	55,766
Notes receivable, noncurrent	642,963	-	245,771	888,734
Total assets	<u>\$ 3,379,225</u>	<u>\$ 23,708</u>	<u>\$ 2,395,492</u>	<u>\$ 5,798,425</u>
LIABILITIES				
Accounts payable	\$ 691,164	\$ -	\$ -	\$ 691,164
Accrued wages payable	55,984	6,323	-	62,307
Accrued interest payable	13,412	-	-	13,412
Due to other funds	242,212	55,336	-	297,548
Total liabilities	<u>1,002,772</u>	<u>61,659</u>	<u>-</u>	<u>1,064,431</u>
DEFERRED INFLOWS OF RESOURCES				
Deferred special assessments	-	-	245,771	245,771
FUND BALANCES				
Nonspendable	642,963	-	245,771	888,734
Restricted	1,778,596	-	1,903,950	3,682,546
Unassigned (deficit)	(45,106)	(37,951)	-	(83,057)
Total fund balances	<u>2,376,453</u>	<u>(37,951)</u>	<u>2,149,721</u>	<u>4,488,223</u>
Total liabilities, deferred inflows of resources, and fund balances	<u>\$ 3,379,225</u>	<u>\$ 23,708</u>	<u>\$ 2,395,492</u>	<u>\$ 5,798,425</u>

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
Year Ended June 30, 2013

	Special Revenue Funds	Capital Project Fund ARRA Grant Monies	Debt Service Fund	Other Governmental Funds Total
Revenues				
Taxes and special assessments	\$ 1,309,141	\$ -	\$ 101,845	\$ 1,410,986
Intergovernmental	2,830,529	143,951	-	2,974,480
Charges for services	593,947	-	-	593,947
Investment earnings	2,086	-	3,815	5,901
Other revenues	229,833	-	-	229,833
Total revenues	4,965,536	143,951	105,660	5,215,147
Expenditures				
General government	1,002,938	-	2,115	1,005,053
Public safety	2,122,607	-	-	2,122,607
Health and social services	489,781	-	-	489,781
Welfare	1,799,527	-	-	1,799,527
Debt service				
Principal	25,000	-	-	25,000
Interest	33,204	-	-	33,204
Capital outlay	962,802	145,125	-	1,107,927
Total expenditures	6,435,859	145,125	2,115	6,583,099
Excess (deficiency) of revenues over expenditures	(1,470,323)	(1,174)	103,545	(1,367,952)
Other financing sources (uses)				
Transfers in	1,412,397	-	-	1,412,397
Transfers out	-	-	-	-
Total other financing sources	1,412,397	-	-	1,412,397
Net change in fund balances	(57,926)	(1,174)	103,545	44,445
Fund balance (deficit) - beginning of year	2,434,379	(36,777)	2,046,176	4,443,778
Fund balances (deficit) - end of year	\$ 2,376,453	\$ (37,951)	\$ 2,149,721	\$ 4,488,223

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, 2013

	CDBG	Weed and Pest	Transportation Services	Metropolitan Planning Organization
ASSETS				
Cash and cash equivalents	\$ -	\$ -	\$ -	\$ -
Investments	-	-	-	-
Taxes receivable	-	117,149	-	-
Other receivables, net of allowance	28,821	-	-	-
Interest receivable	-	-	-	-
Due from other governments	16,993	-	177,955	226,804
Due from other funds	55,918	141,466	-	9,034
Due from component unit	-	-	-	-
Notes receivable, current	2,075	-	-	-
Notes receivable, noncurrent	24,378	-	-	-
	<u>128,185</u>	<u>258,615</u>	<u>177,955</u>	<u>235,838</u>
Total assets	<u>\$ 128,185</u>	<u>\$ 258,615</u>	<u>\$ 177,955</u>	<u>\$ 235,838</u>
LIABILITIES AND FUND BALANCES				
Liabilities				
Accounts payable	\$ 8,476	\$ 35,937	\$ 168,631	\$ 160,136
Accrued wages payable	4,402	7,079	-	4,337
Accrued interest payable	-	-	-	-
Due to other funds	225	-	54,430	62,147
	<u>13,103</u>	<u>43,016</u>	<u>223,061</u>	<u>226,620</u>
Total liabilities	<u>13,103</u>	<u>43,016</u>	<u>223,061</u>	<u>226,620</u>
Fund balances				
Nonspendable	24,378	-	-	-
Restricted	90,704	215,599	-	9,218
Unassigned (deficit)	-	-	(45,106)	-
	<u>115,082</u>	<u>215,599</u>	<u>(45,106)</u>	<u>9,218</u>
Total fund balances (deficit)	<u>115,082</u>	<u>215,599</u>	<u>(45,106)</u>	<u>9,218</u>
Total liabilities and fund balances	<u>\$ 128,185</u>	<u>\$ 258,615</u>	<u>\$ 177,955</u>	<u>\$ 235,838</u>

Special Events Assistance	Police Grants	Public Safety Communications	Redevelopment Loan	Total
\$ -	\$ 3,000	\$ -	\$ -	\$ 3,000
-	-	969,265	174,486	1,143,751
-	-	-	-	117,149
64,888	39,983	62,955	891	197,538
-	-	224	13,647	13,871
83,484	33,616	-	-	538,852
-	88,821	370,286	-	665,525
-	-	810	-	810
-	-	-	53,691	55,766
-	-	-	618,585	642,963
<u>\$ 148,372</u>	<u>\$ 165,420</u>	<u>\$ 1,403,540</u>	<u>\$ 861,300</u>	<u>\$ 3,379,225</u>
\$ 9,816	\$ 18,057	\$ 290,111	\$ -	\$ 691,164
-	3,050	37,116	-	55,984
-	-	-	13,412	13,412
109,405	-	-	16,005	242,212
<u>119,221</u>	<u>21,107</u>	<u>327,227</u>	<u>29,417</u>	<u>1,002,772</u>
-	-	-	618,585	642,963
29,151	144,313	1,076,313	213,298	1,778,596
-	-	-	-	(45,106)
<u>29,151</u>	<u>144,313</u>	<u>1,076,313</u>	<u>831,883</u>	<u>2,376,453</u>
<u>\$ 148,372</u>	<u>\$ 165,420</u>	<u>\$ 1,403,540</u>	<u>\$ 861,300</u>	<u>\$ 3,379,225</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, 2013

	CDBG	Weed and Pest	Transportation Services	Metropolitan Planning Organization
Revenues				
Taxes	\$ -	\$ 498,396	\$ -	\$ -
Intergovernmental	313,577	-	1,258,508	917,165
Charges for services	-	-	-	-
Investment earnings	(414)	-	-	-
Other revenues	591	-	-	-
Total revenues	313,754	498,396	1,258,508	917,165
Expenditures				
General government	-	-	-	1,002,938
Public safety	-	-	-	-
Health and social services	-	489,781	-	-
Welfare	304,366	-	1,495,023	-
Debt service				
Principal	-	-	-	-
Interest	-	-	-	-
Capital outlay	-	68,026	322,424	991
Total expenditures	304,366	557,807	1,817,447	1,003,929
Excess (deficiency) of revenues over expenditures	9,388	(59,411)	(558,939)	(86,764)
Other financing sources (uses)				
Transfers in	31,000	-	558,940	87,220
Total other financing sources	31,000	-	558,940	87,220
Net change in fund balances	40,388	(59,411)	1	456
Fund balance (deficit) - beginning of year	74,694	275,010	(45,107)	8,762
Fund balances (deficit) - end of year	\$ 115,082	\$ 215,599	\$ (45,106)	\$ 9,218

Special Events Assistance	Police Grants	Public Safety Communications	Redevelopment Loan	Total
\$ -	\$ -	\$ 810,745	\$ -	\$ 1,309,141
112,339	228,940	-	-	2,830,529
-	-	593,947	-	593,947
-	-	(4,813)	7,313	2,086
111,081	73,903	8,929	35,329	229,833
<u>223,420</u>	<u>302,843</u>	<u>1,408,808</u>	<u>42,642</u>	<u>4,965,536</u>
-	-	-	-	1,002,938
128,795	201,806	1,792,006	-	2,122,607
-	-	-	-	489,781
-	-	-	138	1,799,527
-	-	-	25,000	25,000
-	-	-	33,204	33,204
106,555	93,255	371,551	-	962,802
<u>235,350</u>	<u>295,061</u>	<u>2,163,557</u>	<u>58,342</u>	<u>6,435,859</u>
<u>(11,930)</u>	<u>7,782</u>	<u>(754,749)</u>	<u>(15,700)</u>	<u>(1,470,323)</u>
-	-	735,237	-	1,412,397
-	-	735,237	-	1,412,397
(11,930)	7,782	(19,512)	(15,700)	(57,926)
<u>41,081</u>	<u>136,531</u>	<u>1,095,825</u>	<u>847,583</u>	<u>2,434,379</u>
<u>\$ 29,151</u>	<u>\$ 144,313</u>	<u>\$ 1,076,313</u>	<u>\$ 831,883</u>	<u>\$ 2,376,453</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, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 386,156	\$ 386,156	\$ 313,577	\$ (72,579)
Investment earnings	1,000	1,000	936	(64)
Other revenues	28,000	28,000	8,002	(19,998)
Total revenues	<u>415,156</u>	<u>415,156</u>	<u>322,515</u>	<u>(92,641)</u>
Expenditures				
Welfare	469,226	469,226	394,067	75,159
Total expenditures	<u>469,226</u>	<u>469,226</u>	<u>394,067</u>	<u>75,159</u>
(Deficiency) of revenues over expenditures	<u>\$ (85,070)</u>	<u>\$ (23,070)</u>	(40,552)	<u>\$ (17,482)</u>
Fund (deficit) - beginning of year			<u>(77,716)</u>	
Fund (deficit) - end of year			<u>\$ (118,268)</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
WEED AND PEST SPECIAL REVENUE FUND
Year Ended June 30, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 500,000	\$ 500,000	\$ 381,248	\$ (118,752)
Total revenues	<u>500,000</u>	<u>500,000</u>	<u>381,248</u>	<u>(118,752)</u>
Expenditures				
Health	546,203	546,203	488,596	57,607
Capital outlay	<u>102,477</u>	<u>102,477</u>	<u>68,026</u>	<u>34,451</u>
Total expenditures	<u>648,680</u>	<u>648,680</u>	<u>556,622</u>	<u>92,058</u>
(Deficiency) of revenues over expenditures	<u>\$ (148,680)</u>	<u>\$ (148,680)</u>	(175,374)	<u>\$ (26,694)</u>
Fund balance - beginning of year			<u>141,895</u>	
Fund balance - end of year			<u>\$ (33,479)</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, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 960,075	\$ 960,075	\$ 1,088,528	\$ 128,453
Total revenues	<u>960,075</u>	<u>960,075</u>	<u>1,088,528</u>	<u>128,453</u>
Expenditures				
Welfare	1,447,482	1,447,482	1,390,409	57,073
Capital outlay	337,736	337,736	322,424	15,312
Total expenditures	<u>1,785,218</u>	<u>1,785,218</u>	<u>1,712,833</u>	<u>72,385</u>
(Deficiency) of revenues over expenditures	<u>(825,143)</u>	<u>(825,143)</u>	<u>(624,305)</u>	<u>200,838</u>
Other financing sources				
Transfers in	<u>512,407</u>	<u>512,407</u>	<u>558,940</u>	<u>46,533</u>
Total other financing sources	<u>512,407</u>	<u>512,407</u>	<u>558,940</u>	<u>46,533</u>
Net change in fund balance	<u>\$ (312,736)</u>	<u>\$ (312,736)</u>	<u>(65,365)</u>	<u>\$ 247,371</u>
Fund (deficit) - beginning of year			<u>(369,182)</u>	
Fund (deficit) - end of year			<u>\$ (434,547)</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, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 1,969,247	\$ 1,969,247	\$ 809,731	\$ (1,159,516)
Total revenues	<u>1,969,247</u>	<u>1,969,247</u>	<u>809,731</u>	<u>(1,159,516)</u>
Expenditures				
General government	2,170,253	2,170,253	1,667,972	502,281
Capital outlay	<u>1,999</u>	<u>1,999</u>	<u>991</u>	<u>1,008</u>
Total expenditures	<u>2,172,252</u>	<u>2,172,252</u>	<u>1,668,963</u>	<u>503,289</u>
(Deficiency) of revenues over expenditures	<u>(203,005)</u>	<u>(203,005)</u>	<u>(859,232)</u>	<u>(656,227)</u>
Other financing sources				
Transfers in	<u>163,148</u>	<u>163,148</u>	<u>87,220</u>	<u>(75,928)</u>
Total other financing sources	<u>163,148</u>	<u>163,148</u>	<u>87,220</u>	<u>(75,928)</u>
Net change in fund balance	<u>\$ (39,857)</u>	<u>\$ (39,857)</u>	<u>(772,012)</u>	<u>\$ (732,155)</u>
Fund (deficit) - beginning of year			<u>(562,906)</u>	
Fund (deficit) - end of year			<u>\$ (1,334,918)</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, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 100,000	\$ 138,500	\$ 112,339	\$ (26,161)
Other revenues	10,000	10,000	111,081	101,081
Total revenues	<u>110,000</u>	<u>148,500</u>	<u>223,420</u>	<u>74,920</u>
Expenditures				
Public safety	90,000	105,148	128,794	(23,646)
Capital outlay	20,000	43,352	106,555	(63,203)
Total expenditures	<u>110,000</u>	<u>148,500</u>	<u>235,349</u>	<u>(86,849)</u>
(Deficiency) of revenues over expenditures	<u>\$ -</u>	<u>\$ -</u>	(11,929)	<u>\$ (11,929)</u>
Fund balance - beginning of year			<u>41,080</u>	
Fund balance - end of year			<u>\$ 29,151</u>	

