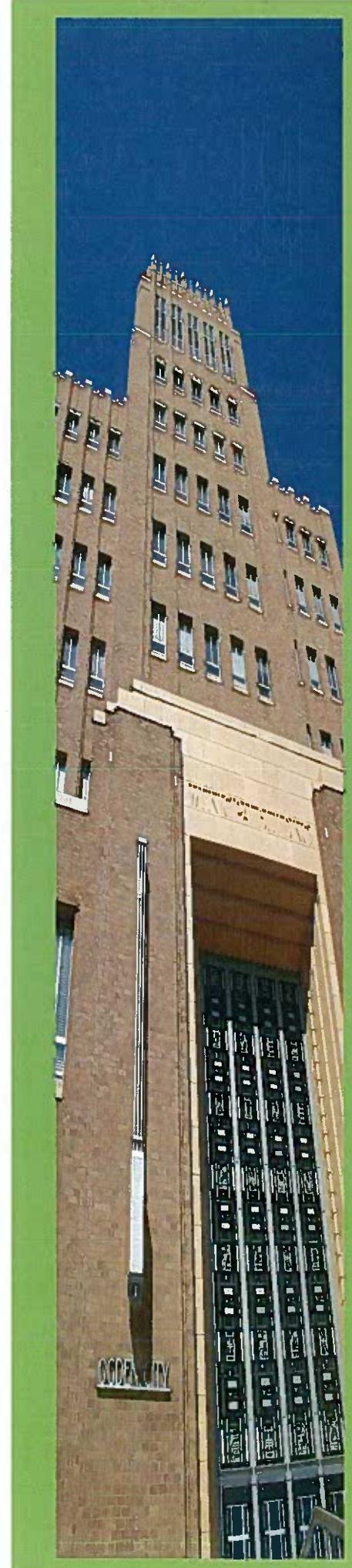


# Ogden, Utah



## Comprehensive Annual Financial Report

Year Ended  
June 30, 2010





**COMPREHENSIVE ANNUAL  
FINANCIAL REPORT OF  
OGDEN CITY CORPORATION**

**Year Ended June 30, 2010**

**Ogden, Utah**



**Mayor**

Matthew R. Godfrey

**City Council**

Caitlin K. Gochnour  
Susie Van Hooser  
Brandon S. Stephenson  
Doug Stephens  
Amy L. Wicks  
Neil K. Garner  
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**Prepared by:**

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**OGDEN CITY, UTAH**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
Year Ended June 30, 2010

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**OGDEN CITY, UTAH**  
**COMPREHENSIVE ANNUAL FINANCIAL REPORT**  
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December 14, 2010

Citizens, Honorable Mayor and  
Members of the City Council  
City of Ogden  
Ogden, Utah 84401

Dear Citizens, Mayor and Members of the City Council:

We are furnishing you with the Fiscal Year 2009-2010 Comprehensive Annual Financial Report of the City of Ogden, in accordance with Section 10-6-150 of the Utah Code Unannotated 1993. This report has been formatted to comply with the financial reporting standards developed by the Governmental Accounting Standards Board (GASB). This report includes Government-Wide Financial Statements. The Government-Wide Financial Statements include a statement of net assets that provides the total net assets of the government, including all capital assets (including infrastructure). The statement of activities shows the cost of providing government services. Additional information can be found in Management's Discussion and Analysis which begins on page 17.



Responsibility for both the accuracy of the data, and the completeness and fairness of the presentation, including all disclosures, rests with the City management. To the best of our knowledge, the enclosed data are accurate in all material respects and are reported in a manner designed to fairly present the financial position and results of operations of the City's various activities. These assertions are based upon a comprehensive framework of internal control that has been established for this purpose.

The Comprehensive Annual Financial Report is presented in three sections: Introductory, Financial and Statistical. The Introductory Section includes the title page, the table of contents, this transmittal letter, the City's organization chart, a list of principal officers, and the Certificate of Achievement for Excellence in Financial Reporting for the 2009 Comprehensive Annual Financial Report. The Financial Section includes the basic financial statements and the combining and individual fund financial statements and schedules, as well as the auditors' report on the financial statements and schedules. This section also includes the management's discussion and analysis (MD&A). The Statistical

Section includes selected financial and demographic information presented on a multiyear basis, where available.

The City is required to undergo an annual single audit in conformity with the provisions of the Single Audit Act of 1996 and U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Information related to this single audit, including the Schedule of Federal Awards, findings and recommendations, and auditors' reports on the internal control structure and compliance with applicable laws and regulations are included in a supplemental report, prepared by our auditors, which accompanies this report.

#### THE REPORTING ENTITY AND ITS SERVICES

The City functions under a strong mayor form of government. Under this form of government the Mayor is elected to a full-time position as the Chief Executive over the administration of the City. The City Council serves as the legislative arm of the government and approves and adopts the annual budget.

This report includes all the City's funds. The City provides a full range of services. Services provided by the City under general governmental functions include police and fire protection, planning and engineering, code enforcement, street maintenance, traffic control, parks operation and maintenance, recreation services, community development, and general administrative services. In addition, water services, sewer services, solid waste collection and disposal services, the golf courses, certain recreational programs, BDO activities, ambulance and paramedic services are provided under an enterprise fund concept, with user charges set by the City Council to ensure adequate coverage of operating expenses and payments on outstanding debt. The municipal airport is handled as an enterprise fund supported, in part, by contributions from the General Fund. Fleet/facilities operations, information technology systems (data processing and telephones) and risk management are handled through internal service funds.

The Tax Increment Districts of the Ogden Redevelopment Agency are reported as a Special Revenue Fund in this report. The Municipal Building Authority, Cemetery Perpetual Care and the Downtown Ogden Special Improvement District are also reported as Special Revenue Funds. The Capital Projects fund is used to account for projects approved in the City's Capital Improvement Plan. The Gomer A. Nicholas Park Endowment is reported as a permanent fund. The interest from this fund is used to improve our parks system.

#### ACCOUNTING SYSTEM AND BUDGETARY CONTROL

In developing and evaluating the City's accounting system, consideration is given to the adequacy of internal accounting controls. Internal accounting controls are designed to provide reasonable, but not absolute, assurance regarding: (1) the safeguarding of assets against loss from unauthorized use or disposition; and (2) the reliability of financial records for preparing financial statements and maintaining accountability for assets. The concept of reasonable assurance recognizes that: (1) the cost of control should not exceed the benefits likely to be derived; and (2) the evaluation of costs and benefits requires estimates and judgments by management.

All internal control evaluations occur within the above framework. We believe that the City's internal accounting controls adequately safeguard assets and provide reasonable assurance of proper recording of financial transactions.

As a part of the City's single audit, described earlier, tests are made to determine the adequacy of the internal control structure, including that portion related to federal awards, as well as to determine that the City has complied with applicable laws and regulations. The results of the City's single audit for the fiscal year ending June 30, 2010 can be found in a supplemental report, prepared by our auditors, which accompanies this report.

In addition, the City maintains budgetary controls. The objective of these budgetary controls is to ensure compliance with legal provisions embodied in the annual appropriated budget approved by the City Council. Activities of all funds used by the City are included in the annual appropriated budget. Project-length financial plans are adopted for the Capital Improvement Projects Fund. The level of budgetary control (that is, the level at which expenditures cannot legally exceed the appropriated amount) is established at department level within an individual fund. The City also maintains an encumbrance accounting system as one technique of accomplishing budgetary control. Encumbered amounts lapse at year-end. However, encumbrances are generally re-appropriated as part of the following year's budget, and reserves for such are indicated as a portion of fund balances.

#### ECONOMIC CONDITION AND OUTLOOK

During fiscal year (FY) 2010, our economy, along with the national economy, is still experiencing the effects of the great recession. The rate of revenue growth experienced by the City has not returned to that experienced in former years. In FY2007 and FY2008, the City experienced exceptional revenue growth, with sales tax increasing over 12% and 8%, respectively. During FY2009, sales tax revenue declined almost 9%. FY2010 continued to decrease at 7.25%. During the first four months of FY2011, sales tax revenue has declined 1.08%. We anticipate the economy will flatten during FY2011 and perhaps in FY2012 begin to slowly rebound. In FY2011, the construction of the Super Wal-Mart should be completed. Recently several new retail locations opened for business. Each will add to the rebirth of Ogden's downtown. Our

outlook during the next few years indicates a very slow recovery both nationally and locally. Unemployment continues to be a concern here locally as well as nationally. Consumer confidence must improve before we begin to see revenue relief. We did not experience the housing boom that other parts of the state experienced and are not seeing the valuation declines either. We are confident that once national issues have been resolved and consumer confidence restored, Ogden will return to revenue growth reflective of the economic changes that have been occurring in the last few years.

In FY2010, the commitment to urban revitalization and redevelopment is continuing, with more than \$1.1 billion of private investment. This investment and the addition of many new businesses will continue to stimulate City revenues and public



perception. The revitalization of The Junction (old mall site) is progressing, with the recent openings of Black & Decker Outlet and G4G. With two anchors, the Salomon Center (the high adventure recreation center) and the Megaplex 13 (Larry Miller Theater Complex), The Junction has been a very active draw in and outside the community. The Salomon Center offers a surf-simulating Flowrider (I-Flow), vertical wind tunnel (I-Fly), climbing wall, bowling, glow-in-the-dark miniature golf, restaurants and Gold's Gym. Property Reserve Inc. has completed a 75,000-square-foot office-retail building with underground parking and ground floor retail space. The Boyer Company has completed a 4-story class "A" office building. They also completed two restaurants, Iggy's Sports Grill and Sonora Grill. We are in the final stages of funding and approval of a new hotel (Hilton Garden) at The Junction.

In the last eight years, the City has redeveloped 45 acres in the downtown and still has at least 130 acres coming in varied phases of development.



The new WinCo Foods and soon to be completed Super Wal-Mart will provide the city with added revenue from property and sales tax.



FrontRunner is transporting passengers from Salt Lake to North Ogden. Ogden has benefited from increased participation at our Salomon Center, Megaplex 13 and restaurants at the Junction and on 25<sup>th</sup> Street.