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
POLICE GRANTS SPECIAL REVENUE FUND
Year Ended June 30, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Intergovernmental	\$ 182,363	\$ 397,434	\$ 231,220	\$ (166,214)
Other revenues	87,000	87,000	73,903	(13,097)
Total revenues	<u>269,363</u>	<u>484,434</u>	<u>305,123</u>	<u>(179,311)</u>
Expenditures				
Public safety	175,400	331,833	203,483	128,350
Capital outlay	94,963	153,601	93,255	60,346
Total expenditures	<u>270,363</u>	<u>485,434</u>	<u>296,738</u>	<u>188,696</u>
Excess (deficiency) of revenues over expenditures	<u>\$ (1,000)</u>	<u>\$ (1,000)</u>	8,385	<u>\$ 9,385</u>
Fund balance - beginning of year			<u>127,995</u>	
Fund balance - end of year			<u>\$ 136,380</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, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Taxes	\$ 1,000,000	\$ 1,000,000	\$ 774,617	\$ (225,383)
Intergovernmental	535,771	535,771	535,771	-
Investment earnings	1,000	1,000	(3,751)	(4,751)
Other revenues	500	500	8,929	8,429
Total revenues	<u>1,537,271</u>	<u>1,537,271</u>	<u>1,315,566</u>	<u>(221,705)</u>
Expenditures				
Public safety	2,299,897	2,299,897	1,907,123	392,774
Capital outlay	240,783	1,090,783	720,415	370,368
Total expenditures	<u>2,540,680</u>	<u>3,390,680</u>	<u>2,627,538</u>	<u>763,142</u>
(Deficiency) of revenues over expenditures	<u>\$ (1,003,409)</u>	<u>\$ (1,853,409)</u>	(1,311,972)	<u>\$ 541,437</u>
Fund balance - beginning of year			<u>838,224</u>	
Fund (deficit) - end of year			<u>\$ (473,748)</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, 2013

	<u>Budgeted Amount</u>		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	<u>Original</u>	<u>Final</u>		
Revenues				
Intergovernmental	\$ 250,000	\$ 250,000	\$ -	\$ (250,000)
Investment earnings	915	915	1,413	498
Other revenues	<u>68,894</u>	<u>68,894</u>	<u>71,722</u>	<u>2,828</u>
Total revenues	<u>319,809</u>	<u>319,809</u>	<u>73,135</u>	<u>(246,674)</u>
Expenditures				
Welfare	<u>308,224</u>	<u>308,224</u>	<u>58,342</u>	<u>249,882</u>
Total expenditures	<u>308,224</u>	<u>308,224</u>	<u>58,342</u>	<u>249,882</u>
Excess of revenues over expenditures	<u>\$ 11,585</u>	<u>\$ 11,585</u>	14,793	<u>\$ 3,208</u>
Fund balance - beginning of year			<u>164,562</u>	
Fund balance - end of year			<u>\$ 179,355</u>	

NONMAJOR GOVERNMENTAL FUNDS - CAPITAL PROJECTS FUND

AND DEBT SERVICE FUND

Budgetary to Actual Comparison Schedules

CITY OF CASPER, WYOMING

SCHEDULE OF REVENUES, EXPENDITURES AND CHANGES
 IN FUND BALANCE - BUDGET AND ACTUAL ON BUDGETARY BASIS
 ARRA GRANT MONIES - CAPITAL PROJECTS FUND
 Year Ended June 30, 2013

	Budgeted Amount		Actual on	Variance with
	Original	Final	Budgetary	Final Budget
			Basis	Positive
				(Negative)
Revenues				
Intergovernmental	\$ 142,821	\$ 149,395	\$ 133,387	\$ (16,008)
Total revenues	142,821	149,395	133,387	(16,008)
Expenditures				
Capital outlay	167,608	174,182	141,472	32,710
Total expenditures	167,608	174,182	141,472	32,710
(Deficiency) of revenues over expenditures	\$ (24,787)	\$ (24,787)	(8,085)	\$ 16,702
Fund (deficit) - beginning of year			(645,939)	
Fund (deficit) - end of year			\$ (654,024)	

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, 2013

	Budgeted Amount		Actual on Budgetary Basis	Variance with Final Budget Positive (Negative)
	Original	Final		
Revenues				
Special assessments	\$ 36,000	\$ 36,000	\$ 101,845	\$ 65,845
Investment earnings	3,300	3,300	5,346	2,046
Total revenues	<u>39,300</u>	<u>39,300</u>	<u>107,191</u>	<u>67,891</u>
Expenditures				
General government	<u>1,450</u>	<u>1,450</u>	<u>2,116</u>	<u>(666)</u>
Total expenditures	<u>1,450</u>	<u>1,450</u>	<u>2,116</u>	<u>(666)</u>
Excess of revenues over expenditures	<u>\$ 37,850</u>	<u>\$ 37,850</u>	105,075	<u>\$ 67,225</u>
Fund balance - beginning of year			<u>2,046,337</u>	
Fund balance - end of year			<u>\$ 2,151,412</u>	

NONMAJOR PROPRIETARY FUNDS

INTERNAL SERVICE FUNDS

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

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

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

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF NET POSITION
INTERNAL SERVICE FUNDS

June 30, 2013

	General Internal Services	Employee Health Insurance	Total
ASSETS			
Current assets			
Cash and cash equivalents	\$ 100	\$ 606,201	\$ 606,301
Investments	1,852,199	5,283,246	7,135,445
Interest receivable	1,533	3,750	5,283
Customer receivables, net of allowance	57,599	245,954	303,553
Due from other funds	541,278	566,396	1,107,674
Inventories	474,151	-	474,151
Total current assets	<u>2,926,860</u>	<u>6,705,547</u>	<u>9,632,407</u>
Capital assets, net of depreciation			
Machinery and equipment	172,483	-	172,483
Net property and equipment	172,483	-	172,483
Total assets	<u>3,099,343</u>	<u>6,705,547</u>	<u>9,804,890</u>
LIABILITIES			
Current liabilities			
Capital lease payable, current	1,162	-	1,162
Accounts payable	313,450	211,608	525,058
Claims payable	-	1,293,880	1,293,880
Accrued wages payable	104,608	9,672	114,280
Due to other funds	55,610	-	55,610
Total current liabilities	<u>474,830</u>	<u>1,515,160</u>	<u>1,989,990</u>
Non-current liabilities, net of current portion			
Compensated absences	155,330	485	155,815
Other post-employment benefits payable	-	11,234,069	11,234,069
Total non-current liabilities	<u>155,330</u>	<u>11,234,554</u>	<u>11,389,884</u>
Total liabilities	<u>630,160</u>	<u>12,749,714</u>	<u>13,379,874</u>
NET POSITION			
Invested in capital assets, net of related debt	172,483	-	172,483
Unrestricted (deficit)	2,296,700	(6,044,167)	(3,747,467)
Total net position (deficit)	<u>\$ 2,469,183</u>	<u>\$ (6,044,167)</u>	<u>\$ (3,574,984)</u>

CITY OF CASPER, WYOMING

**COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN FUND NET POSITION
INTERNAL SERVICE FUNDS
Year Ended June 30, 2013**

	General Internal Services	Employee Health Insurance	Total
Operating revenues			
Charges for services	\$ 6,515,655	\$ -	\$ 6,515,655
Other revenues	835	7,550,312	7,551,147
Total operating revenues	<u>6,516,490</u>	<u>7,550,312</u>	<u>14,066,802</u>
Operating expenses			
Personnel expenses	4,542,019	76,638	4,618,657
Contractual	1,840,889	10,642,376	12,483,265
Materials and supplies	2,429,139	-	2,429,139
Other expenses	10,744	-	10,744
Depreciation	96,339	-	96,339
Total operating expenses	<u>8,919,130</u>	<u>10,719,014</u>	<u>19,638,144</u>
Operating (loss)	<u>(2,402,640)</u>	<u>(3,168,702)</u>	<u>(5,571,342)</u>
Non-operating revenues (expense)			
Investment earnings and change in fair market value	(8,450)	31,223	22,773
Interest	(911)	-	(911)
Total non-operating revenues (expenses)	<u>(9,361)</u>	<u>31,223</u>	<u>21,862</u>
(Loss) before contributions and transfers	<u>(2,412,001)</u>	<u>(3,137,479)</u>	<u>(5,549,480)</u>
Transfers in	1,502,508	1,803	1,504,311
Transfers out	(5,052)	-	(5,052)
Total contributions and transfers	<u>1,497,456</u>	<u>1,803</u>	<u>1,499,259</u>
Change in net position	(914,545)	(3,135,676)	(4,050,221)
Net position (deficit) - beginning of year	<u>3,383,728</u>	<u>(2,908,491)</u>	<u>475,237</u>
Net position (deficit) - end of year	<u>\$ 2,469,183</u>	<u>\$ (6,044,167)</u>	<u>\$ (3,574,984)</u>

CITY OF CASPER, WYOMING

**COMBINING STATEMENT OF CASH FLOWS
INTERNAL SERVICE FUNDS
Year Ended June 30, 2013**

	General Internal Services	Employee Health Insurance	Total
Cash flows from operating activities			
Cash received from customers	\$ 1,622,921	\$ 1,072,400	\$ 2,695,321
Receipts from interfund services provided	4,918,548	6,351,921	11,270,469
Cash payments to suppliers for goods and services	(3,887,836)	-	(3,887,836)
Claims paid	-	(7,570,501)	(7,570,501)
Cash payments for interfund services	(479,855)	-	(479,855)
Cash payments to employees for services	(4,521,015)	(73,723)	(4,594,738)
Net cash (used) by operating activities	<u>(2,347,237)</u>	<u>(219,903)</u>	<u>(2,567,140)</u>
Cash flows from non-capital financing activities			
Operating subsidies and transfers from (to) other funds	<u>2,396,464</u>	<u>279,953</u>	<u>2,676,417</u>
Net cash provided by non-capital financing activities	<u>2,396,464</u>	<u>279,953</u>	<u>2,676,417</u>
Cash flows from capital and related financing activities			
Principal paid	(6,231)	-	(6,231)
Interest paid	(911)	-	(911)
Net cash (used) by capital and related financing activities	<u>(7,142)</u>	<u>-</u>	<u>(7,142)</u>
Cash flows from investing activities			
Purchase of investment securities	(1,034,428)	(623,777)	(1,658,205)
Proceeds from sale of investments	997,748	520,545	1,518,293
Interest on investments	(5,405)	44,216	38,811
Net cash (used) by investing activities	<u>(42,085)</u>	<u>(59,016)</u>	<u>(101,101)</u>
Net increase in cash and cash equivalents	-	1,034	1,034
Cash and cash equivalents - beginning of year	<u>100</u>	<u>605,167</u>	<u>605,267</u>
Cash and cash equivalents - end of year	<u>\$ 100</u>	<u>\$ 606,201</u>	<u>\$ 606,301</u>

(Continued)

CITY OF CASPER, WYOMING

COMBINING STATEMENT OF CASH FLOWS (CONTINUED)
INTERNAL SERVICE FUNDS
Year Ended June 30, 2013

	General Internal Services	Employee Health Insurance	Total
	<u> </u>	<u> </u>	<u> </u>
Reconciliation of operating income (loss) to net cash provided (used) by operating activities			
Operating (loss)	\$ (2,402,640)	\$ (3,168,702)	\$ (5,571,342)
Adjustments to reconcile operating income (loss) to net cash provided by operating activities			
Depreciation	96,339	-	96,339
Increase (decrease) in cash and cash equivalents resulting from changes in operating assets and liabilities			
Customer receivables	24,979	(125,991)	(101,012)
Inventories	(32,194)	-	(32,194)
Accounts payable	(54,725)	363,295	308,570
Accrued wages payable	(134,326)	2,430	(131,896)
Claims payable	-	2,708,580	2,708,580
Compensated absences	155,330	485	155,815
	<u> </u>	<u> </u>	<u> </u>
Net cash (used) by operating activities	<u>\$ (2,347,237)</u>	<u>\$ (219,903)</u>	<u>\$ (2,567,140)</u>
Noncash investing, capital and related financing activities			
Change in fair value of investments	\$ (1,610)	\$ 9,508	\$ 7,898

DISCRETELY PRESENTED COMPONENT UNITS

CITY OF CASPER, WYOMING

GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET POSITION
DOWNTOWN DEVELOPMENT AUTHORITY
June 30, 2013

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
ASSETS			
Cash and cash equivalents	\$ 334,352	\$ -	\$ 334,352
Investments	-	-	-
Interest receivable	-	-	-
Due from other governments	864	-	864
Improvements other than buildings	-	1,312	1,312
	<u> </u>	<u> </u>	<u> </u>
Total assets	<u>\$ 335,216</u>	<u>1,312</u>	<u>336,528</u>
LIABILITIES			
Accounts payable	\$ 9,243	-	9,243
	<u> </u>	<u> </u>	<u> </u>
Total liabilities	<u>9,243</u>	<u>-</u>	<u>9,243</u>
FUND BALANCE/NET POSITION			
Fund balance			
Unassigned	325,973	(325,973)	-
Total fund balance	<u>325,973</u>	<u>(325,973)</u>	<u>-</u>
	<u> </u>	<u> </u>	<u> </u>
Total liabilities and fund balance	<u>\$ 335,216</u>		
Net position			
Invested in capital assets, net of related debt		1,312	1,312
Unrestricted		325,973	325,973
Total net position		<u>\$ 327,285</u>	<u>\$ 327,285</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, 2013

	General Fund	Adjustments	Statement of Activities
Revenues			
Taxes	\$ 138,260	\$ -	\$ 138,260
Intergovernmental	13,627	-	13,627
Investment earnings	995	-	995
Other revenues	14,774	-	14,774
Total revenues	<u>167,656</u>	<u>-</u>	<u>167,656</u>
Expenditures			
Welfare	147,795	630	148,425
Capital outlay	5,419	-	5,419
Total expenditures	<u>153,214</u>	<u>630</u>	<u>153,844</u>
Deficiency of revenues over expenditures	14,442	(14,442)	-
Change in net position	-	(13,812)	13,812
Fund balance/net position			
Beginning of the year	<u>311,531</u>	<u>-</u>	<u>313,473</u>
End of the year	<u>\$ 325,973</u>	<u>\$ (27,624)</u>	<u>\$ 327,285</u>

CITY OF CASPER, WYOMING

GOVERNMENTAL FUND BALANCE SHEET/STATEMENT OF NET POSITION
METROPOLITAN ANIMAL CONTROL JOINT POWERS BOARD
June 30, 2013

	<u>General Fund</u>	<u>Adjustments</u>	<u>Statement of Net Assets</u>
ASSETS			
Cash and cash equivalents	\$ 600	\$ -	\$ 600
Investments	173,994	-	173,994
Interest receivable	50	-	50
Due from primary government	144,327	-	144,327
Customer receivables, net of allowance	11,636	-	11,636
Capital assets, net of accumulated depreciation	-	450,395	450,395
	<hr/>	<hr/>	<hr/>
Total assets	330,607	450,395	781,002
LIABILITIES			
Accounts payable	14,948	-	14,948
Accrued wages payable	28,898	-	28,898
Due to primary government	810	-	810
Noncurrent liabilities			
Due in more than one year	-	30,363	30,363
	<hr/>	<hr/>	<hr/>
Total liabilities	44,656	30,363	75,019
FUND BALANCE/NET POSITION			
Fund balance			
Unassigned	285,951	(285,951)	-
Total fund balance	<hr/>	<hr/>	<hr/>
	285,951	(285,951)	-
	<hr/>		
Total liabilities and fund balance	<u>\$ 330,607</u>		
Net position			
Invested in capital assets, net of related debt		450,395	450,395
Unrestricted		255,588	255,588
Total net position		<u>\$ 705,983</u>	<u>\$ 705,983</u>

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, 2013

	General Fund	Adjustments	Statement of Activities
Revenues			
Charges for services	\$ 969,213	\$ -	\$ 969,213
Licenses and permits	13,760	-	13,760
Investment earnings	257	-	257
Other revenues	3,452	-	3,452
Total revenues	<u>986,682</u>	<u>-</u>	<u>986,682</u>
Expenditures			
Welfare	930,052	28,865	958,917
Capital outlay	31,377	(24,230)	7,147
Total expenditures	<u>961,429</u>	<u>4,635</u>	<u>966,064</u>
Excess of revenues over expenditures	25,253	(25,253)	-
Change in net assets	-	20,618	20,618
Fund balance/net position			
Beginning of year	<u>260,698</u>	<u>-</u>	<u>685,365</u>
End of year	<u>\$ 285,951</u>	<u>\$ -</u>	<u>\$ 705,983</u>

STATISTICAL SECTION

STATISTICAL SECTION

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

CONTENTS

Financial Trends	117
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	129
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	138
These schedules present information to help the reader assess the affordability of the City's current levels of outstanding debt and the City's ability to issue additional debt in the future.	
Demographic and Economic Information	143
These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place and to help make comparisons over time and with other governments.	
Operating Information	145
These schedules contain information about the City's operations and resources to help the reader understand how the City's financial information relates to the services the City provides and the activities it performs.	

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

CITY OF CASPER, WYOMING

NET POSITION BY COMPONENT

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2004	2005	2006	2007
Governmental activities				
Invested in capital assets, net of related debt	\$ 57,607,018	\$ 68,230,482	\$ 70,887,658	\$ 77,727,936
Restricted	-	-	-	-
Unrestricted	65,413,999	69,806,128	77,951,042	85,376,076
Total governmental activities net position	<u>\$ 123,021,017</u>	<u>\$ 138,036,610</u>	<u>\$ 148,838,700</u>	<u>\$ 163,104,012</u>
Business-type activities				
Invested in capital assets, net of related debt	\$ 81,165,075	\$ 87,161,809	\$ 94,642,323	\$ 103,074,341
Restricted	-	-	-	-
Unrestricted	34,101,226	34,489,258	32,500,366	29,156,358
Total business-type activities net position	<u>\$ 115,266,301</u>	<u>\$ 121,651,067</u>	<u>\$ 127,142,689</u>	<u>\$ 132,230,699</u>
Primary government				
Invested in capital assets, net of related debt	\$ 138,772,093	\$ 155,392,291	\$ 165,529,981	\$ 180,802,277
Restricted	-	-	-	-
Unrestricted	99,515,225	104,295,386	110,451,408	114,532,434
Total primary government	<u>\$ 238,287,318</u>	<u>\$ 259,687,677</u>	<u>\$ 275,981,389</u>	<u>\$ 295,334,711</u>

Fiscal Year

2008	2009	2010	2011	2012	2013
\$ 83,325,475	\$ 97,377,956	\$ 115,161,168	\$ 123,823,245	\$ 128,305,822	\$ 138,257,839
-	-	-	1,549,425	1,394,787	1,638,335
99,778,064	106,788,861	101,086,540	98,423,960	105,507,836	107,185,112
<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>	<u>\$ 247,081,286</u>
\$ 109,827,475	\$ 122,258,159	\$ 134,062,444	\$ 138,005,226	\$ 138,566,065	\$ 136,582,549
-	-	-	-	-	-
24,635,566	22,625,814	27,845,499	32,136,931	29,968,719	33,190,092
<u>\$ 134,463,041</u>	<u>\$ 144,883,973</u>	<u>\$ 161,907,943</u>	<u>\$ 170,142,157</u>	<u>\$ 168,534,784</u>	<u>\$ 169,772,641</u>
\$ 193,152,950	\$ 219,636,115	\$ 249,223,612	\$ 261,828,471	\$ 266,871,887	\$ 274,840,388
-	-	-	1,549,425	1,394,787	1,638,335
124,413,630	129,414,675	128,932,039	130,560,891	135,476,555	140,375,204
<u>\$ 317,566,580</u>	<u>\$ 349,050,790</u>	<u>\$ 378,155,651</u>	<u>\$ 393,938,787</u>	<u>\$ 403,743,229</u>	<u>\$ 416,853,927</u>

CITY OF CASPER, WYOMING

CHANGES IN NET POSITION
 Last Ten Fiscal Years
 (Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2004	2005	2006	2007
Expenses				
Governmental activities				
General government	\$ 8,229,582	\$ 7,128,060	\$ 11,692,141	\$ 12,333,960
Public safety	14,111,336	16,337,879	20,952,162	18,602,982
Public works	10,242,610	5,349,207	6,274,730	6,580,626
Health	1,637,102	1,461,738	1,779,519	1,491,023
Welfare	1,598,761	2,400,739	2,630,626	2,926,386
Culture and recreation	3,705,908	3,950,603	3,349,109	4,639,413
Interest on long-term debt	3,545	2,843	2,007	1,008
Total governmental activities expenses	<u>39,528,844</u>	<u>36,631,069</u>	<u>46,680,294</u>	<u>46,575,398</u>
Business-type activities				
Utilities	16,480,490	17,306,419	20,067,839	19,008,372
Solid Waste	4,683,823	5,703,216	5,631,464	6,859,524
Recreation	4,581,125	4,650,116	6,567,578	7,647,391
Other enterprise fund	61,786	66,022	62,520	123,502
Total business-type activities expenses	<u>25,807,224</u>	<u>27,725,773</u>	<u>32,329,401</u>	<u>33,638,789</u>
Total primary government expenses	<u>\$ 65,336,068</u>	<u>\$ 64,356,842</u>	<u>\$ 79,009,695</u>	<u>\$ 80,214,187</u>
Program Revenues				
Governmental activities				
Charges for services				
General government	\$ 415,837	\$ 839,783	\$ 1,024,259	\$ 2,207,643
Public safety	2,025,228	1,782,358	1,481,274	2,978,555
Health, welfare, culture, and recreation	435,117	2,281,550	1,948,807	505,676
Operating grants and contributions	1,782,422	1,749,331	2,359,610	2,215,836
Capital grants and contributions	-	4,454,434	3,591,241	1,116,053
Total governmental activities program revenues	<u>4,658,604</u>	<u>11,107,456</u>	<u>10,405,191</u>	<u>9,023,763</u>
Business-type activities				
Charges for services				
Utilities	13,196,751	15,993,312	15,580,349	18,613,504
Solid Waste	5,387,141	6,070,220	6,561,518	7,535,135
Recreation	2,819,164	2,621,284	3,798,698	4,239,470
Other enterprise fund	20,552	20,783	18,000	20,981
Operating grants and contributions	-	-	-	22,417
Capital grants and contributions	504,430	4,447,059	5,686,036	1,441,289
Total business-type activities program revenues	<u>21,928,038</u>	<u>29,152,658</u>	<u>31,644,601</u>	<u>31,872,796</u>
Total primary government program revenues	<u>\$ 26,586,642</u>	<u>\$ 40,260,114</u>	<u>\$ 42,049,792</u>	<u>\$ 40,896,559</u>