This renaissance is not all brick & mortar, but the addition of other high adventure improvements such as the Xterra Mountain Championship, the Ogden Marathon, Winter Dew Tour, Archery World Cup Championships, Winterfest, Farmers Market, skiing, alpine mountain biking, hiking, fishing, kayaking, rock and ice climbing, Ogden is an outdoor destination.

**Ogden City Corporation  
Letter of Transmittal**

In the last few years, Ogden City has been highlighted in many national and international publications: National Geographic Adventure, September 2008, The 50 Next Great Towns: Ogden, Utah Top 12; Forbes, March 19, 2008, Best Places for Business and Careers: Ogden, UT #23; Outside Magazine, August 2008, The 20 Best Towns in America: Ogden, Utah #3; Sunset Magazine, January 2008, Top 10 Places You've Gotta Go: Ogden, UT for Adrenaline Junkies; SKI Magazine, January 2008, Next Best Places: Ogden, Utah, A Little-known City Strives to Become America's Next High-Adventure Hotspot; Rock And Ice Magazine, September 2008, Top Dig: 10 Best Climbing Towns to Live For Ogden, Utah #3; Powder Magazine, October 2007, Fall Line, Manifest Destiny: Like the Pioneers Outlaws and Religious Dissidents Who Came Before it, The U.S. Ski Industry Heads to Utah.



The Ogden River Project, slowed some by the economic issues currently influencing the nation, is progressing in phase one of the redevelopment, the most ambitious of the City's redevelopment efforts. The \$150 million, 3-phase plan encompasses about 60 acres north of 20th Street around the Ogden River. The first phase, a 12-acre parcel between Washington Boulevard and Grant Avenue, was approved by the City Council for commercial development. Bingham Cyclery was the first project completed and has been very successful during the past year. Commitments are in place on the remaining parcels in phase one of the project.

During the past few years, Ogden has become home to a number of new high adventure recreation companies, including SnowSports, Nidecker, Interactive, GOODE Ski Technologies, Scott USA and Kahuna Creations. The American Can Complex has been substantially remodeled to become the new headquarters of Amer Sports Corp., the parent company of Salomon, Atomic and Suunto brands.

In the last ten years, Ogden has recruited 7,321 new jobs, including The Junction, Fresenius Medical Expansion, IRS, Williams International, US Foods, Amer Sports, Descente, GOODE Ski, Lofthouse Foods, Barnes Aerospace, and Hershey's Chocolate.

Business Depot Ogden is a 1,118-acre master planned Business Park with over 7.9 million square feet of industrial and office space. BDO is a vibrant, growing park which has undergone significant changes since the transfer to Ogden City in 1997. The new 540,000-square-foot Hershey Distribution Facility, Barnes Aerospace (165,000 square feet), Southern Classic Food Group (135,000 square feet) and Cornerstone RDI (152,000-square-feet) are also completed. The 7,940,718 square feet of space available at BDO is approximately 90% leased. Currently, the total investment exceeds \$94 million. We believe these investments in infrastructure and new construction define the Business Depot as the premier business and industrial park in Utah.



#### GOVERNMENT REVENUES

Revenues for general governmental functions (General Fund) for the fiscal year ended June 30, 2010 totaled \$54,762,400. The amounts of revenue from various sources are shown in the following tabulation:

Revenue Source	2010	% of		% of		% of		% of	
		Total	2009	Total	2008	Total	2007	Total	
Taxes	\$ 33,871,436	61.9%	\$ 34,702,441	64.3%	\$ 35,629,287	63.0%	\$ 35,547,048	65.6%	
Licenses and permits	2,023,309	3.7%	1,893,276	3.5%	2,878,949	5.1%	2,363,717	4.4%	
Intergovernmental	6,985,697	12.8%	6,482,702	12.0%	6,695,871	11.8%	5,322,960	9.8%	
Charges for services	6,789,028	12.4%	6,708,057	12.4%	7,593,688	13.4%	7,033,945	13.0%	
Fines and Forfeitures	2,339,788	4.3%	2,708,901	5.0%	2,313,651	4.1%	1,822,689	3.4%	
Interest income	152,238	0.3%	410,800	0.8%	353,460	0.6%	799,818	1.5%	
Other revenue	2,600,904	4.7%	1,066,951	2.0%	1,090,544	2.0%	1,276,552	2.3%	
	<b>\$ 54,762,400</b>	<b>100%</b>	<b>\$ 53,973,128</b>	<b>100%</b>	<b>\$ 56,555,450</b>	<b>100%</b>	<b>\$ 54,166,729</b>	<b>100%</b>	
Change from prior year		1.5%		-4.6%		4.4%		2.7%	

Taxes produced 61.9 percent of general revenues. The amount of taxes collected was lower than the prior three years and also decreased as a percentage of total revenue when compared to last year. Taxable value of property in Ogden City was \$3.89 billion. Included in this amount is \$718 million in the tax increment districts. When the districts are formed, the taxable base value is determined and frozen. As the districts develop, the increase in property taxes received because of the increased taxable value above the frozen base is used to finance debt and or improvements in the tax increment districts.

Licenses and permits provided 3.7 percent of general revenues. The increase from the prior years is due to commercial permits issued in redevelopment areas and the value of the construction.

Intergovernmental revenues represented 12.8 percent of total general revenue. GASB Statement 34 requires the City's trust funds to be combined in the General Fund. This source fluctuates year by year, depending on federal and state grants.

**Ogden City Corporation  
Letter of Transmittal**

Charges for services provided 12.4 percent of general revenues. This source of revenue tends to fluctuate because of the nature of most activities in this category. Despite rate increases for various activities in fiscal year 2008, general participation these activities declined with the economy.

Fines and forfeitures provided 4.3 percent of general revenues. Justice court and civil citation activity declined in fiscal year 2009 which has caused the revenue category to decrease over prior years. Fewer issued citations and lack of payment by defendants contributed to the decline.

Interest Income provided 0.3 percent of general revenues. Rates of return have remained lower than historical levels.

Other revenue includes police auctions, insurance rebates, sales of assets and other administrative revenues. The substantial increase in this area was offset by an increase in costs associated with land that was purchased and later resold for approximately \$1,300,000.

**GENERAL FUND EXPENDITURES**

Expenditures for general governmental purposes (General Fund) for the fiscal year ended June 30, 2010 totaled \$55,494,823. Levels of expenditures for major functions of the City are as follows:

Expenditure by Function	% of Total							
	2010	Total	2009	Total	2008	Total	2007	Total
General Government	\$ 11,117,091	20.0%	\$ 9,716,685	18.2%	\$ 9,215,194	15.9%	\$ 8,486,509	16.8%
Police and Fire	23,311,460	42.0%	22,386,549	41.9%	23,470,314	40.6%	20,297,040	40.1%
Public Services	10,018,882	18.1%	10,116,733	18.9%	11,475,634	19.8%	11,476,628	22.7%
Community and Economic Development	8,569,653	15.4%	8,675,865	16.2%	11,093,635	19.2%	8,069,516	15.9%
Debt Service	2,477,737	4.5%	2,544,185	4.8%	2,573,885	4.5%	2,333,178	4.5%
	<b>\$ 55,494,823</b>	<b>100%</b>	<b>\$ 53,440,017</b>	<b>100%</b>	<b>\$ 57,828,662</b>	<b>100%</b>	<b>\$ 50,662,871</b>	<b>100%</b>

Change from prior year 3.8% -7.6% 14.1% -1.4%

For fiscal years 2009 and 2010, employees did not receive an increase in salaries and wages. The City did cover the increased cost of health-care insurance.

Because of this compensation position, action was taken to hold employee costs for the City relatively neutral. In total, basic operating costs for the City remained the same as last year, with the exception of Police and Non-Departmental expenditures.

Community and Economic Development had a decrease in spending due to declines in redevelopment activities in several districts.

Debt service remained constant with the prior year. Bonds matured during the year and final year payments were made, which are generally greater than yearly payments. As indicated in the financial statements, bond issues and loans in the prior year added to the current year payment schedules.

**FUND BALANCE GUIDELINES**

Utah State Code Section 10-6-116 establishes guidelines on the use of fund balance in the General Fund. As outlined, any fund balance in excess of five percent of estimated revenues may be utilized for budget purposes. The section further indicates the fund balance shall not exceed eighteen percent of estimated revenues. Under these guidelines the City's fund balance parameters are approximately \$2,538,489 and \$9,120,560 based on next fiscal year's budgeted receipts. The unreserved portion of the General Fund balance at June 30, 2010 is \$3,036,171.

**ENTERPRISE FUNDS**

The income before transfers and capital contributions for the enterprise funds for the preceding four fiscal years are as follows:

Income (loss) before transfers and capital contributions	%		%		%		%	
capital contributions	2010	Change	2009	Change	2008	Change	2007	Change
Water Utility	\$ 1,294,971	-6.5%	\$ 1,385,011	-20.5%	\$ 1,741,375	677.3%	\$ (301,647)	-31.3%
Sewer Utility	3,216,211	25.4%	2,564,342	46.7%	1,748,435	57.0%	1,113,417	105.0%
Refuse Collection	595,497	-26.1%	805,527	56.3%	515,462	560.0%	(112,059)	-106.1%
Business Depot Ogden	280,356	131.0%	(904,235)	-34.3%	(673,112)	61.9%	(1,765,751)	-148.7%
Municipal Airport	(349,410)	-139.5%	885,553	94.6%	455,165	143.1%	(1,055,005)	9.1%
Golf Courses	(237,293)	25.7%	(188,771)	-8.2%	(205,535)	28.8%	(288,679)	-15.6%
Recreation	(28,468)	-5421.1%	535	-61.3%	1,383	-94.4%	24,754	89.7%
Dinosaur Park	(227,704)	-146.1%	(92,539)	0.0%	-	0.0%	-	0.0%
Medical Services	(126,662)	-111.2%	1,128,826	219.5%	(944,527)	-273.5%	544,448	135.4%

**Ogden City Corporation  
Letter of Transmittal**

The above table shows the income (loss) generated by each fund rather than presenting the total change in net assets due to the effect of the inclusion of large capital contributions from outside donors and transfers of infrastructure assets from Business Depot Ogden to the Water and Sewer funds.