Fiscal Year

	2008	2009	2010	2011	2012	2013
\$	12,287,002	\$ 7,956,685	\$ 16,449,278	\$ 18,470,731	\$ 18,208,068	\$ 21,220,810
	20,025,486	20,140,464	18,102,363	16,928,604	20,961,407	24,528,873
	3,033,348	1,529,812	1,769,548	4,626,088	6,873,469	7,703,054
	1,401,951	1,574,581	3,388,120	2,611,100	2,130,279	3,302,192
	2,912,126	2,442,680	759,239	794,365	914,449	598,460
	8,727,490	13,283,536	11,411,427	7,798,783	4,796,854	3,756,562
	82	3,163	3,670	38,075	35,922	34,115
	<u>48,387,485</u>	<u>46,930,921</u>	<u>51,883,645</u>	<u>51,267,746</u>	<u>53,920,448</u>	<u>61,144,066</u>
	18,475,180	20,139,913	20,810,440	21,806,062	22,950,521	24,514,609
	13,176,416	8,280,710	7,981,506	8,680,519	15,316,136	11,498,891
	8,345,575	8,491,501	8,667,640	8,180,164	8,559,455	8,588,873
	79,665	68,530	76,191	93,258	93,646	79,923
	<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>44,682,296</u>
\$	<u>88,464,321</u>	<u>\$ 83,911,575</u>	<u>\$ 89,419,422</u>	<u>\$ 90,027,749</u>	<u>\$ 100,840,206</u>	<u>\$ 105,826,362</u>
\$	2,709,890	\$ 2,496,242	\$ 2,562,848	\$ 3,613,432	\$ 3,769,643	\$ 4,009,775
	3,270,861	3,115,236	3,615,834	3,079,115	2,867,821	3,878,502
	587,224	515,195	545,425	335,922	292,661	309,745
	2,217,102	2,222,150	2,458,398	2,992,769	2,739,496	3,160,277
	966,246	479,465	6,092,805	3,444,640	1,307,224	636,187
	<u>9,751,323</u>	<u>8,828,288</u>	<u>15,275,310</u>	<u>13,465,878</u>	<u>10,976,845</u>	<u>11,994,486</u>
	19,066,334	20,763,840	20,249,082	21,146,440	23,351,770	24,415,898
	8,165,812	8,882,797	9,377,228	10,415,854	10,994,302	11,426,023
	5,187,814	5,150,686	4,782,102	4,893,769	4,801,241	4,460,031
	20,819	18,377	18,781	18,988	21,581	19,621
	135,513	5,059,943	8,102	943	621,507	128,905
	2,003,430	2,448,545	15,481,014	2,529,710	-	51,082
	<u>34,579,722</u>	<u>42,324,188</u>	<u>49,916,309</u>	<u>39,005,704</u>	<u>39,790,401</u>	<u>40,501,560</u>
\$	<u>44,331,045</u>	<u>\$ 51,152,476</u>	<u>\$ 65,191,619</u>	<u>\$ 52,471,582</u>	<u>\$ 50,767,246</u>	<u>\$ 52,496,046</u>

(Continued)

CITY OF CASPER, WYOMING

CHANGES IN NET POSITION (CONTINUED)

Last Ten Fiscal Years

(Accrual Basis of Accounting, Unaudited)

	Fiscal Year			
	2004	2005	2006	2007
Net (Expense)/Revenue				
Governmental activities	\$ (34,870,240)	\$ (25,523,613)	\$ (36,275,103)	\$ (37,551,635)
Business-type activities	(3,879,186)	1,426,885	(684,800)	(1,765,993)
Total primary government net expense	<u>\$ (38,749,426)</u>	<u>\$ (24,096,728)</u>	<u>\$ (36,959,903)</u>	<u>\$ (39,317,628)</u>
General Revenues and Other Changes in Net Position				
Governmental activities				
Taxes				
Property taxes	\$ 1,783,398	\$ 2,191,724	\$ 2,432,166	\$ 3,122,218
Sales taxes	13,068,726	14,690,406	16,810,133	18,899,752
Optional 1% sales taxes	11,605,937	12,202,681	13,998,484	15,772,591
Gas taxes	1,038,306	993,370	975,077	1,064,950
Franchise and 911 telecommunications taxes	2,186,914	2,777,011	3,256,381	3,498,104
Mineral taxes	4,213,249	7,049,878	8,514,627	7,975,491
Cigarette taxes	426,132	395,278	434,752	433,382
Motor vehicle taxes	803,028	866,697	944,264	1,059,092
Miscellaneous	2,206,230	956,723	1,473,644	1,042,695
Unrestricted investment earnings	410,784	2,301,329	1,351,102	4,209,411
Transfers	(2,575,689)	(4,206,957)	(3,113,438)	(5,260,739)
Total governmental activities	<u>35,167,015</u>	<u>40,218,140</u>	<u>47,077,192</u>	<u>51,816,947</u>
Business-type activities				
Miscellaneous	532,955	-	2,373,504	46,733
Unrestricted investment earnings	185,984	750,924	689,430	1,546,531
Transfers	2,150,235	4,206,957	3,113,438	5,260,739
Total business-type activities	<u>2,869,174</u>	<u>4,957,881</u>	<u>6,176,372</u>	<u>6,854,003</u>
Total primary government	<u>\$ 38,036,189</u>	<u>\$ 45,176,021</u>	<u>\$ 53,253,564</u>	<u>\$ 58,670,950</u>
Change in Net Position				
Governmental activities	\$ 18,051,254	\$ 14,694,527	\$ 10,802,089	\$ 14,265,312
Business-type activities	(1,065,504)	6,384,766	5,491,572	5,088,010
Total primary government	<u>\$ 16,985,750</u>	<u>\$ 21,079,293</u>	<u>\$ 16,293,661</u>	<u>\$ 19,353,322</u>

Fiscal Year

2008	2009	2010	2011	2012	2013
\$ (38,636,162)	\$ (44,164,776)	\$ (43,066,562)	\$ (37,928,800)	\$ (42,943,603)	\$ (49,149,580)
(5,497,114)	5,343,534	12,380,532	245,701	(7,129,360)	(4,180,736)
<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>	<u>\$ (53,330,316)</u>
\$ 3,485,464	\$ 3,907,878	\$ 4,048,931	\$ 3,786,035	\$ 3,920,313	\$ 3,910,400
21,114,963	20,815,334	16,536,507	17,762,522	20,995,224	22,431,802
17,615,823	16,652,478	13,011,233	14,744,212	17,452,483	18,585,882
1,013,110	987,371	884,020	955,466	907,624	1,025,667
3,616,321	3,763,815	3,866,441	3,966,770	3,988,679	5,831,334
9,639,741	9,514,480	10,357,899	7,586,056	8,140,231	9,614,810
436,789	440,842	392,091	380,139	383,113	375,015
1,163,051	1,206,504	1,103,658	1,082,433	1,172,532	1,295,028
438,343	1,145,477	619,715	1,513,720	1,477,682	2,673,488
5,825,605	4,496,151	1,996,610	770,995	578,752	244,389
(5,713,521)	(3,764,419)	(4,127,879)	(7,197,558)	(4,661,215)	(4,965,394)
<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>	<u>61,022,421</u>
183,886	155,802	125,697	353,809	313,301	201,659
1,832,049	1,157,177	389,862	437,146	398,868	251,540
5,713,521	3,764,419	4,127,879	7,197,558	4,661,215	4,965,394
<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>5,418,593</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>	<u>\$ 66,441,014</u>
\$ 19,999,527	\$ 21,063,278	\$ 12,080,891	\$ 7,548,922	\$ 11,411,815	\$ 11,872,841
2,232,342	10,420,932	17,023,970	8,234,214	(1,755,976)	1,237,857
<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>	<u>\$ 13,110,698</u>

CITY OF CASPER, WYOMING

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

<u>Fiscal Year</u>	<u>Property Tax</u>	<u>Sales Tax</u>	<u>Optional 1% Sales Tax</u>	<u>Gas Tax</u>
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
2013	3,910,400	22,431,802	18,585,882	1,025,667

<u>E911 and Franchise Tax</u>	<u>Mineral Tax</u>	<u>Cigarette Tax</u>	<u>Motor Vehicle Tax</u>	<u>Total</u>
\$ 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
5,831,334	9,614,810	375,015	1,295,028	63,069,938

CITY OF CASPER, WYOMING

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

	Fiscal Year				
	2004	2005	2006	2007	2008
General fund					
Reserved	\$ 114,455	\$ 73,309	\$ 152,348	\$ 148,701	\$ 149,937
Unreserved	16,078,757	19,091,066	22,363,569	26,651,547	26,036,736
Nonspendable					
Restricted					
Committed					
Unassigned					
Total general fund	<u>\$ 16,193,212</u>	<u>\$ 19,164,375</u>	<u>\$ 22,515,917</u>	<u>\$ 26,800,248</u>	<u>\$ 26,186,673</u>
All other governmental funds					
Reserved	\$ 77,000	\$ 77,000	\$ 77,000	\$ 77,000	\$ 77,000
Unreserved, reported in:					
Special revenue funds	24,692,552	25,142,481	24,470,059	27,449,213	31,266,782
Capital projects funds	21,095,606	20,110,893	24,955,121	25,948,038	38,068,707
Debt service fund	1,704,072	1,821,380	1,902,827	1,906,782	1,700,743
Nonspendable					
Restricted					
Committed					
Unassigned					
Total all other governmental funds	<u>\$ 47,569,230</u>	<u>\$ 47,151,754</u>	<u>\$ 51,405,007</u>	<u>\$ 55,381,033</u>	<u>\$ 71,113,232</u>
Total fund balances of governmental funds	<u>\$ 63,762,442</u>	<u>\$ 66,316,129</u>	<u>\$ 73,920,924</u>	<u>\$ 82,181,281</u>	<u>\$ 97,299,905</u>

Fiscal Year				
2009	2010	2011	2012	2013
\$ 153,242	\$ 151,459	\$ -	\$ -	\$ -
22,925,741	20,493,068	-	-	-
		144,598	14,014,160	12,807,593
		165,000	197,500	230,000
		51,482,590	41,170,091	51,816,994
		3,670,943	6,379	(5,638,468)
<u>\$ 23,078,983</u>	<u>\$ 20,644,527</u>	<u>\$ 55,463,131</u>	<u>\$ 55,388,130</u>	<u>\$ 59,216,119</u>
\$ 1,073,877	\$ 921,152	\$ -	\$ -	\$ -
33,515,727	34,738,638	-	-	-
45,444,067	41,653,343	-	-	-
2,240,007	2,276,363	-	-	-
		1,565,989	1,217,730	1,411,708
		686,162	547,510	3,682,546
		43,885,098	51,053,331	49,618,344
		(638,437)	(81,884)	(83,057)
<u>\$ 82,273,678</u>	<u>\$ 79,589,496</u>	<u>\$ 45,498,812</u>	<u>\$ 52,736,687</u>	<u>\$ 54,629,541</u>
<u>\$ 105,352,661</u>	<u>\$ 100,234,023</u>	<u>\$ 100,961,943</u>	<u>\$ 108,124,817</u>	<u>\$ 113,845,660</u>

CITY OF CASPER, WYOMING

CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS

Last Ten Fiscal Years

(Modified Accrual Basis of Accounting, Unaudited)

	Fiscal Year				
	2004	2005	2006	2007	2008
Revenues					
Taxes and special assessments	\$ 34,654,027	\$ 40,791,214	\$ 46,918,791	\$ 51,635,532	\$ 58,098,289
Licenses and permits	708,166	739,392	1,015,650	1,238,071	1,244,943
Intergovernmental	2,208,554	5,565,818	6,409,604	2,621,735	2,335,410
Charges for services	2,639,655	2,512,489	1,957,416	1,382,760	1,624,351
Fines	1,090,014	1,782,358	1,481,274	2,384,968	2,896,414
Miscellaneous and investment earnings	2,599,382	3,115,186	2,765,176	5,378,083	6,217,946
Total revenues	43,899,798	54,506,457	60,547,911	64,641,149	72,417,353
Expenditures					
Current					
General government	7,035,127	6,233,736	7,121,850	8,540,733	8,951,876
Public safety	13,129,030	15,451,195	17,234,115	17,800,286	19,106,773
Public works	3,817,950	3,980,009	4,196,251	4,724,270	4,925,787
Health and social services	1,639,551	1,504,225	1,333,386	1,462,674	1,378,745
Welfare	1,555,258	2,413,489	2,130,499	2,781,406	2,982,329
Culture and recreation	3,278,130	3,393,126	2,548,431	2,980,618	3,089,948
Debt service					
Principal	-	-	-	-	-
Interest	-	-	-	-	-
Capital outlay	10,493,588	14,679,911	13,586,122	11,443,314	9,250,653
Total expenditures	40,948,634	47,655,691	48,150,654	49,733,301	49,686,111
Excess of revenues over expenditures	2,951,164	6,850,766	12,397,257	14,907,848	22,731,242
Other financing sources (uses)					
Gain on sale of assets	-	98,548	-	-	-
Contributed capital	-	1,033,225	-	-	-
Transfers in	11,740,602	22,154,098	12,604,116	12,997,935	17,641,148
Transfers out	(15,139,374)	(27,904,015)	(17,414,537)	(19,645,426)	(25,253,768)
Total other financing sources (uses)	(3,398,772)	(4,618,144)	(4,810,421)	(6,647,491)	(7,612,620)
Net change in fund balances	\$ (447,608)	\$ 2,232,622	\$ 7,586,836	\$ 8,260,357	\$ 15,118,622
Debt service as a percentage of noncapital expenditures	0.00%	0.00%	0.00%	0.00%	0.00%

Fiscal Year				
2009	2010	2011	2012	2013
\$ 57,308,797	\$ 50,223,101	\$ 51,001,229	\$ 57,075,121	\$ 63,171,783
1,097,289	1,188,638	1,032,469	1,163,382	1,216,978
2,220,334	7,975,971	5,967,330	3,460,799	3,223,327
1,502,174	1,905,036	3,028,253	3,120,574	3,011,876
2,853,040	2,960,616	1,548,368	1,147,746	2,020,183
5,489,931	2,938,478	1,450,603	2,511,383	3,362,158
70,471,565	67,191,840	64,028,252	68,479,005	76,006,305
8,625,621	6,462,489	7,289,549	6,285,209	7,081,332
21,771,061	22,080,159	21,219,393	22,719,483	23,851,699
5,298,831	6,414,463	5,980,177	6,287,916	6,236,698
1,802,189	1,989,064	1,427,559	1,561,894	1,599,288
2,531,651	2,392,496	2,287,706	2,087,510	2,253,754
3,316,334	3,109,488	2,926,788	2,822,307	2,998,886
-	-	15,000	20,000	25,000
-	-	35,152	33,907	33,204
13,905,660	23,459,453	14,213,237	14,143,004	19,563,194
57,251,347	65,907,612	55,394,561	55,961,230	63,643,055
13,220,218	1,284,228	8,633,691	12,517,775	12,363,250
-	-	-	-	-
-	-	-	-	-
22,251,171	12,788,975	12,534,426	12,963,723	18,333,197
(27,418,633)	(19,191,842)	(21,059,197)	(18,318,624)	(24,582,709)
(5,167,462)	(6,402,867)	(8,524,771)	(5,354,901)	(6,249,512)
\$ 8,052,756	\$ (5,118,639)	\$ 108,920	\$ 7,162,874	\$ 6,113,738
0.00%	0.00%	0.12%	0.13%	0.13%

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>
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
2013	461,898,026	4,949,454	154,229,869	110,188,520	9,430,907	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 73% of Natrona County's population. Prior Years information is not available. The schedule will be completed as the information becomes available.
 - (2) Assessed Values are established by the County Assessor working under the supervision of the Wyoming State Board of Equalization. Assessments are finalized in July of each year for the following fiscal year and the mill levies are set on August 1. The estimated actual values are based on the Consumer Price Index average of the preceding year. Beginning in 1990, the assessed value is determined as a percentage of the estimated fair market value of the property or the estimated production value of the property.
 - (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%	\$ 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%
957,696,776	0.008%	463,379,072	4,877,674,442	9.50%

CITY OF CASPER, WYOMING

PROPERTY TAX RATES AND LEVIES - DIRECT AND OVERLAPPING GOVERNMENTS

Last Ten Fiscal Years
(Unaudited)

Fiscal Year	City	County	Other	Total
MILLS				
(per \$1,000 of Assessed Valuation)				
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
2013	8.00	12.00	52.89	72.89

TAX LEVIES TO BE COLLECTED IN FOLLOWING FISCAL YEAR

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
2013	3,667,440	14,978,100	69,141,076	87,786,616

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

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

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

CITY OF CASPER, WYOMING

PRINCIPAL PROPERTY TAX PAYERS

Current Year and Nine Years Ago

(Unaudited)

Taxpayer	2013			2004		
	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value	Taxable Assessed Value	Rank	Percentage of Total County Taxable Assessed Value
Howell Petroleum	\$ 301,726,661	1	40.74%	\$ 57,400,000	2	9.80%
Bill Barrett Corp	17,887,393	2	2.41%	71,300,000	1	12.18%
Citation O & G Corp	17,268,426	3	2.33%	3,700,000	10	0.63%
Chevron USA Inc	14,497,472	4	1.96%	54,000,000	3	9.22%
Encana O & G (USA) Inc	12,158,123	5	1.64%	n/a	n/a	n/a
BNSF Railroad	10,246,450	6	1.38%	6,000,000	5	1.02%
Rocky Mountain Power	9,354,846	7	1.26%	4,700,000	8	0.80%
Black Bear Oil Corp	7,732,433	8	1.04%	n/a	n/a	n/a
Exxon Mobil Corp	7,425,176	9	1.00%	6,100,000	4	1.04%
Casper Wind Farm	4,891,215	10	0.66%	n/a	n/a	n/a
KN Energy, Kinder Morgan	n/a	n/a	n/a	6,000,000	6	1.02%
Qwest	n/a	n/a	n/a	5,600,000	7	0.96%
Tom Brown, Inc.	n/a	n/a	n/a	4,100,000	9	0.70%
	<u>\$ 403,188,195</u>		<u>54.42%</u>	<u>\$ 218,900,000</u>		<u>37.37%</u>

Source: Natrona County Assessor

CITY OF CASPER, WYOMING

PROPERTY TAX LEVIES AND COLLECTIONS

Last Nine 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%	\$ 22,608	\$ 1,834,538	99.02%
2006	2,072,121	2,019,380	97.45%	34,776	2,054,156	99.13%
2007	2,536,260	2,483,479	97.92%	37,300	2,520,779	99.39%
2008	3,059,226	2,965,243	96.93%	3,250	2,968,493	97.03%
2009	3,370,220	3,290,444	97.63%	61,564	3,352,008	99.46%
2010	3,489,831	3,412,091	97.77%	74,697	3,486,788	99.91%
2011	3,296,404	3,228,532	97.94%	12,479	3,241,011	98.32%
2012	3,356,309	3,298,447	98.28%	45,609	3,344,056	99.63%
2013	3,376,584	3,317,927	98.26%	-	3,317,927	98.26%

Sources: Natrona County Treasurer

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

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

CITY OF CASPER

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

	Calendar Year			
	2004	2005	2006	2007
Agriculture, forestry, fishing and hunting	\$ 1,599,176	\$ 443,740	\$ 423,060	\$ 103,360
Mining	131,651,605	143,249,940	173,793,120	201,321,840
Utilities	-	79,201,160	87,465,920	84,567,020
Construction	47,213,208	53,529,240	69,741,860	78,721,500
Manufacturing	39,763,120	59,839,640	67,519,660	79,913,560
Wholesale trade	129,631,015	125,923,040	166,545,300	262,780,580
Retail trade	732,825,144	703,158,580	772,250,420	733,503,220
Transportation and warehousing	92,925,135	4,339,460	5,225,540	8,112,580
Information	-	27,282,140	34,505,620	30,184,360
Finance and insurance	2,460,966	2,170,840	1,998,220	2,628,160
Real estate and rental and leasing	-	66,288,900	77,358,580	86,683,900
Professional scientific and technical service	-	7,864,280	8,686,740	9,203,420
Management of companies and enterprises	-	-	-	5,180
Administrative support and waste	-	2,732,340	2,818,760	2,522,640
Educational services	-	602,220	706,120	583,980
Healthcare and social assistance	-	681,480	805,860	(313,220)
Arts, entertainment and recreation	-	2,912,200	2,899,480	3,123,680
Accommodation and food services	-	134,225,460	149,439,540	161,885,800
Other services except public administration	183,161,555	71,608,740	89,486,280	95,599,180
Public administration (auto sales)	176,521,097	182,315,680	203,063,100	199,859,720
	<u>\$ 1,537,752,021</u>	<u>\$ 1,668,369,080</u>	<u>\$ 1,914,733,180</u>	<u>\$ 2,040,990,460</u>
City Direct Sales Tax Rate	2.17%	2.21%	2.20%	2.20%

Source: Wyoming Department of Revenue

Notes: Data is for Natrona County, information for the City of Casper is not available. The City of Casper makes up approximately 73% of Natrona County's population.
 NAICS - North American Industry Classification System

Calendar Year

2008	2009	2010	2011	2012	2013
\$ 157,080	\$ 120,460	\$ 117,920	\$ 129,020	\$ 333,500	\$ 240,880
221,587,740	296,257,982	172,141,980	274,492,980	407,759,840	421,449,260
65,815,880	64,108,021	72,707,820	77,459,500	84,076,940	89,968,100
84,409,820	78,035,041	48,970,520	53,105,460	86,672,560	87,488,320
82,997,860	115,331,321	45,143,400	45,622,700	65,978,300	98,650,320
320,224,900	217,103,903	142,221,800	174,015,740	203,120,720	213,363,420
826,350,280	845,292,367	753,130,200	769,593,920	840,251,260	904,600,100
7,985,120	4,292,460	2,753,040	3,078,880	3,248,960	3,061,380
28,877,060	29,057,140	37,669,440	45,297,240	47,507,540	39,130,540
1,896,120	2,145,640	1,973,140	2,158,500	2,069,560	2,837,900
96,886,600	122,210,841	82,255,780	109,002,960	238,971,560	141,183,360
8,982,580	9,471,040	7,651,520	8,106,240	8,279,560	10,639,960
11,300	-	3,020	2,040	11,500	140
4,126,820	4,309,140	1,829,060	3,271,460	2,451,840	3,663,020
830,820	737,800	695,660	708,020	742,800	730,180
1,707,220	650,100	496,860	486,480	472,820	886,620
2,992,620	3,130,000	3,131,120	3,624,920	3,662,900	3,463,420
178,722,480	193,253,502	173,176,220	184,426,920	213,001,060	219,001,240
92,097,020	83,827,661	71,805,380	84,284,360	133,882,980	106,515,680
249,339,320	201,735,262	165,937,940	182,436,280	236,336,240	231,150,400
<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>	<u>\$ 2,578,024,240</u>
2.20%	2.20%	2.20%	2.20%	2.04%	2.18%

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>
2004	2.17%	2.11%
2005	2.21%	2.20%
2006	2.20%	2.14%
2007	2.20%	1.99%
2008	2.20%	2.08%
2009	2.20%	2.12%
2010	2.20%	2.09%
2011	2.20%	2.20%
2012	2.04%	2.11%
2013	2.18%	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		
	Loans	Capital Leases	Wyoming SLIB Loans		WWDC Loans
			Utilities Fund	Solid Waste Fund	Utilities Fund
2004	\$ -	\$ 45,507	\$ 3,106,105	\$ -	\$ 256,494
2005	634,000	32,412	4,835,415	-	242,472
2006	634,000	18,481	8,103,713	-	227,888
2007	634,000	3,551	13,736,096	-	212,722
2008	634,000	-	18,964,976	2,189,530	196,949
2009	634,000	20,210	18,222,103	2,106,138	180,545
2010	634,000	16,738	17,957,396	2,014,580	212,872
2011	619,000	12,519	18,784,768	1,922,481	670,292
2012	599,000	7,393	18,155,085	1,830,493	-
2013	574,000	1,162	17,177,974	1,733,724	-

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

N/A: 2013 percentage of personal income data is not available. The schedule will be completed as the information becomes available.