**The Unrestricted Net Assets for the enterprise funds for the preceding three fiscal years are as follows:**

Unrestricted Net Assets	2010	% Change	2009	% Change	2008	% Change	2007	% Change
Water Utility	\$ 3,318,654	869.9%	\$ (342,176)	-113.0%	\$ 2,632,655	626.4%	\$ 362,446	-85.4%
Sewer Utility	8,941,673	42.6%	6,272,222	350.2%	1,393,252	330.4%	(604,820)	67.6%
Refuse Collection	285,908	180.8%	(354,011)	-150.0%	707,536	2.5%	690,059	-27.0%
Business Depot Ogden	7,002,485	80.3%	3,884,679	-11.0%	4,364,603	-61.3%	11,275,689	-36.0%
Municipal Airport	(1,585,143)	20.1%	(1,984,700)	24.6%	(2,633,890)	2.2%	(2,691,808)	-2.5%
Golf Courses	(1,009,477)	24.8%	(1,341,704)	5.6%	(1,420,774)	27.2%	(1,950,937)	6.0%
Recreation	153,062	-15.3%	180,770	-2.2%	184,795	4.2%	177,349	16.8%
Dinosaur Park	52,030	-6.7%	55,746	0.0%	-	0.0%	-	0.0%
Medical Services	1,509,541	-9.8%	1,673,237	200.3%	557,133	-66.0%	1,640,288	49.7%

**DEBT ADMINISTRATION**

**New Debt Issued in Fiscal Year 2010:**

During fiscal year 2010, the Ogden City Redevelopment Agency issued \$30,345,000 in tax increment refunding bonds. The bonds refunded the 2005B, 2005C-1 and 2005C-2 tax increment bonds that were used to fund development of the Junction. The RDA was forced to refund the bonds due to the requirement for and expiration of the letter-of-credit securing the bonds. For more information, please see Note 8 Long-term liabilities in the Notes to the Financial Statements.

**Outstanding bonds:**

**General Obligation Refunding** bonds issued in 2003 have \$3,280,000 principal outstanding. These bonds mature December 15, 2011.

**General Obligation Sales Tax Revenue** bonds issued in 2006 have \$1,755,000 principal outstanding. These bonds mature March 1, 2026.

**General Obligation Refunding** bonds issued in 2009 have \$8,025,000 principal outstanding. These bonds mature December 15, 2015.

**Tax Increment Revenue** bonds have \$52,945,000 principal outstanding. These bonds mature by January 2031.

**Water & Sewer Revenue** bonds issued in 2009 have \$5,330,000 principal outstanding. These bonds mature June 15, 2024.

**Water & Sewer Revenue** bonds issued in 2008 have \$47,590,000 principal outstanding. These bonds mature June 15, 2038.

**Storm Water Revenue** bonds issued in 2008 have \$2,164,000 principal outstanding. These bonds mature June 15, 2023.

**Solid Waste Revenue** bonds issued in 2002 have \$1,840,000 principal outstanding. These bonds mature June 15, 2016.

**Ogden Municipal Building Authority Refunding** bonds issued in 2006 have \$2,500,000 principal outstanding and mature June 15, 2021.

**Ogden Municipal Building Authority** bonds issued in 2008 have \$2,832,000 principal outstanding and mature January 15, 2028.

Annual requirements to amortize this debt are provided for in each year's budget.

**INDEPENDENT AUDIT**

The State Uniform Fiscal Procedures Act (10-6-151) requires an annual audit of the City's accounts by an independent auditor. The City has complied with this requirement and the independent auditing firm of Schmitt, Griffiths, Smith & Co., has issued an unqualified opinion on the City's financial statements. Their report has been included in this report.

**AWARDS**

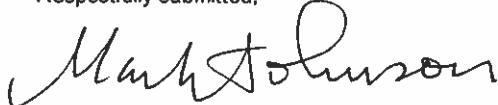
The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Ogden City for its comprehensive annual financial report for the fiscal year ended June 30, 2009. In order to be awarded a Certificate of Achievement, a government must publish an easily readable and efficiently organized comprehensive annual financial report. This report 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 that our current comprehensive annual financial report 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.

**ACKNOWLEDGMENTS**

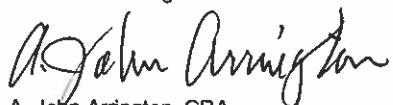
Publication of this document would not have been possible without the dedicated services of the entire staff of the Department of Management Services, particularly those in the Comptroller Division.

We express gratitude to all employees of the Department who contributed to the preparation of this report. We also extend a "thank you" to the Mayor and the City Council for their interest and support of the financial affairs of the City.

Respectfully submitted,



Mark L. Johnson  
Director of Management Services



A. John Arrington, CPA  
Comptroller / Division Manager

# Certificate of Achievement for Excellence in Financial Reporting

Presented to

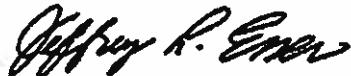
City of Ogden  
Utah

For its Comprehensive Annual  
Financial Report  
for the Fiscal Year Ended  
June 30, 2009

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

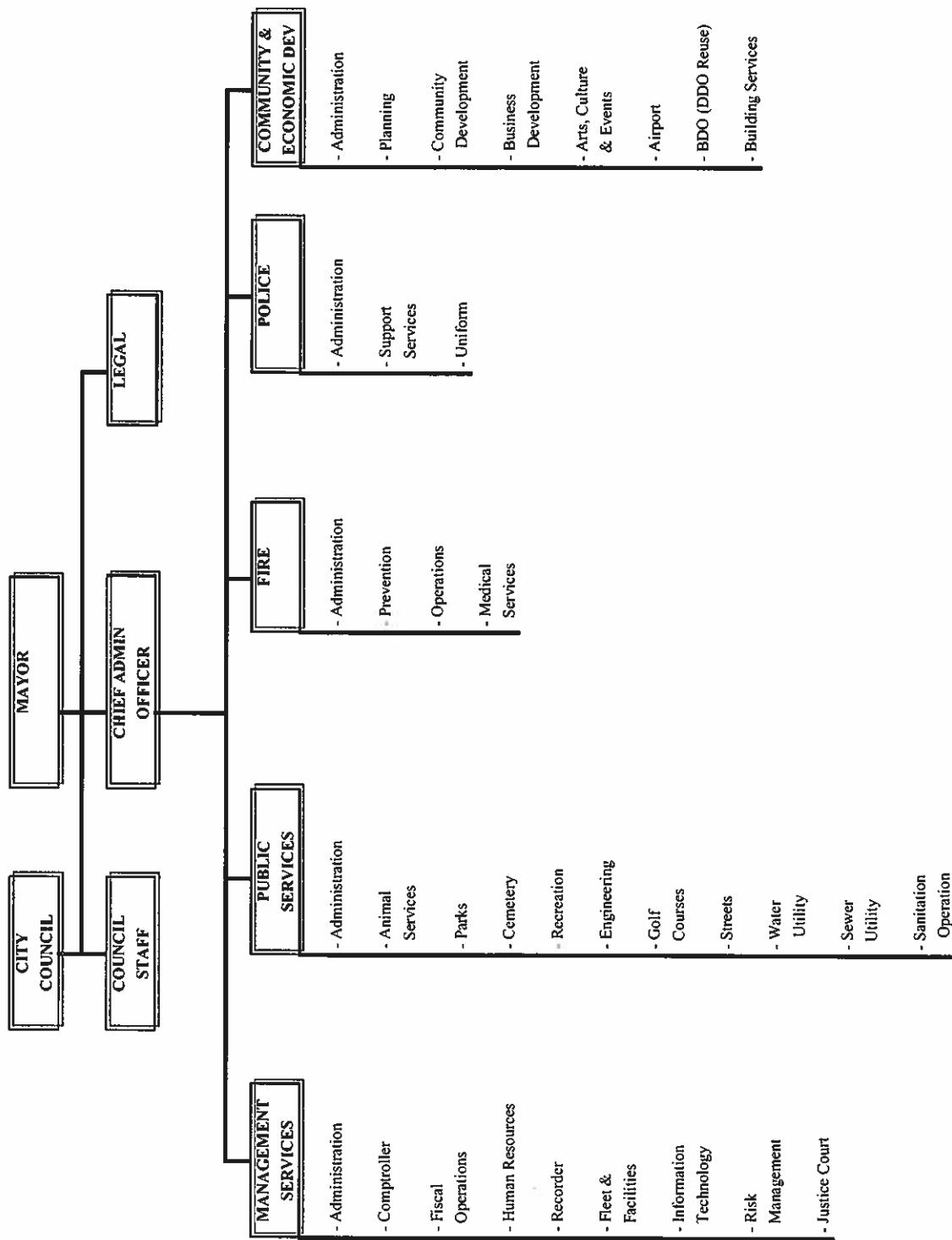


President



Executive Director

# OGDEN CITY CORPORATION ORGANIZATIONAL STRUCTURE



**OGDEN CITY CORPORATION**

**PRINCIPAL CITY OFFICIALS**

**June 30, 2010**

<b><u>Title</u></b>	<b><u>Name</u></b>
Mayor	Matthew Godfrey
City Council Member	Caitlin Gochnour
City Council Member	Susie Van Hooser
City Council Member	Amy L. Wicks
City Council Member	Doug Stephens
City Council Member	Brandon S. Stephenson
City Council Member	Neil K. Garner
City Council Member	Bart E. Blair
City Council Executive Director	William Cook
Chief Administrative Officer	John Patterson
City Recorder	Cindi Mansell
City Attorney	Gary Williams
Management Services Director	Mark L. Johnson
Police Chief	Jon Greiner
Fire Chief	Michael L. Mathieu
Public Services Director	Jay Lowder
Community and Econ. Dev. Director	Richard McConkie

# Financial Section





### **INDEPENDENT AUDITORS' REPORT**

To the Honorable Mayor and Members of the City Council  
Ogden City Corporation

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ogden City Corporation, as of and for the year ended June 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Ogden City Corporation's management. Our responsibility is to express opinions on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ogden City Corporation, as of June 30, 2010, and the respective changes in financial position, and cash flows, where applicable, thereof for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated December 8, 2010, on our consideration of the Ogden City Corporation's internal control over financial reporting and on our tests of its compliance with certain provisions of laws, regulations, contracts, and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing, and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

Accounting principles generally accepted in the United States of America require that the management's discussion and analysis and budgetary comparison information, 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 the required supplementary information 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 the information because the limited procedures do not provide us with sufficient evidence to express an opinion or provide any assurance.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the Ogden City Corporation's financial statements as a whole. The introductory section, combining and individual nonmajor fund financial statements, and statistical section, are presented for purposes of additional analysis and are not a required part of the financial statements. The combining and individual nonmajor fund financial statements 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. The information has been subjected to the auditing procedures applied in the audit of the 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, the information is fairly stated in all material respects in relation to the financial statements as a whole. The introductory and statistical sections 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.