Business-type Activities

<u>WWDC Loans</u>	<u>Capital Lease</u>	<u>Total Primary Government</u>	<u>Percentage of Personal Income (2)</u>	<u>Per Capita (1)</u>
<u>Recreation Fund</u>	<u>Recreation Fund</u>			
\$ 514,723	\$ -	\$ 3,922,829	0.15%	77
509,306	-	6,253,605	0.19%	109
503,673	-	9,487,755	0.25%	171
497,814	-	15,084,183	0.40%	277
491,721	12,999	22,490,175	0.53%	412
485,384	10,364	21,658,744	0.60%	389
478,794	7,357	21,321,737	0.56%	377
471,940	3,922	22,484,922	0.53%	395
-	-	20,591,971	0.50%	357
-	-	19,486,860	N/A	328

CITY OF CASPER, WYOMING

DIRECT AND OVERLAPPING GOVERNMENTAL ACTIVITIES DEBT

June 30, 2013

(Unaudited)

<u>Governmental Unit</u>	<u>Debt Outstanding</u>	<u>Estimated Percentage Applicable (1)</u>	<u>Estimated Share of Direct and Overlapping Debt</u>
Direct Debt			
City of Casper	\$ 575,162	100.00%	\$ 575,162
Overlapping Debt			
Natrona County			
Certificates of participation	8,561,177	84.47%	7,231,626
Natrona County School District No. 1			
Capital lease obligations	1,006,223	84.47%	<u>849,957</u>
Total direct and overlapping debt			<u><u>\$ 8,656,745</u></u>

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

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

CITY OF CASPER, WYOMING

LEGAL DEBT MARGIN INFORMATION

Last Ten Fiscal years
(Unaudited)

	Fiscal Year				
	2004	2005	2006	2007	2008
Debt limit	\$ 9,241,049	\$ 10,402,269	\$ 12,715,068	\$ 14,980,599	\$ 17,033,188
Total net debt applicable to limit	-	-	-	-	-
Legal debt margin	<u>\$ 9,241,049</u>	<u>\$ 10,402,269</u>	<u>\$ 12,715,068</u>	<u>\$ 14,980,599</u>	<u>\$ 17,033,188</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				
2009	2010	2011	2012	2013
\$ 17,666,756	\$ 16,706,045	\$ 17,005,695	\$ 17,080,587	\$ 18,535,163
-	-	-	-	-
<u>\$ 17,666,756</u>	<u>\$ 16,706,045</u>	<u>\$ 17,005,695</u>	<u>\$ 17,080,587</u>	<u>\$ 18,535,163</u>
0.00%	0.00%	0.00%	0.00%	0.00%

Legal Debt Margin Calculation for Fiscal Year 2013

	General Obligation Bonds	Sewer Bonds
Assessed valuation	<u>\$ 463,379,072</u>	<u>\$ 463,379,072</u>
Debt limit 4% of assessed valuation	<u>\$ 18,535,163</u>	<u>\$ 18,535,163</u>
Debt applicable to limit:		
Outstanding bonds	-	-
Less amount set aside for repayment of bonds	-	-
Total debt applicable to limit	<u>-</u>	<u>-</u>
Legal debt margin	<u>\$ 18,535,163</u>	<u>\$ 18,535,163</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 Personal Income (2)	Median Age (3)	Completed at Least Some College (% of Residents) (4)	School Enrollment (5)	Unemployment Rate (6)
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	4,132,022,000	54,108	34.2	66.7%	11,565	5.9%
2012	55,988	4,022,141,826	52,765	35.6	62.0%	11,906	5.0%
2013	57,813	N/A	N/A	36.0	64.3%	12,750	4.3%

- Source:** (1) U. S. Census Bureau Population Estimates Program
(2) Regional Economic Information System - Bureau of Economic Analysis
(3) City Data.com MSA <http://www.city-data.com/city/Casper-Wyoming.html>
(4) U.S. Census Bureau, Current Population Survey, 2012
(5) Wyoming Department of Education
(6) Wyoming Department of Employment

N/A: 2013 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)

Industry	2013		2004	
	Employees	Percentage of Total City Employment	Employees	Percentage of Total City Employment
NAICS 11 Agriculture, forestry, fishing and hunting	125	0.35%	111	0.37%
NAICS 21 Mining, quarrying, and oil and gas extraction	3,963	11.24%	3,006	10.02%
NAICS 22 Utilities	135	0.38%	NR	
NAICS 23 Construction	2,921	8.29%	2,397	7.99%
NAICS 31-33 Manufacturing	1,859	5.27%	1,603	5.34%
NAICS 42 Wholesale trade	2,739	7.77%	2,353	7.84%
NAICS 44-45 Retail trade	4,764	13.52%	4,822	16.07%
NAICS 54 Professional and technical services	1,493	4.24%	1,249	4.16%
NAICS 55 Management of companies and enterprises	199	0.56%	69	0.23%
NAICS 56 Administrative and waste services	1,378	3.91%	1,571	5.23%
NAICS 61 Educational services	141	0.40%	117	0.39%
NAICS 62 Health care and social assistance	5,580	15.83%	4,455	14.84%
NAICS 48-49 Transportation and warehousing	1,144	3.25%	NR	
NAICS 51 Information	468	1.33%	571	1.90%
NAICS 52 Finance and insurance	1,042	2.96%	1,029	3.43%
NAICS 53 Real estate and rental and leasing	913	2.59%	845	2.82%
NAICS 71 Arts, entertainment, and recreation	462	1.31%	458	1.53%
NAICS 72 Accommodation and food services	3,842	10.90%	3,027	10.09%
NAICS 81 Other services, except public administration	2,076	5.89%	2,330	7.76%
	<u>35,244</u>	<u>100.00%</u>	<u>30,013</u>	<u>100.00%</u>

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

Notes: (1) Information for principal employers by specific employer is not available. Employees by industry is utilized instead.
NAICS - North American Industry Classification System

CITY OF CASPER, WYOMING

FULL-TIME EQUIVALENT CITY GOVERNMENT EMPLOYEES BY FUNCTION/PROGRAM

Last Ten Fiscal Years (1)

(Unaudited)

Function/Program	Fiscal Year				
	2004	2005	2006	2007	2008
General Government					
Finance, Human Resources, Risk Management	27	28	29	27	29
Judicial and Legal	11	12	12	11	13
City Hall, Buildings & Grounds	13	14	14	11	14
Planning	4	4	4	5	5
Streets, Traffic, Garage	51	54	55	56	56
Central Administration	5	5	5	6	7
Other	21	22	22	21	18
Police					
Officers, Civilians, and PSCC	115	121	123	125	135
Code Enforcement	11	11	11	11	12
Fire (2)					
Firefighters and Officers	73	73	73	73	74
Civilians	2	2	2	2	2
Refuse Collection	15	15	16	17	18
Engineering	12	13	13	12	13
Redevelopment	2	2	2	2	2
Parks and Recreation	123	130	133	123	157
Wastewater & Sewer	21	22	22	23	24
Water & Water Treatment	38	40	41	42	45
Balefill	14	15	15	16	20
Metro Animal Control	10	10	11	10	11
Total	<u>568</u>	<u>593</u>	<u>603</u>	<u>593</u>	<u>655</u>

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

2009	2010	2011	2012	2013
29	28	28	31	30
14	13	13	14	16
14	13	12	13	13
6	7	5	4	5
56	50	46	49	50
6	5	5	6	6
20	17	18	20	20
143	139	135	138	147
13	12	12	12	13
74	74	72	74	73
2	2	2	2	2
18	18	18	19	18
14	14	13	13	12
2	2	2	2	1
157	148	138	207	140
24	22	22	21	23
45	44	39	40	41
21	20	20	24	23
12	12	10	11	12
670	640	610	700	645

CITY OF CASPER, WYOMING

OPERATING INDICATORS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

(Unaudited)

Function/Program	Fiscal Year			
	2004	2005	2006	2007
General Government				
Residential Building Permits Issued	176	303	309	302
Commercial Building Permits Issued	35	30	46	37
Building Inspections Conducted	5,026	5,857	8,991	10,838
Police				
Physical Arrests	3,355	3,516	3,477	3,594
Parking Violations	5,759	5,728	4,565	3,525
Traffic Violations	6,273	7,541	6,563	6,839
Fire				
Emergency Responses	4,202	4,950	5,961	5,961
Fires Extinguished	43	55	83	67
Inspections	1,586	1,602	1,619	1,597
Refuse Collection				
Refuse Collected (Tons Per Year)	28,046	28,046	27,193	32,344
Recyclables Collected (Tons Per Year)	1,465	3,316	1,377	2,262
Other Public Works				
Street Resurfacing (Miles)	N/A	N/A	17	13
Potholes Repaired	248	235	514	474
Parks and Recreation				
Park Permits Issued	245	243	263	304
Athletic Field Rentals	162	133	146	156
Tennis Court Rentals	27	49	41	51
Leisure Service Memberships Sold	5,872	5,735	5,762	5,269
Water				
New Connections	237	294	346	384
Water Main Breaks	41	51	30	45
Average Daily Consumption (Gallons)	9,180,000	9,010,000	10,860,290	9,770,000
Peak Daily Consumption (Gallons)	26,000,000	24,060,000	29,220,000	28,700,000
Wastewater				
Average Daily Sewage Treatment (Gallons)	6,790,000	6,790,000	6,960,000	7,196,000
Transit				
Total Route Miles	N/A	N/A	399,461	409,692
Passengers	N/A	N/A	134,930	132,594

Sources: Various City Departments

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

Fiscal Year					
2008	2009	2010	2011	2012	2013
324	133	106	139	201	216
38	30	26	31	37	34
12,134	10,598	10,615	10,976	10,829	12,558
4,264	3,968	3,484	4,782	3,550	3,504
3,375	3,693	1,339	4,041	2,716	3,234
8,188	7,806	9,021	6,345	5,530	(1) 10749
6,170	6,147	5,753	5,897	6,363	6,528
80	84	79	69	81	59
1,774	1,134	1,054	1,391	1,639	1,249
32,275	30,342	32,582	29,781	32,498	31,902
1,926	2,199	2,828	2,384	2,890	2,397
15	14	15	26	25	3
1,650	2,235	2,217	1,710	1,913	2,173
292	303	335	440	433	435
144	158	117	164	172	139
66	66	82	135	123	42
6,157	5,745	4,224	4,565	4,072	3,348
382	291	231	193	230	237
37	24	33	38	22	43
9,338,000	9,596,500	8,438,519	9,271,673	10,860,290	10,659,804
28,813,000	26,817,000	23,202,000	25,910,000	27,438,000	29,190,000
7,614,000	7,718,000	7,947,297	7,017,400	6,759,130	6,540,539
472,797	457,992	477,733	482,076	552,058	551,322
161,518	176,220	172,210	186,860	213,926	212,520

CITY OF CASPER, WYOMING

CAPITAL ASSET STATISTICS BY FUNCTION/PROGRAM

Last Ten Fiscal Years

(Unaudited)

Function/Program	Fiscal Year			
	2004	2005	2006	2007
Police				
Stations	1	1	1	1
Zone Offices	1	1	1	1
Patrol units	31	32	34	35
Fire Stations	5	5	5	5
Refuse Collection				
Residential Collection Trucks	9	9	9	12
Commercial Collection Trucks	-	-	-	4
Other Public Works				
Streets (Lane Miles)	872	878	904	907
Streetlights				
• Luminaire	469	469	469	469
• Ornamental	191	215	215	215
Traffic Signals	995	995	1,001	1,001
Parks and Recreation				
Acreage	1,394	1,394	1,358	1,368
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	10	10	10
Water				
Water Mains (Miles)	333	339	348	323
Fire Hydrants	2,617	2,695	2,823	2,813
Storage Capacity (Gallons)	20,520,000	20,520,000	20,520,000	22,900,000
Wastewater				
Sanitary Sewers (Miles)	260	269	278	260
Treatment Capacity (Gallons)	7,500,000	7,500,000	7,500,000	10,000,000
Transit				
• Minibuses	3	4	11	12
• Large Buses	-	3	3	3

Sources: Various City Departments

Notes: (1) Current data is not available for lane miles of paved streets. This data will be updated when the information becomes available.