*Schmitt, Gifford, Smith & Co.*

December 8, 2010

**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

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## **INTRODUCTION**

The following is a discussion and analysis of Ogden City's financial performance and activities for the year ended June 30, 2010. Please read it in conjunction with the transmittal letter in the Introductory Section of this report and with the financial statements that follow.

## **HIGHLIGHTS**

### **Government-wide**

- The City's total net assets decreased \$880,995 or 0.03 percent from the prior year. Net assets of governmental activities decreased \$7,535,073 or 6.4 percent, and net assets of business-type activities increased by \$6,654,078 or 3.6 percent.

### **Fund Level**

- Fund balances in the City's governmental funds decreased \$2,818,871 or 11.7 percent from the prior year, mostly due to debt activities and spending in areas of redevelopment.
- Property tax revenues were 8.9 percent higher than the prior year due to additional development of the property tax base generally in RDA tax increment districts throughout the City. The City's total sales taxes decreased 7.9 percent from the previous year. This is generally attributed to continued decline in local, state and national economic activity.

### **Long-term Debt**

- The City's long-term debt decreased by the amount of scheduled payments. The RDA refunded debt of \$30,345,000 in order to accommodate the requirements of the letter-of-credit provider.

## **OVERVIEW OF THE FINANCIAL STATEMENTS**

This discussion and analysis is an introduction to the City's Basic Financial Statements. The Basic Financial Statements include three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. In addition to the Basic Financial Statements, this report also contains other supplementary information including combining statements for nonmajor funds and a statistical section.

### **Government-wide Statements - Reporting the City as a Whole**

The Statement of Net Assets and the Statement of Activities beginning on page 25 comprise the government-wide financial statements. These statements provide a broad overview with a long-term focus of the City's finances as a whole and are prepared using the full-accrual basis of accounting, similar to private-sector companies. This means all revenues and expenses are recognized regardless of when cash is received or spent, and all assets and liabilities, including capital assets and long-term debt, are reported at the entity level.

The government-wide statements report the City's net assets - the difference between total assets and total liabilities - and how they have changed from the prior year. Over time, increases and decreases in net assets measure whether the City's overall financial condition is getting better or worse. In evaluating the government's overall condition, however additional non-financial factors should be considered such as the City's economic outlook, changes in its demographics, and the condition of its capital assets and infrastructure.

The government-wide statements distinguish functions of the City that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or most of their costs through user fees and charges (*business-type activities*). Ogden City's governmental activities include general administration, public safety, transportation, environmental protection leisure opportunities, and community development. The City's business-type activities include certain operations for utilities, medical services, airport, recreation and property management.

### **Fund Financial Statements - Reporting the City's Most Significant Funds**

The fund financial statements beginning on page 29 provide detailed information about individual major funds, and not the City as a whole. A fund is a group of related accounts that the City uses to keep track of specific resources that are segregated for a specific purpose. Some funds are required by law to exist, while others are established internally to maintain control over a particular activity. All of the City's funds are divided into two types, each type uses a different accounting approach.

**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

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**Governmental Funds** - Most of the City's basic services are accounted for in governmental funds and are essentially the same functions reported as governmental activities in the government-wide statements. Governmental funds use the modified accrual basis of accounting, which measures the flow of current financial resources that can be converted to cash and the balances left at year-end that are available for future spending. This short-term view of the City's financial position helps determine whether the City has sufficient resources to cover expenditures for its basic services in the near future.

**Proprietary Funds** - Ogden City uses two different types of proprietary funds. *Enterprise funds* are used to report the same functions presented as *business-type activities* in the government-wide financial statements. The City has eight enterprise funds which include water, sewer, airport, golf courses, refuse, BDO (Business Depot Ogden), recreation, and medical services activities. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City's various functions. The City maintains three internal service funds to account for its fleet and facilities, risk management, and management information systems activities. Because those services predominantly benefit governmental rather than business-type activities, they are included with *governmental activities* in the government-wide statements.

**Reconciliation between Government-wide and Fund Statements**

The financial statements include schedules on pages 33 and 36 that reconcile the amounts reported for governmental activities on the government-wide statements (full-accrual accounting, long-term focus) with amounts reported on the governmental fund statements (modified accrual accounting, short-term focus). Following are some of the major differences between the two statements:

- Capital assets and long-term debt are included on the government-wide statements but are not reported on the governmental fund statements.
- Capital outlays result in capital assets on the government-wide statements but are expenditures on the governmental fund statements.
- Bond proceeds result in liabilities on the government-wide statements but are other financing sources on the governmental fund statements.
- Certain tax revenues that are earned but not yet available are reported as revenue on the government-wide statements but are unearned revenue on the governmental fund statements.

**Notes to the Financial Statements**

The notes beginning on page 48 provide additional schedules and information that are essential to a complete understanding of the financial statements. The notes apply to both the government-wide financial statements and the fund financial statements.

**Required Supplementary Information**

Ogden City adopts an annual budget for all of its governmental and proprietary funds. Beginning on page 74 are budgetary comparison schedules for the City's General and major Special Revenue funds.

**Supplementary Information**

Supplementary information includes combining statements for the City's nonmajor governmental funds, internal service funds, and nonmajor enterprise funds.

**FINANCIAL ANALYSIS OF THE CITY AS A WHOLE**

**Net Assets**

The largest component of the City's net assets, 87.9 percent, reflects investments in capital assets (land, buildings, equipment, roads, and other infrastructure) less all outstanding debt that was issued to buy or build those assets. As capital assets, these resources are not available for future spending, nor can they all be readily liquidated to pay off the related liabilities. Resources needed to repay capital-related debt must be provided from other sources.

Restricted net assets comprise 5.1 percent of total net assets and are subject to external restrictions on how they may be used. This figure decreased from the prior year due to the expenditure of unspent bonded debt proceeds in the completion of water, sewer and redevelopment projects. Unrestricted net assets are 7.0 percent of total net assets.

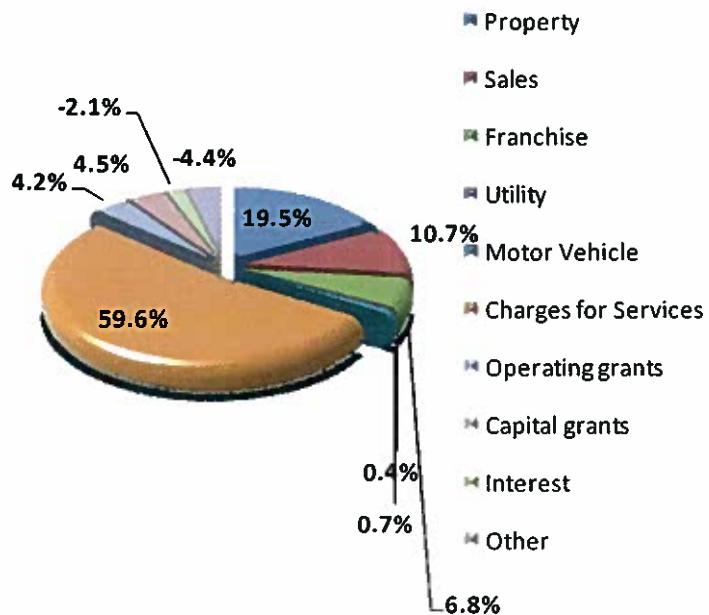
**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

Ogden City Corporation						
Net Assets						
June 30,						
	Governmental Activities		Business-type Activities		Total	
	2010	2009	2010	2009	2010	2009
Current and other assets	\$ 66,909,242	\$ 66,618,423	\$ 56,425,998	\$ 57,816,930	\$ 123,335,240	\$ 124,435,353
Capital assets	169,197,569	178,311,726	196,216,116	191,210,994	365,413,685	369,522,720
<b>Total Assets</b>	<b>236,106,810</b>	<b>244,930,149</b>	<b>252,642,114</b>	<b>249,027,924</b>	<b>488,748,924</b>	<b>493,958,073</b>
Current and other liabilities	48,551,537	45,878,135	4,805,861	6,234,377	53,357,398	52,112,512
Long-term liabilities	77,472,249	81,433,917	56,486,182	58,097,554	133,958,431	139,531,471
<b>Total Liabilities</b>	<b>126,023,786</b>	<b>127,312,052</b>	<b>61,292,043</b>	<b>64,331,931</b>	<b>187,315,829</b>	<b>191,643,983</b>
Net assets:						
Invested in capital assets.						
Net of related debt (restated)	92,749,342	95,889,453	172,332,110	176,302,702	265,081,452	272,192,155
Restricted	15,070,975	16,566,676	349,228	349,228	15,420,203	16,915,904
Unrestricted	2,262,707	5,161,968	18,668,733	8,044,063	20,931,440	13,206,031
<b>Total Net Assets</b>	<b>\$ 110,083,024</b>	<b>\$ 117,618,097</b>	<b>\$ 191,350,071</b>	<b>\$ 184,695,993</b>	<b>\$ 301,433,095</b>	<b>\$ 302,314,090</b>
Change from prior year:	-6.41%	8.45%	3.60%	-0.22%	-0.29%	2.97%

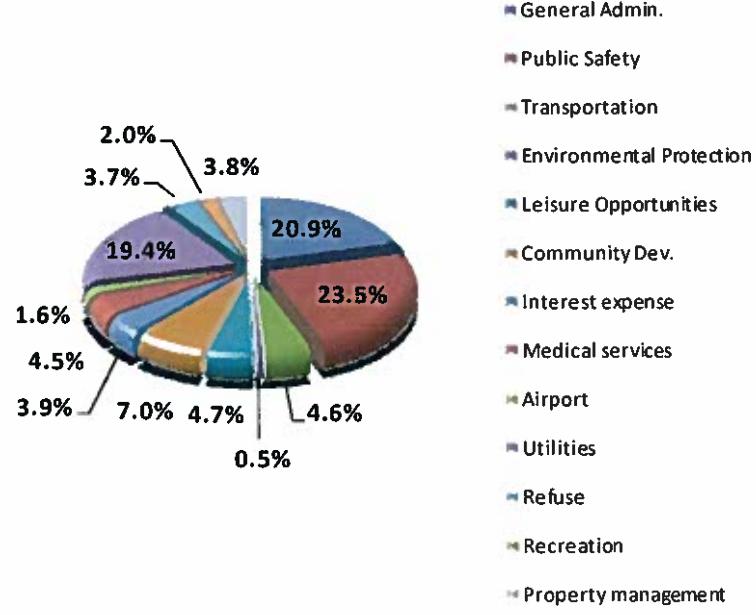
**Changes in Net Assets**

The following charts and schedules summarize the City's revenues and expenses relative to each other and the prior year.

**Ogden City  
Total Revenues - 2010**



**Ogden City  
Total Expenses - 2010**



**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

**Governmental Activities**

Total tax revenues showed a moderate increase during 2010. Property taxes edged upward due to an increase in taxes collected from redevelopment tax districts. Net assets for governmental activities decreased this year due to decreases in charges for services and sales taxes as well as substantial increases in expenditures in internal service funds and transfers to other funds. The City anticipated a revenue shortfall during the fiscal year and budgeted accordingly.

**Ogden City Corporation**

**Changes in Net Assets**

**Years Ended June 30,**

	<b>Governmental</b>		<b>Business-type</b>		<b>Total</b>	
	<b>Activities</b>		<b>Activities</b>		<b>Total</b>	
	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>	<b>2010</b>	<b>2009</b>
<b>Revenues</b>						
<b>General Revenues</b>						
Taxes	\$ 41,434,422	\$ 40,792,270	-	\$ 41,434,422	\$ 40,792,270	
Other General Revenues	(7,808,462)	2,451,264	1,452,281	1,359,677	(6,356,181)	3,810,941
<b>Program Revenues</b>						
Charges for Services	25,918,738	25,332,246	40,166,414	40,094,282	66,085,152	65,426,528
Operating Grants	4,680,386	4,637,076	-	-	4,680,386	4,637,076
Capital Grants	3,095,794	2,834,716	1,922,050	2,182,647	5,017,844	5,017,363
<b>Total Revenues</b>	<b>67,320,878</b>	<b>76,047,572</b>	<b>43,540,745</b>	<b>43,636,606</b>	<b>110,861,623</b>	<b>119,684,178</b>
<b>Expenses</b>						
General Administration	23,323,641	24,976,880	-	-	23,323,641	24,976,880
Public Safety	26,262,584	27,133,365	-	-	26,262,584	27,133,365
Transportation	5,187,967	5,462,687	-	-	5,187,967	5,462,687
Environmental Protection	557,528	510,501	-	-	557,528	510,501
Leisure Opportunities	5,264,019	5,357,892	-	-	5,264,019	5,357,892
Community Development	7,837,498	8,117,169	-	-	7,837,498	8,117,169
Interest on Long-term Debt	4,327,042	5,246,392	-	-	4,327,042	5,246,392
Medical Services	-	-	5,052,084	4,649,854	5,052,084	4,649,854
Airport	-	-	1,744,840	1,423,212	1,744,840	1,423,212
Utilities	-	-	21,666,957	21,585,626	21,666,957	21,585,626
Refuse	-	-	4,082,848	4,122,402	4,082,848	4,122,402
Recreation	-	-	2,220,201	2,057,701	2,220,201	2,057,701
Property Management	-	-	4,215,409	4,213,562	4,215,409	4,213,562
<b>Total Expenses</b>	<b>72,760,279</b>	<b>76,804,886</b>	<b>38,982,339</b>	<b>38,052,357</b>	<b>111,742,618</b>	<b>114,857,243</b>
Change in Net Assets before Transfers	(5,439,401)	(757,314)	4,558,406	5,584,249	(880,995)	4,826,935
Transfers	<u>(2,095,672)</u>	<u>847,340</u>	<u>2,095,672</u>	<u>(847,340)</u>	<u>-</u>	<u>-</u>
<b>Change in Net Assets</b>	<b>(7,535,073)</b>	<b>90,026</b>	<b>6,654,078</b>	<b>4,736,909</b>	<b>(880,995)</b>	<b>4,826,935</b>
Net Assets - Beginning (restated)	117,618,097	117,274,569	184,695,993	178,864,760	302,314,090	296,139,329
<b>Net Assets - Ending</b>	<b>\$ 110,083,024</b>	<b>\$ 117,364,595</b>	<b>\$ 191,350,071</b>	<b>\$ 183,601,669</b>	<b>\$ 301,433,095</b>	<b>\$ 300,966,264</b>

The following table shows to what extent the City's governmental activities relied on taxes and other general revenue to cover their costs. For 2010, these programs generated \$33,694,918 or 46.3 percent of their total expenses through charges for services and grants. Taxes, other general revenues and fund balance covered the remaining 53.7 percent.

**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

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Ogden City						
Net Cost of Governmental Activities						
Years Ended June 30						
	Program Expenses	Less Program Revenues	Net Program Costs		Program Revenues as a Percentage of Program Expenses	
	2010	2010	2010	2009	2010	2009
<b>Activities</b>						
General Administration	\$ 23,323,641	\$ (15,809,004)	\$ 7,514,637	\$ 9,101,647	67.8%	63.6%
Public Safety	26,262,584	(4,768,035)	21,494,549	22,207,977	18.2%	18.2%
Transportation	5,187,967	(2,708,385)	2,479,582	2,883,984	52.2%	51.8%
Environmental Protection	557,528	(3,383,824)	(2,826,296)	(2,485,495)	606.9%	773.3%
Leisure Opportunities	5,264,019	(340,475)	4,923,544	5,043,602	6.5%	17.9%
Community Development	7,837,498	(6,685,195)	1,152,303	2,002,741	85.3%	59.9%
Interest on Long-term Debt	4,327,042	-	4,327,042	5,246,392	0.0%	0.0%
<b>Total Governmental Activities</b>	<b>\$ 72,760,279</b>	<b>\$ (33,694,918)</b>	<b>\$ 39,065,361</b>	<b>\$ 44,000,848</b>	<b>46.3%</b>	<b>43.6%</b>

**Business-type Activities**

The business-type activities are generating sufficient revenue, before capital contributions and transfers, to cover costs in the water, sewer, and refuse funds. Reduction in net assets occurred in the medical services, BDO property management, airport, golf, dinosaur park and recreation funds. This combined with non-operating transfer and capital contribution activities resulted in an increase in net assets of \$6,654,078 for the combined business activities.

**CAPITAL ASSETS AND LONG-TERM DEBT ADMINISTRATION**

**Capital Assets**

Ogden City added \$15,689,345 in new capital assets during 2010. New additions to buildings and improvements, equipment and land were \$9,870,171, \$4,217,292, and \$552,841, respectively. Overall, construction in progress decreased \$515,615. The City sold or disposed of \$9,937,523 in capital assets, the majority of which was due to the reconveyance of the Intermodal Hub to the Utah Transit Authority. During the year, the BDO Property Management Fund transferred improvements totaling \$680,723 to the general fixed assets.

**Infrastructure**

The City has elected to use the modified-approach for reporting infrastructure. This election allows the City to forego reporting depreciation on infrastructure assets, provided that the City has made a commitment to maintain those particular assets at predetermined condition levels. Detailed information on the City's modified approach for reporting infrastructure is presented in the Required Supplementary Information on page 79.

During the year, there were no significant changes in condition levels of infrastructure assets. For the past five years, the City has been able to maintain infrastructure at a level above its committed level of maintenance of 50% for "Fair or better" condition on Roads and Bridges. Roads and bridges with a rating of "very poor" were below the 15% maximum allowable level for the past 5 years.

**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

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The City spent less than estimated for maintenance of condition levels in the current year. Nevertheless, the City spent more in the current year than any of the previous 4 years showing commitment to maintain quality infrastructure. During fiscal year 2010 the City spent \$4,468,620 on infrastructure compared to a budget estimate of \$6,782,959. More information about capital assets is included in Note 5 on page 59.

**Long-term Debt**

During 2010, the RDA issued the 2009 tax increment refunding bonds to refund the 2005B, 2005C-1 and 2005C-2 tax increment bonds. Note 8 on page 61 provides more information on the City's long-term liability activity for the year. The following table presents changes in Ogden City's long-term obligations in relation to the previous year.