Fiscal Year						
2008	2009	2010	2011	2012	2013	
1	1	1	1	1	1	1
1	1	1	1	1	1	1
37	37	37	39	37	78	
5	5	5	5	5	5	
11	12	12	12	13	13	
4	4	4	4	4	6	
936	955	943	953	955	n/a (1)	
469	469	469	511	527	536	
214	214	246	315	322	346	
1,001	1,055	1,074	1,117	1,157	1,157	
1,306	1,306	3,299	3,303	3,303	3,303	
39	39	39	40	40	40	
8	8	8	8	8	8	
35	32	32	32	32	32	
6	6	6	6	6	6	
10	10	10	10	10	10	
322	325	329	331	334	341	
2,915	2,954	3,131	3,180	3,231	3,288	
22,900,000	22,900,000	22,900,000	22,900,000	22,900,000	22,900,000	
264	266	268	268	273	276	
10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	10,000,000	
12	14	14	14	15	15	
3	3	3	3	4	4	

SINGLE AUDIT SECTION

CITY OF CASPER, WYOMING

SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
Year Ended June 30, 2013

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	\$ 5,000
Total U.S. Department of Agriculture			<u>5,000</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	BM-12--MC-56-0001	232,527
Community Development Block Grants/Entitlement Grants	14.218	BM-11-MC-56-0001	80,496
Community Development Block Grants/Entitlement Grants (ARRA)	14.253	BM-09-MY-56-0001	44,197
Total CDBG Entitlement Grants Cluster			<u>357,220</u>
Total U.S. Department of Housing and Urban Development			<u>357,220</u>
<u>U.S. Department of Justice</u>			
<i>JAG Program Cluster</i>			
Passed through the Wyoming Department of Criminal Investigation			
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2011-DJ-BX-2978	15,962
Edward Byrne Memorial Justice Assistance Grant Program	16.738	2012-DJ-BX-1065	26,827
			<u>42,789</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	100,927
Total JAG Cluster			<u>143,716</u>
Passed through Wyoming Association of Sheriffs and Chiefs			
Enforcing Underage Drinking Laws	16.727	n/a	15,088
Total U.S. Department of Justice			<u>158,804</u>
<u>U. S. Department of Transportation</u>			
<i>Highway Planning and Construction Cluster</i>			
Passed through the Wyoming Department of Transportation			
Highway Planning and Construction	20.205	None	450,636
Highway Planning and Construction	20.205	None	458,225
Highway Planning and Construction	20.205	STP-E-CA TL11001	9,493
Highway Planning and Construction	20.205	STP-E-CA TL13006	220,759
Total Highway Planning and Construction Cluster			<u>1,139,113</u>
<i>Federal Transit Cluster</i>			
Federal Transit Capital Investment Grants (ARRA)	20.507	WY-96-X002-00	
Federal Transit Formula Grants	20.507	WY-90-0053-00	760,226
Federal Transit Formula Grants	20.507	WY-90-X050	498,282
Total Federal Transit Cluster			<u>1,258,508</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, 2013

Federal Grantor/Pass-Through Grantor Program Title	Federal CFDA Number	Identifying Number/ Pass-Through Grantor's Number	Current Year Expenditures
<u>U. S. Department of Transportation (Continued)</u>			
<i>Highway Safety Cluster</i>			
Passed through Wyoming Association of Sheriffs and Chiefs State and Community Highway Safety	20.600	None	\$ 12,130
Passed through the Wyoming Department of Transportation Alcohol Impairment Driving Countermeasures	20.601	HS41012	10,260
Passed through Wyoming Association of Sheriffs and Chiefs Alcohol Open Container Requirements	20.601	HS41013	<u>8,000</u>
<i>Total Highway Safety Cluster</i>			<u>30,390</u>
Passed through Wyoming Association of Sheriffs and Chiefs Alcohol Open Container Requirements	20.607	201//2012 154-AL	<u>3,300</u>
Total Alcohol Open Container Requirements			<u>3,300</u>
Total U. S. Department of Transportation			<u>2,431,311</u>
<u>U.S. Environmental Protection Agency</u>			
Passed through Wyoming State Loan and Investment Board Capitalization Grants for Drinking Water State Revolving Funds	66.468	None	<u>23,376</u>
Total U.S. Environmental Protection Agency			<u>23,376</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	<u>3,511</u>
Total U.S. Department of Health and Human Services			<u>3,511</u>
<u>U. S. Department of Homeland Security</u>			
Passed through Wyoming Office of Homeland Security			
Homeland Security Grant Program	97.067	2010-SS-T0-0003	88,500
Homeland Security Grant Program	97.067	EMW-2011-SS-0142-S01	23,839
Homeland Security Grant Program	97.067	11-GDP-CAS-0142-S01	32,879
Homeland Security Grant Program	97.067	10-GDP-RR2-RR-HRT10	27,854
			<u>173,072</u>
Total Expenditures of Federal Awards			<u>\$ 3,152,294</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, 2013

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, 2013:

Program Title	Federal CFDA Number	Grantor Project Number	Revenue Received
Highway Planning and Construction	20.205	None	\$ 768,130
Highway Planning and Construction	20.205	STP-E-CA TL11001	70,568
Highway Planning and Construction	20.205	STP-E-CA TL13006	14,622
Alcohol Impairment Driving Countermeasures	20.601	HS41012	10,260

Note 3. Amounts Passed Through to Subrecipients

Federal funds were passed through to the following subrecipients:

Program Title	Federal CFDA Number	Subrecipient	Amount Passed Through
Community Development Block Grants	14.218	Casper Area Transportation Coalition	\$ 30,740
Federal Transit Formula Grants	20.507	Casper Area Transportation Coalition	939,003

Note 4. Loans Outstanding

The City had the following loan balance under federally guaranteed loan programs outstanding at June 30, 2013:

Program Title	Federal CFDA Number	Amount
U. S. Department of Housing and Urban Development Community Development Block Grants - Section 108 Loan Guarantees	14.248	\$ 574,000

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

Note 5. Metropolitan Planning Organization Funding

The Wyoming Department of Transportation provides funding for the City's Metropolitan Planning Organization (MPO), which is identified as CFDA No. 20.505. The Fiscal Year 2013 Unified Planning Work Program notes that Casper and Cheyenne MPOs submit their planning programs together under the Consolidated Planning Grant (CPG). Within the CPG, FHWA and FTA funds are blended together and lose their identity. Per the Master Agreement for Metropolitan Transportation Planning Between the Wyoming Department of Transportation, The Federal Highway Administration, and the Casper Metropolitan Planning Organization, all work under this Master Agreement shall be administered and catalogued by the Federal Highway Administration CFDA number 20.205; therefore, the MPO funding of \$964,845 has been reported under CFDA 20.205 rather than as 20.505 in the SEFA.



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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

INDEPENDENT AUDITOR'S REPORT

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

We have audited, in accordance with the auditing standards general accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States, the financial statements of the governmental activities, the business-type activities, the 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, 2013, and the related notes to the financial statements which collectively comprise the City of Casper, Wyoming's basic financial statements, and have issued our report thereon dated January 29, 2014. Our report includes a reference to other auditors who audited the financial statements of the Central Wyoming Regional Water System Joint Powers Board and the Economic Development Joint Powers Board, as described in our report on the City of Casper, Wyoming's financial statements. This report does not include the results of the other auditors' testing of internal control over financial reporting or compliance and other matters that are reported on separately by those auditors.

Internal Control Over Financial Reporting

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

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

Our consideration of the internal control over financial reporting was for the limited purpose described in the preceding paragraph and was not designed to identify all deficiencies in internal control over financial reporting that might be material weaknesses or significant deficiencies, and therefore, material weaknesses or significant deficiencies may exist that were not identified. Given these limitations, during our audit we did not identify any deficiencies in internal control that we consider to be material weaknesses. However, material weaknesses may exist that have not been identified. We did identify a certain deficiency in internal control, described in the accompanying schedule of findings and questioned costs as item YB-2013-001 that we consider to be a significant deficiency.

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 January 29, 2014.

Purpose of this Report

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



Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
January 29, 2014



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

INDEPENDENT AUDITOR'S REPORT

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

Report on Compliance for Each Major Federal Program

We have audited the City of Casper, Wyoming's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of the City of Casper, Wyoming's major federal programs for the year ended June 30, 2013. The City of Casper, Wyoming's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs.

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

Management's Responsibility

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

Auditor's Responsibility

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

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

Basis for Qualified Opinion on Community Development Block Grants/Entitlement Grants

As described in the accompanying schedule of findings and questioned costs, the City of Casper, Wyoming did not comply with requirements regarding CFDA 14.218 Community Development Block Grants/Entitlement Grants as described in finding 2013.002 for Earmarking. Compliance with such requirements is necessary, in our opinion, for the City of Casper, Wyoming to comply with the requirements applicable to that program.

Qualified Opinion on Community Development Block Grants/Entitlement Grants

In our opinion, except for the noncompliance described in the Basis for Qualified Opinion paragraph, the City of Casper, Wyoming complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on the Community Development Block Grants/Entitlement Grants for the year ended June 30, 2013.

Unmodified Opinion on Each of the Other Major Federal Programs

In our opinion, the City of Casper, Wyoming complied, in all material respects, with the types of compliance requirements referred to above that could have a direct and material effect on each of its other major federal programs identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs for the year ended June 30, 2013.

Other Matters

The City of Casper, Wyoming's response to the noncompliance findings identified in our audit is described in the accompanying schedule of findings and questioned costs. The City of Casper, Wyoming's response was not subjected to the auditing procedures applied in the audit of compliance, and, accordingly, we express no opinion on the response.

Report on Internal Control Over Compliance

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

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 certain deficiencies in internal control that we consider to be material weaknesses and significant deficiencies.

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 deficiencies in internal control over compliance described in the accompanying schedule of findings and questioned costs as items 2013.001, 2013.002, and 2013.003 to be material weaknesses.

A *significant deficiency in internal control over compliance* is a deficiency, or a combination of deficiencies, in internal control over compliance with a type of compliance requirement of a federal program that is less severe than a material weakness in internal control over compliance, yet important enough to merit attention by those charged with governance.

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

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



Porter, Muirhead, Cornia & Howard
Certified Public Accountants

Casper, Wyoming
January 29, 2014

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS
Year Ended June 30, 2013

Section I - Summary of Auditor's Results

Financial Statements

Type of auditor's report issued Unmodified

Internal control over financial reporting:

Material weaknesses identified? No

Significant deficiencies identified
that are not considered to be material
weaknesses? Yes

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 Unmodified for all major programs except for
CDBG – Entitlement Grants Cluster, which is
modified

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, 2013

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

Identification of major programs:

CFDA Numbers	Name of Federal Program or Cluster	Amount
	<i>CDBG - Entitlement Grants Cluster</i>	
14.218	Community Development Block Grants/Entitlement Grants	\$ 313,023
14.253	Community Development Block Grants/Entitlement Grants - ARRA	44,197
		<hr/> 357,220 <hr/>
	<i>Federal Transit Cluster</i>	
20.507	Federal Transit - Formula Grants	1,258,508
	<i>Highway Planning and Construction Cluster</i>	
20.205	Highway Planning and Construction	1,139,113
		<hr/> \$ 2,754,841 <hr/>

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

Auditee qualified as low-risk auditee? No

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

Significant Deficiency in Internal Control Over Financial Reporting

YB-2013-001 Reconciliation of Accounts

Criteria

To correctly present the financial statements, all accounts should be reconciled to the prior year audited balances. Governmental fund financial statements should be presented on the modified accrual basis, while proprietary fund, internal service funds, and fiduciary funds should be presented on the full accrual basis. The beginning net position/fund balance should agree to the prior year ending net position/fund balance. The beginning balances of the schedule of changes in capital assets should agree to the prior year ending capital assets. Journal entries and other adjustments should represent appropriate adjustments to the financial statements, and be recorded correctly as to account, amount, and period.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2013

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

Significant Deficiency in Internal Control Over Financial Reporting (Continued)

YB-2013-001 Reconciliation of Accounts (Continued)

Condition

During the audit, multiple material adjusting journal entries were required to correct the beginning net position/fund balance, capital assets, adjust for the prior year accrual entries, and adjust budgetary basis accounts posted directly to equity rather than to the statement of activities. Prior to these adjustments, the beginning net position/fund balance, capital assets, and multiple expenses and revenues were overstated or understated.