	Ogden City							
	Long-term Liabilities							
	Years Ended June 30,							
	Governmental	Business-type	Activities	Activities	Total	Total		
	2010	2009	2010	2009	2010	2009	2009-2010	
General Obligation Bonds	\$ 13,060,000	\$ 14,795,000	\$ -	\$ -	\$ 13,060,000	\$ 14,795,000	-11.73%	
Lease Revenue Bonds	5,332,000	5,602,000	-	-	5,332,000	5,602,000	-4.82%	
Tax Increment Revenue Bonds	52,945,000	55,505,000	-	-	52,945,000	55,505,000	-4.61%	
Enterprise Revenue Bonds	-	-	57,131,580	58,774,370	57,131,580	58,774,370	-2.80%	
Notes Payable	2,420,000	2,670,000	-	-	2,420,000	2,670,000	-9.36%	
Capital Leases	3,250,892	4,261,658	-	-	3,250,892	4,261,658	-23.72%	
Claims payable	2,776,529	1,987,376	-	-	2,776,529	1,987,376	39.71%	
Compensated Absences	3,108,625	3,214,025	914,652	908,365	4,023,277	4,122,390	-2.40%	
Bond Premium	423,790	501,947	377,044	390,510	800,834	892,457	-10.27%	
Bond Discount	(46,475)	(274,890)	(40,910)	(43,918)	(87,385)	(318,808)	-72.59%	
<b>Total</b>	<b>\$ 83,270,361</b>	<b>\$ 88,262,116</b>	<b>\$ 58,382,366</b>	<b>\$ 60,029,327</b>	<b>\$ 141,652,727</b>	<b>\$ 148,291,443</b>	<b>-4.48%</b>	

**FINANCIAL ANALYSIS OF THE CITY'S FUNDS**

**Fund Balances**

At June 30, 2010, Ogden City's governmental funds reported combined fund balances of \$21,336,192. An amount of, \$14,322,406 is reserved for various purposes such as prepaids, inventory, loans to other funds, land held-for- redevelopment and encumbrances. An amount of, \$2,296,193 is designated for debt service, compensated absences, major and miscellaneous grants and downtown business promotion. The portions of fund balance that are reserved and designated are not available for appropriation for other purposes. The following table presents the City's FY2010 ending fund balances.

Ogden City  
Governmental Fund Balances  
June 30, 2010

	General	Debt	Redevelopment	Nonmajor	
	Fund	Service	Agency	Funds	
Reserved	\$ 4,746,524	\$ -	\$ 7,453,754	\$ 2,122,128	\$ 14,322,406
Unreserved/Designated	1,684,623	114,147	-	497,423	2,296,193
Unreserved/Undesignated	3,036,171	-	(2,813,962)	4,495,384	4,717,593
<b>Total</b>	<b>\$ 9,467,318</b>	<b>\$ 114,147</b>	<b>\$ 4,639,792</b>	<b>\$ 7,114,935</b>	<b>\$ 21,336,192</b>

Percent Change from Prior Year: -15.14% -0.15% 0.52% -13.95% -11.67%

**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

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**General Fund**

During 2010, the fund balance in the General Fund decreased \$1,688,980 or 15.1 percent. Expenditures exceeded revenues, before considering other financing sources and uses, by \$732,423, despite reductions in expenditures compared to the previous year. The shortfall was due primarily to continued shortfalls in revenue due to the lagging economy.

**Debt Service Fund**

The fund balance in the Debt Service Fund decreased \$175 due to a shortage of income compared to debt service requirements. These debts, which consisted of special assessment bonds, were paid off during the year.

**Redevelopment Agency Fund (RDA)**

During the fiscal year, the fund balance in the RDA fund increased \$23,825. Expenditures exceeded revenues, before considering other financing sources and uses, by \$28,560,175 due to the current refunding of the 2005B, 2005C-1 and 2005C-2 bonds totaling \$29,145,000.

**Water Fund**

In the current year, net assets increased \$1,603,290 primarily as a result of the approved rate increases that went into effect during the fiscal year. The BDO property management fund, outside contractors and developers also donated and transferred infrastructure assets totaling \$308,319. Results from operations were in a positive position of \$2,907,851 due primarily to the approved rates changes being charged to customers and reductions in operating expenditures. The City has encouraged several conservation measures be taken by its citizens causing a decrease in water consumption. This action plus the increase costs caused by the limited supply have been offset in the current year by rate increases. Rate increases were also necessary to fund a broad range of improvements, upgrades and expansion of the distribution system.

**Sewer Fund**

Net assets increased \$3,754,212 over the previous year. Results of operations were \$3,073,101. Operations were able to produce net income in the current year due to rate increases above the consumer price index (CPI) approved increases. Rate increases in the sewer fund were necessary to maintain a viable operation and fund a broad range of sewer related infrastructure projects as well as to fund an anticipated increase from Central Weber Sewer. Additionally, the City received a grant of \$684,455 and transferred and donated assets of \$538,001.

**Refuse Fund**

Net assets increased overall by \$595,497. Rate increases in prior years have allowed the fund revenue to keep pace with operating costs. For now, fuel costs have subsided, however, the City's prior year purchase of CNG fueled refuse collection vehicles is significant to try and hedge the risk of future rising fuel prices and also reduce the carbon footprint of the refuse collection system.

**BDO Property Management Fund**

Net assets increased by \$193,641. A major factor that limits the increase each year is the requirement to report non-cash depreciation expense, which in the current year was \$3,980,290. Depreciation is directly associated with the City's investment in capital assets at the facility. Another factor is the emphasis on completion of projects that are using funds that were accumulated under the contract with the Army. This emphasis does not promote maintenance of a specified net asset balance, but rather encourages management to spend the targeted accumulated balance as quickly as possible while still meeting the stated objective for the funds. In addition, the project area transferred infrastructure assets to other funds in the City. The City's share of leasing revenue as well as tax increment received by the City from the RDA increased in line with increased tenant occupancy and the addition of several new facilities.

**Medical Services Fund**

Net assets decreased in the Medical Services Fund by \$145,937. The decrease was due in large part to decreases in collection rates and increased write-offs. Call volume and standard rates increased over the prior year.

**OGDEN CITY, UTAH**  
**MANAGEMENT'S DISCUSSION AND ANALYSIS (UNAUDITED)**  
Year Ended June 30, 2010

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**Nonmajor Governmental Funds**

Ogden City's nonmajor governmental funds show a combined decrease in fund balance of \$1,153,541. This decrease appears to be due to the budgeted use of fund balance in the capital projects fund.

**Nonmajor Enterprise Funds**

The combined change in net assets of the nonmajor enterprise funds shows an increase of \$653,375 from the previous year. This was primarily due to transfers from the general fund to cover losses in the Airport and Golf Course Funds. The Airport fund also received substantial grants for the expansion and improvement of a specified taxiway. Combined results of operations for the airport, golf, dinosaur park and recreation funds were negative \$1,922,590. Depreciation expense accounts for \$1,203,119 of the loss from operations.

**General Fund Budgetary Highlights**

Ogden City prepares its budget according to state statutes. The most significant budgeted fund is the General Fund. The City amended the General Fund budget several times during the year to meet the needs of the departments as issues arose and as additional funding sources became available. The most significant change to the original budget were a \$550,000 reduction in budgeted sales tax revenue due to a change in estimates as the year progressed. Also notable, was a significant change in intergovernmental revenue due to the award and anticipated receipt of American Recovery and Reinvestment grants.

Actual General Fund revenues were \$471,025 or 0.8 percent above the original budget and \$4,069,953 or 6.9 percent below the final budget. Actual expenditures were \$3,050,198 or 5.8 percent above the original budget and \$5,328,394 or 8.7 percent below the final budget. The original budgeted revenues in the general fund anticipated continued decline in sales tax and building permit fee revenues, however, it was not anticipated that the decline would be as steep and as long-lasting. For this reason, the actual results were lower than the original budget. The original budgeted expenditures in the general fund included a budgeted deficit or use of fund balance due to anticipated shortfalls in revenue. The City made all reasonable efforts to minimize the use of fund balance to balance the budget.

**OTHER MATTERS**

**Current and Future Projects**

The City and the Ogden Redevelopment Agency are involved in significant development projects downtown including the targeted creation of 4,000 new jobs and the addition of market rate housing units to support an additional 4,000 residents over the next four years. In addition, there are increased opportunities for jobs in the industrial, retail and service markets. These projects have been effected by the lagging economy, but have not dissolved.

The City has been through the downsizing of defense related activities with the closure of Defense Depot Ogden. However, under the terms of the Base Realignment and Closure Act (BRAC), the former Defense Depot Ogden was transferred to City ownership. Significant improvements have been completed and are still underway at the now named Business Depot Ogden (BDO). Under a master lease agreement with a property management and development company, the City is working to redevelop this significant community asset into the premier new business and industrial park in Utah. Marketing efforts have been well received with several local and nationally affiliated businesses relocating to BDO.

Other matters are addressed in the transmittal letter beginning on page 4 of this document.

**REQUESTS FOR INFORMATION**

This financial report is designed to provide our citizens, taxpayers, and creditors with a general overview of Ogden City's finances and to demonstrate the City's accountability for the money it receives. Questions concerning any of the information in this report or any other matters related to the City's finances should be addressed to the Ogden City Comptroller, 2549 Washington Blvd., Ogden, Utah, 84401.

# Basic Financial Section



**OGDEN CITY CORPORATION**  
**STATEMENT OF NET ASSETS**  
**June 30, 2010**

	<b>Governmental Activities</b>	<b>Business-type Activities</b>	<b>Total</b>
<b>ASSETS</b>			
Current assets			
Cash and investments	\$ 16,731,918	\$ 16,940,510	\$ 33,672,428
Receivables (net of allowance for uncollectibles):			
Accounts	2,482,489	6,320,024	8,802,513
Taxes	20,926,440	-	20,926,440
Special assessments	265,011	-	265,011
Prepaid items	425,080	406,708	831,788
Inventory, at cost	1,082,591	123,112	1,205,703
Internal balances	1,242,434	(1,242,434)	-
Total current assets	<u>43,155,963</u>	<u>22,547,920</u>	<u>65,703,883</u>
Noncurrent assets			
Restricted assets:			
Cash	404,210	269,019	673,229
Accounts receivable	79,629	-	79,629
Interest receivable	21,491	-	21,491
Grant loans	12,729,922	-	12,729,922
Investments	1,835,723	32,009,952	33,845,675
Total restricted assets	<u>15,070,975</u>	<u>32,278,971</u>	<u>47,349,946</u>
Capital assets:			
Land	19,978,604	36,648,670	56,627,274
Construction-in-progress	2,223,456	18,211,262	20,434,718
Infrastructure	96,264,230	-	96,264,230
Buildings and improvements	109,120,858	214,079,043	323,199,901
Machinery and equipment	24,723,822	1,054,279	25,778,101
Intangibles	23,805	717,658	741,463
Less: accumulated depreciation	(83,137,206)	(74,494,796)	(157,632,002)
Net capital assets	<u>169,197,569</u>	<u>196,216,116</u>	<u>365,413,685</u>
Deferred charges	2,389,904	1,599,107	3,989,011
Land held-for-community development	6,292,400	-	6,292,400
Total noncurrent assets	<u>192,950,848</u>	<u>230,094,194</u>	<u>423,045,042</u>
Total assets	<u>236,106,810</u>	<u>252,642,114</u>	<u>488,748,924</u>
<b>LIABILITIES</b>			
Current liabilities			
Accounts payable	2,015,827	1,045,035	3,060,862
Accrued wages payable	923,391	270,134	1,193,525
Accrued compensated absences	936,978	274,394	1,211,372
Claims payable	790,660	21,036	811,696
Other payables and liabilities	1,563,343	481,023	2,044,366
Lines-of credit	2,047,984	-	2,047,984
Unearned revenue	32,690,751	518,710	33,209,461
Accrued bond interest	376,220	194,580	570,800
Customer deposits	-	379,159	379,159
Other noncurrent liabilities, due within one year	7,206,383	1,621,790	8,828,173
Total current liabilities	<u>48,551,537</u>	<u>4,805,861</u>	<u>53,357,398</u>
Noncurrent liabilities			
Accrued investment derivative losses	3,135,910	-	3,135,910
Due in more than one year	74,336,339	56,486,182	130,822,521
Total liabilities	<u>126,023,786</u>	<u>61,292,043</u>	<u>187,315,829</u>
<b>NET ASSETS</b>			
Investment in general capital assets			
net of related debt	92,749,342	172,332,110	265,081,452
Restricted net assets - expendable:			
Grant and other programs	83,916	-	83,916
Grant loans	12,729,922	-	12,729,922
Debt Service	1,835,723	349,228	2,184,951
Restricted net assets - nonexpendable	421,414	-	421,414
Unrestricted net assets	2,262,707	18,668,733	20,931,440
Total net assets	<u>\$ 110,083,024</u>	<u>\$ 191,350,071</u>	<u>\$ 301,433,095</u>

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

**OGDEN CITY CORPORATION**  
**STATEMENT OF ACTIVITIES**  
**Year Ended June 30, 2010**

Page 1 of 2

Function/Programs	Program Revenues			
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grants and Contributions
<b>Primary government:</b>				
Governmental activities:				
General administration	\$ 23,323,641	\$ 15,809,004	\$ -	\$ -
Public safety	26,262,584	3,251,048	1,516,987	-
Transportation	5,187,967	110,025	-	2,598,360
Environmental protection	557,528	3,383,824	-	-
Leisure opportunities	5,264,019	340,475	-	-
Community development	7,837,498	3,024,362	3,163,399	497,434
Interest on long-term debt	4,327,042	-	-	-
Total governmental activities	<u>72,760,279</u>	<u>25,918,738</u>	<u>4,680,386</u>	<u>3,095,794</u>
Business-type activities:				
Medical services	5,052,084	4,855,855	-	-
Airport	1,744,840	295,622	-	1,096,687
Utilities	21,666,957	25,012,682	-	825,363
Refuse	4,082,848	4,678,149	-	-
Recreation	2,220,201	1,724,684	-	-
Property management	4,215,409	3,599,422	-	-
Total business-type activities	<u>38,982,339</u>	<u>40,166,414</u>	<u>-</u>	<u>1,922,050</u>
Total primary government	<u>\$ 111,742,618</u>	<u>\$ 66,085,152</u>	<u>\$ 4,680,386</u>	<u>\$ 5,017,844</u>

**General revenues:**

Taxes:  
 Property  
 Sales  
 Franchise  
 City Utility  
 Motor vehicle fee-in-lieu  
 Unrestricted investment earnings (loss)  
 Gain (loss) on sale of capital assets

Total general revenues

Transfers

Change in net assets

**Net assets - beginning - restated (See footnote 18)**

**Net assets - ending**

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

## Net (Expense) Revenue and Changes in Net Assets

Primary Government		
Governmental Activities	Business-type Activities	Total
\$ (7,514,637)	\$ -	\$ (7,514,637)
(21,494,549)	-	(21,494,549)
(2,479,582)	-	(2,479,582)
2,826,296	-	2,826,296
(4,923,544)	-	(4,923,544)
(1,152,303)	-	(1,152,303)
(4,327,042)	-	(4,327,042)
<u>(39,065,361)</u>	<u>-</u>	<u>(39,065,361)</u>
- (196,229)	(196,229)	(196,229)
- (352,531)	(352,531)	(352,531)
- 4,171,088	4,171,088	4,171,088
- 595,301	595,301	595,301
- (495,517)	(495,517)	(495,517)
- (615,987)	(615,987)	(615,987)
<u>- 3,106,125</u>	<u>3,106,125</u>	<u>3,106,125</u>
<u>(39,065,361)</u>	<u>3,106,125</u>	<u>(35,959,236)</u>
21,591,177	-	21,591,177
11,838,729	-	11,838,729
7,549,968	-	7,549,968
454,548	-	454,548
805,792	-	805,792
(2,876,262)	557,165	(2,319,097)
(5,737,992)	895,116	(4,842,876)
<u>33,625,960</u>	<u>1,452,281</u>	<u>35,078,241</u>
<u>(2,095,672)</u>	<u>2,095,672</u>	<u>-</u>
<u>31,530,288</u>	<u>3,547,953</u>	<u>35,078,241</u>
<u>(7,535,073)</u>	<u>6,654,078</u>	<u>(880,995)</u>
<u>117,618,097</u>	<u>184,695,993</u>	<u>302,314,090</u>
<b>\$ 110,083,024</b>	<b>\$ 191,350,071</b>	<b>\$ 301,433,095</b>

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# **Governmental Fund Financial Statements**

## **General Fund**

To account for resources traditionally associated with governments which are not required to be accounted for in another fund.

## **Debt Service**

Debt service funds are used to account for the accumulation of resources for, and the payment of, general long-term debt principal, interest, and related costs.

## **Redevelopment Agency**

A special revenue fund used to account for the specific revenues that are legally restricted to expenditures for the City's redevelopment activities, including payment of redevelopment agency debt.

## **Nonmajor Governmental Funds**

Nonmajor governmental funds are presented beginning on page 81.

**OGDEN CITY CORPORATION  
BALANCE SHEET  
GOVERNMENTAL FUNDS  
June 30, 2010**

Page 1 of 2

	<u>General</u>	<u>Debt Service</u>	<u>Special Revenue Redevelopment Agency</u>
<b>ASSETS</b>			
Cash and investments	\$ 5,798,690	\$ -	\$ 3,085,507
Due from other funds	187,966	-	-
Receivables (net of allowance for uncollectibles):			
Accounts	1,888,109	-	1,477
Taxes	10,847,937	-	10,078,503
Special assessments	-	142,234	-
Loans to other funds	2,897,707	-	-
Inventory, at cost	41,222	-	-
Restricted assets:			
Cash	401,434	-	2,776
Interest receivable	-	-	-
Prepaid items	40,000	-	-
Investments / grant loans	12,729,922	-	812,080
Loans to other funds, net of allowance	1,700,000	-	346,498
Other assets - land held for redevelopment	-	-	6,292,400
<b>Total assets</b>	<b>\$ 36,532,987</b>	<b>\$ 142,234</b>	<b>\$ 20,619,241</b>
<b>LIABILITIES</b>			
Due to other funds	\$ -	\$ 28,087	\$ -
Accounts payable	1,106,089	-	491,137
Accrued wages payable	850,355	-	-
Other payables and liabilities	1,533,463	-	594
Loans from other funds	346,498	-	3,700,000
Short-term notes payable	338,769	-	1,709,215
Deferred revenue	22,890,495	-	10,078,503
<b>Total liabilities</b>	<b>27,065,669</b>	<b>28,087</b>	<b>15,979,449</b>
<b>FUND BALANCE</b>			
Reserved fund balance:			
Reserved - restricted cash and investments	175,969	-	814,856
Reserved - encumbrances	2,532,975	-	-
Reserved - prepaid items	40,000	-	-
Reserved - inventory	47,580	-	-
Reserved - loans to other funds	1,700,000	-	346,498
Reserved - loan program	250,000	-	-
Reserved - land held for redevelopment	-	-	6,292,400
Unreserved, designated for:			
Designated - debt service	-	114,147	-
Designated - special revenue fund - debt service	-	-	-
Designated - accrued compensated absences	884,022	-	-
Designated - special revenue fund - downtown business promotion	-	-	-
Designated - downtown business promotion	198,400	-	-
Designated - major and misc. grant activities	602,201	-	-
Unreserved, undesignated reported in:			
Capital projects fund	-	-	-
Special revenue funds	-	-	(2,813,962)
General fund	3,036,171	-	-
<b>Total fund balances</b>	<b>9,467,318</b>	<b>114,147</b>	<b>4,639,792</b>
<b>Total liabilities and fund balances</b>	<b>\$ 36,532,987</b>	<b>\$ 142,234</b>	<b>\$ 20,619,241</b>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 5,799,879	\$ 14,684,076
-	187,966
242,154	2,131,740
-	20,926,440
122,777	265,011
-	2,897,707
87,126	128,348
-	404,210
21,491	21,491
-	40,000
1,023,643	14,565,645
184,848	2,231,346
-	6,292,400
<u>\$ 7,481,918</u>	<u>\$ 64,776,380</u>
\$ -	\$ 28,087
190,369	1,787,595
-	850,355
4,861	1,538,918
-	4,046,498
-	2,047,984
<u>171,753</u>	<u>33,140,751</u>
<u>366,983</u>	<u>43,440,188</u>
1,023,643	2,014,468
589,055	3,122,030
-	40,000
89,150	136,730
184,848	2,231,346
-	250,000
-	6,292,400
-	114,147
215,000	215,000
-	884,022
282,423	282,423
-	198,400
-	602,201
3,098,557	3,098,557
1,632,259	(1,181,703)
-	3,036,171
<u>7,114,935</u>	<u>21,336,192</u>
<u>\$ 7,481,918</u>	<u>\$ 64,776,380</u>

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**OGDEN CITY CORPORATION**  
**Reconciliation of the Balance Sheet - Governmental Funds**  
**to the Statement of Net Assets**  
**June 30, 2010**

**Total Fund Balances - Governmental Funds** \$ 21,336,192

Amounts reported for governmental activities in the Statement of Net Assets are different because:

Capital assets in governmental activities are not financial resources and therefore are not reported in governmental funds. These assets consist of the following (excluding internal service fund activity):

Land	\$ 19,969,605
Infrastructure	96,264,230
Other capital assets	111,945,865
Accumulated depreciation	<u>(65,597,971)</u> 162,581,729

Bond issuance costs are assets that are reported for governmental activities, but not in the governmental funds as they are considered to be long-term and amortized over the life of the associated liabilities.