The beginning balances in the schedule of changes in capital assets did not agree nor reconcile to the prior year ending balances. This was due in part to older assets previously deleted from the system being reinserted with dates prior to the current year. In addition, the reports of additions and disposals supporting the schedule were not complete. Disposals were input into the system subsequent to year end, creating incomplete reports as the GEMS reports omitted those items from the current listing of capital assets. The beginning balances of the CIP schedule also did not agree to the prior year ending CIP schedules. The trial balance was not adjusted to match the balances shown by the capital asset reports from the GEMS system. Numerous changes to the schedule were necessary, as well as corrections to the additions and deletions in the GEMS module, before capital assets could be audited.

The City records several types of non-cash transactions in equity accounts for their budgetary basis; numerous journal entries are prepared by the City to convert the budgetary basis financial information to the modified/full accrual basis of accounting for presentation in the fund financial statements. Many of the entries made to clear these equity accounts were erroneous, or were not made at all, and required additional journal entries to correct the errors and omissions.

Recommendation

We recommend the City implement procedures to ensure the beginning net position/fund balance and capital asset accounts are reconciled and properly adjusted to the prior year ending balances, and budgetary basis accounts are properly cleared to convert the City's budgetary basis financial information to the modified/full accrual basis of accounting. While some entries proposed by the auditors would adversely impact the City's budget basis of accounting and cause inconsistencies to managerial budget information, most entries proposed by the auditors and accepted by City management should be posted to the system and reviewed for correctness. However, any auditor entry not posted must be posted to the beginning balance of accounts for the subsequent year's audit in order for the beginning balance to reconcile to audited ending balances of the previous year. Once prepared, any journal entries to clear the budgetary basis accounts should be reviewed by another individual to insure the entries are proper and complete.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)

Year Ended June 30, 2013

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

Significant Deficiency in Internal Control Over Financial Reporting (Continued)

YB-2013-001 Reconciliation of Accounts (Continued)

Recommendation (Continued)

Staff responsible for developing schedules of changes in capital assets should receive additional training in the GEMS system to improve understanding of the capabilities and requirements of the system, as well as the reports produced. Should the responsibility for preparing the schedules be transferred to another individual, it is imperative that this individual receive extensive training. We recommend the City transcribe and implement written procedures to incorporate all additions, disposals, and changes in CIP into the schedule of changes so individuals delegated this responsibility may carry out those procedures by referencing a written manual. The beginning balances in the schedule must be reconciled to the prior year, and the capital asset accounts within the current year trial balance adjusted to the ending balances in the schedule. Lastly, the City needs to understand how to set parameters for the capital asset reports to insure all assets are properly reported as additions, disposals, and assets of the City as of the fiscal year end.

Response

The Finance Division of the City of Casper Administrative Services Department experienced changes of staff assignments during FY 2013. This resulted in confused responsibilities and communications for reconciliation and adjustment of the June 30, 2013 trial balances of the City's funds in preparation for audit. Additionally, this confusion was not detected nor addressed by management of the Finance Division.

To rectify this confusion and lapse of attention, Finance Division management was instructed by the Administrative Services Director to:

- Clarify staff responsibilities for reconciliation and adjustment of the City's funds (achieved January 6, 2014)
- Post appropriate auditor adjusting entries and complete reconciliation of all June 30, 2013 trial balances. Further, present the reconciled trial balances for all funds to the Director by February 28, 2014. (initiated, with presentations scheduled for all funds, with last presentation set for February 24, 2014)
- Adjust and confirm with staff the FY 2014 audit preparation schedule to ensure complete reconciliation of all funds by commencement of auditors' field work
- Ensure that there will be no auditor adjusting entries related to the FY 2015 audit.

Compliance Findings

No matters were noted.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2013

Section III - Federal Award Findings and Questioned Costs

Material Weaknesses in Internal Control Over Compliance

2013.001 Allowable Costs/Cost Principles

Federal Program

Community Development Block Grant, CFDA 14.218, (component of the Community Development Block Grant Cluster)

Criteria

Per OMB Circular A-87, Part C. Basic Guidelines: To be allowable under Federal awards, costs must meet the following general criteria:

- b. Be allocable to Federal awards under the provisions of this Circular, and
- j. Be adequately documented.

Under Attachment B, Selected Items of Cost, Item 8, Compensation for personal services, d(5) The cost of fringe benefits in the form of employer contributions or expenses for social security; employee life, health, unemployment, and worker's compensation insurance; pension plan costs and other similar benefits are allowable. Such benefits shall be allocated to Federal awards in a manner consistent with the pattern of benefits attributable to the individuals or group of employees whose salaries and wages are chargeable to such Federal awards.

Condition and Context

In our testing of a sample of 40 items, we noted 2 instances where the supporting documentation was insufficient to support the expenditure. There were no copies of the cancelled checks to the contractor performing the rehabilitation work for the business, nor was there a progress billing signed by the contractor which detailed the costs and payments received to date. The amounts totaling \$16,395 were paid to reimburse the business, but copies of the checks written by the business for the improvements had not been obtained nor retained in the file. Copies of supporting documentation were subsequently obtained to demonstrate compliance. In addition, recurring journal entries are posted in the general ledger for worker's compensation and health insurance based on a budgeted amount. However, these amounts were not adjusted for actual time worked on the grants over the course of the year.

Questioned Costs

None.

Effect

When proper documentation is not obtained, the City might have reimbursed the business for costs which were not actually incurred. In addition, the City over-charged the grant for worker's compensation amounts that were improperly allocated; the City under-charged the grant for health insurance premiums that were improperly allocated.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2013

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

Material Weaknesses in Internal Control Over Compliance (Continued)

2013.001 Allowable Costs/Cost Principles (Continued)

Cause

The staff charged with maintaining the documentation and files has not received sufficient training to understand the requirements of the grant; poorly maintained filing systems and staff turnover contributed to the lack of documentation maintained in the files. The program staff and manager were unaware the recurring journal entries posted to charge worker's compensation and health insurance premiums to the grant would require review and adjustments. The amounts were recorded as part of the monthly payroll posting and were neither understood nor questioned.

Recommendation

Supporting documentation should be retained in a well maintained filing system to demonstrate compliance with the program requirements. The program manager has the responsibility to understand and question all amounts posted as expenditures to a grant, whether a disbursement, recording of accounts payable, or journal entries. Any amounts which are not understood should be questioned and researched to insure the amounts posted as expenditures to the grant are appropriate in light of allowable costs/cost principles.

Management Response

The Housing and Community Development staff experienced two staff turnovers in the coordinator position in 2013. This did result in a significant disruption of internal controls. Staff has worked with their federal funding officer to create new filing and documentation tools.

- In the year ended June 30, 2013, the DEBG grant funded one full-time position (HCD Coordinator), and one half-time position (Code Enforcement Officer). Due to the turnover of the HCD position, staff noted multiple payroll postings entered by the administrative services department, which they believed were associated with the changeover in personnel (i.e. journal entries, reclasses, reversals, and corrections of line items in the monthly drawdown). These postings were difficult to evaluate. There is typically very little activity in the payroll activity, so the postings came as a surprise. Payroll should be consistent each month. The HUD compliance officer also noted these postings during their visit in August, and have requested that the HCD coordinator physically sit with the administrative services representative each month during the drawdown process to ensure that payroll, and additional CDBG activities, be posted correctly the first time.
- In addition, HCD staff has created a file notebook by fiscal year, to organize expenditures posted to the grant. This includes a copy of the monthly general ledger, which staff usually just pulled quarterly during the grant reconciliation process. Any changes or corrections will be noted immediately.
- Staff is concerned that similar findings will be revealed in the first quarter of FY2014 because the Code Enforcement officer payroll was accidentally posted by payroll services to CDBG even though the position was no longer funded with a portion of grant funds beginning July 1st, 2013. The mistake was corrected in November. There will be journal entry noted, but staff wanted to note this now for the record.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2013

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

Material Weaknesses in Internal Control Over Compliance (Continued)

2013.002 Earmarking

Federal Program

Community Development Block Grant, CFDA 14.218, (component of the Community Development Block Grant Cluster)

Criteria

Per the Compliance Supplement for CDBG – Entitlement Grants Cluster:

- Not less than 70 percent of the funds must be used over a period of up to 3 years, as specified by the grantee in its certification, for activities that benefit low- and moderate-income persons. In determining low- and moderate-income benefits, the criteria set forth in 24 CFR sections 570.200(a)(3) and 570.208(a) are used.
- Not more than 20 percent of the total CDBG grant, plus 20 percent of program income received during a program year, may be obligated during that year for activities that qualify as planning and administration pursuant to 24 CFR sections 570.205 and 570.206 (24 CFR section 570.200(g)).

Condition and Context

Based on the IDIS PR26 report dated June 30, 2013, 57.55% of expenditures benefited low- and moderate income persons. Funds obligated for planning and administration activities were 21.50%.

Questioned Costs

None.

Effect

The City may have paid for costs associated with projects which did not meet the requirements for low- and moderate-income benefits or exceeded administrative costs, or exceeded public service costs.

Cause

The program manager entered costs into inappropriate categories within the IDIS system, misrepresenting some of the percentages, due to lack of training. In addition, insufficient documentation was present to substantiate what constituted low- and moderate-income project recipients, as well as administrative costs.

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2013

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

Material Weaknesses in Internal Control Over Compliance (Continued)

2013.002 Earmarking (Continued)

Recommendation

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

Management Response

HCD staff is aware of the grant percentage earmarks for funding low-mod benefits, versus administrative activities. Staff is currently working with their HUD compliance officer to correct entries in the IDIS system, having undergone significant training in the fall of 2013. The earmarked percentages are based on the budgeted amount of CDBG funds each year.

- Even with the staff changes, the administrative percentage was accounted for properly in the payroll allocation, but due to some improperly posted payroll entries (noted in the previous section); even a small amount of dollars can tip the percentage over the allowable percentage.
- The low-mod income benefit percentage is also being corrected within the IDIS system. The percentage noted in the PR326 reports is significantly lower than expended, and HCD staff has recognized that the IDIS system still has activities open that need to be complete in order to account for the 70% benefit to low-mod income persons.

2013.003 Procurement, Suspension, and Debarment

Federal Program

Community Development Block Grant, CFDA 14.218, (component of the Community Development Block Grant Cluster)

Criteria

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

CITY OF CASPER, WYOMING

SCHEDULE OF FINDINGS AND QUESTIONED COSTS (CONTINUED)
Year Ended June 30, 2013

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

Material Weaknesses in Internal Control Over Compliance (Continued)

2013.003 Procurement, Suspension, and Debarment (Continued)

Condition and Context

The program manager and staff did not determine the entity and its principals were not suspended or debarred or otherwise excluded from participating in the transactions. It was subsequently determined such parties were not suspended or debarred.

Questioned Costs

None.

Effect

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

Cause

Neither the program manager nor members of her staff were aware of the requirement to determine and document whether an entity and its principals were suspended or debarred. This can be attributed to insufficient training in grant compliance requirements.

Recommendation

The program manager has the responsibility to understand all requirements associated with the grants, as well as insure staff members are informed and receive sufficient training to assure compliance with the grant requirements. The grant manager and staff should receive additional training on compliance requirements and maintenance of documentation of the grant requirements.

Management Response

HCD staff was unaware of the federal procurement requirements related to the payment of grant funds to business entities not registered on SAMS.gov. This requirement was brought to their attention during the HUD procurement audit in August 2013. The following steps were taken immediately:

- Training through HUD on procurement policies (via webinars and a course in Denver)
- Development of a Procurement Procedures process for each activity identified in the IDIS system.
- Review, and subsequent registration in SAMS.gov, of previous entities awarded grant funds (none of which were found to be deficient).
- Currently in the process of updating the City's *Procurement, Financial and Other Policies Manual* to include an appendix specifically related to the use of HUD funds, and associated with procurement policies. (A corresponding appendix has been proposed for the use of FTA funds too).

Compliance Findings

See 2013.002 - Earmarking

CITY OF CASPER, WYOMING

SUMMARY SCHEDULE OF PRIOR AUDIT FINDINGS
Year Ended June 30, 2013

Material Weakness in Internal Control Over Compliance

SA-2012-1 Reporting

Federal Program

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

Condition

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.

Status

Condition has been corrected.

Compliance

FC-2012-1 Reporting

See SA-2012-1.