2,389,902

Certain liabilities, including those related to investment derivatives, are not liquidated with current financial resources and thus are not recorded in the fund statements.

(3,512,130)

Management uses internal service funds to charge the costs of certain activities to individual funds. The assets and liabilities of the internal service funds are reported with governmental activities in the Statement of Net Assets.

3,903,746

Property taxes levied for the current or prior periods that are estimated to be collectible after year end, but are not available by definition to pay for the current period's expenditures are reported as unearned revenue in the funds.

450,000

Some liabilities are not due and payable in the current year and therefore are not reported in the governmental funds. These liabilities and related costs consist of the following (excluding internal service fund activity):

Long-term debt, governmental activities (footnote 8)	(83,270,360)
Compensated absences, governmental activities (footnote 8)	3,108,625
Capital leases, internal service funds	3,250,892
Claims payable, internal service funds	<u>2,776,530</u>
	<u>(74,134,313)</u>
Compensated absences, governmental activities (footnote 8)	(3,108,625)
Compensated absences, internal service funds	<u>176,522</u>
	<u>(2,932,103)</u> <u>(77,066,416)</u>
<b>Net Assets of Governmental Activities</b>	<b>\$ 110,083,024</b>

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

**OGDEN CITY CORPORATION**  
**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN**  
**FUND BALANCES - GOVERNMENTAL FUND**  
**Year Ended June 30, 2010**

Page 1 of 2

	<u>General</u>	<u>Debt Service</u>	<u>Special Revenue Redevelopment Agency</u>
<b>REVENUES:</b>			
Taxes and special assessments	\$ 33,871,436	\$ 35	\$ 11,129,451
Licenses and permits	2,023,309	-	-
Intergovernmental	6,985,697	-	-
Charges for services	6,789,028	-	694,800
Fines and forfeitures	2,339,788	-	-
Miscellaneous	1,144,697	-	158,973
Outside donations	27,602	-	-
Interest	152,238	-	31,840
Sale of property	1,428,605	-	17,726
<b>Total revenues</b>	<b>54,762,400</b>	<b>35</b>	<b>12,032,790</b>
<b>EXPENDITURES:</b>			
Current:			
Mayor	431,006	-	-
City council	735,459	-	-
Management services	4,115,384	-	-
Circuit court	66,709	-	-
Corporate counsel	1,007,730	-	-
Non-departmental	4,760,803	-	-
Police	16,448,740	-	-
Fire	6,862,720	-	-
Public services	10,018,882	-	-
Community and economic development	8,569,653	-	3,844,029
Debt service:			
Principal	1,885,000	-	3,860,000
Interest and fiscal charges	592,737	210	3,743,936
<b>Total expenditures</b>	<b>55,494,823</b>	<b>210</b>	<b>11,447,965</b>
Excess (deficiency) of revenues over expenditures	<b>(732,423)</b>	<b>(175)</b>	<b>584,825</b>
<b>OTHER FINANCING SOURCES (USES):</b>			
Issuance of debt	-	-	30,345,000
Refunded bonds redeemed	-	-	(29,145,000)
Transfers in	914,937	-	5,681,836
Transfers out	(1,871,494)	-	(7,442,836)
<b>Total other financing sources (uses)</b>	<b>(956,557)</b>	<b>-</b>	<b>(561,000)</b>
Net change in fund balances	(1,688,980)	(175)	23,825
<b>Fund balance at beginning of year, restated</b>	<b>11,156,298</b>	<b>114,322</b>	<b>4,615,967</b>
<b>Fund balance at end of year</b>	<b>\$ 9,467,318</b>	<b>\$ 114,147</b>	<b>\$ 4,639,792</b>

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

Non-Major Governmental Funds	Total Governmental Funds
\$ 248,564	\$ 45,249,486
-	2,023,309
297,702	7,283,399
604,375	8,088,203
-	2,339,788
511,062	1,814,732
-	27,602
68,274	252,352
-	1,446,331
<u>1,729,977</u>	<u>68,525,202</u>
 - 431,006	 - 735,459
- 4,115,384	- 66,709
- 1,007,730	- 16,448,740
655,401 5,416,204	- 6,862,720
- 16,448,740	11,326,448
1,307,566 156,000	12,569,682
270,000	6,015,000
<u>270,814</u>	<u>4,607,697</u>
<u>2,659,781</u>	<u>69,602,779</u>
<u>(929,804)</u>	<u>(1,077,577)</u>
 - 30,345,000	 - (29,145,000)
691,200 7,287,973	 <u>(914,937)</u> <u>(10,229,267)</u>
<u>(223,737)</u>	<u>(1,741,294)</u>
<u>(1,153,541)</u>	<u>(2,818,871)</u>
<u>8,268,476</u>	<u>24,155,063</u>
<u>\$ 7,114,935</u>	<u>\$ 21,336,192</u>

**OGDEN CITY CORPORATION**  
**Reconciliation of the Statement of Revenues, Expenditures, and Changes in**  
**Fund Balances of Government Funds to the Statement of Activities**  
**Year Ended June 30, 2010**

<b>Net Change in Fund Balances-Total Governmental Funds</b>	<b>\$ (2,818,871)</b>
Amounts reported for governmental activities in the statement of activities are different because:	
Capital outlays are reported as expenditures in the governmental funds. However, in the Statement of Activities, the cost of capital assets is allocated over their estimated useful lives as depreciation expense. In the current year, these amounts were as follows (excluding internal service fund activity):	
Capital outlay	\$ 1,497,788
Depreciation expense	<u>(4,511,123)</u>
	(3,013,335)
Debt proceeds provide current financial resources to governmental funds; however, issuing debt increases long-term liabilities in the Statement of Net Assets. In the current year, proceeds were received from issuing bonds including bond discounts.	
	(30,345,000)
Changes in long term compensated absences are expensed in the governmental funds. However, in the Statement of Activities, changes in long-term compensated absences are applied to long-term debt balances.	
	88,946
Repayment of long-term debt is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the Statement of Activities	
	35,160,000
Revenues recognized in prior periods in the Statement of Activities that first became available as revenue in the governmental funds during the current period must be removed from fund revenue and reflected as an adjustment to government-wide net assets.	
	(375,000)
Property taxes levied for the current or prior periods that are estimated to be collectible after year end, but are not available by definition to pay for the current period's expenditures are reported as unearned revenue in the funds.	
	450,000
Management uses internal service funds to charge the costs of certain activities to individual funds. The net revenue (expense) of the internal service funds is reported with governmental activities	
	712,890
Management reassigned certain infrastructure assets of an enterprise fund to the general fixed assets of the City. Since capital contributions can not be negative, the transaction is treated as a transfer-out in the enterprise fund without a corresponding recipient governmental fund. The transfer-in is recognized in the government-wide statement of activities	
	680,723
Capital contribution of infrastructure assets are made to the City throughout the year by various outside contractors which are not recorded in the governmental funds.	
	140,909
Some expenses reported in the Statement of Activities do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds. These activities consist of the following:	
Change in accrued bond interest	162,248
Accrual of loss on investment derivatives (GASB 53)	(3,135,910)
Loss on disposal of general capital assets	(5,926,095)
Capitalization of bond issuance costs	1,144,718
Amortization of bond premiums, discounts and costs	<u>(461,296)</u>
	(8,216,335)
<b>Change in Net Assets of Governmental Activities</b>	<b><u>\$ (7,535,073)</u></b>

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

# **Proprietary Fund Financial Statements**

## **Water Utility Fund**

To account for the provision of water to City residents and some residents of Weber County. All activities necessary to provide such services are accounted for in this fund including, but not limited to: administration (utility director), operations, maintenance, financing, related debt service, billing and collection.

## **Sewer Utility Fund**

To account for the provision of sewer services to City residents and some residents of Weber County. All activities necessary to provide such services are accounted for in this fund including, but not limited to: operations, maintenance, financing, related debt service, billing and collection.

## **Refuse Utility Fund**

To account for the service of refuse collection and disposal for City residents and some residents of Weber County. All activities necessary to provide such services are accounted for in this fund including, but not limited to: administration, operation, maintenance, billing and collecting.

## **Medical Services Fund**

To account for ambulance and paramedic services provided by the City

## **Business Development Ogden (BDO) Property Management**

To account for revenues and expenditures related to the development of the Business Development Ogden business park formally known as the Defense Depot of Ogden.

## **Nonmajor Enterprise Funds**

Nonmajor enterprise funds are presented beginning on page 91.

## **Governmental Activities - Internal Service Funds**

These funds account for certain activities that are charged to the other departments on a cost-reimbursement basis. These funds are presented beginning on page 98.

**OGDEN CITY CORPORATION**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2010**

Page 1 of 4

	<b>Water</b>	<b>Sewer</b>	<b>Refuse</b>
<b>ASSETS</b>			
Current assets			
Cash	\$ 1,563,904	\$ 7,388,391	\$ -
Accounts receivable (net)	1,405,483	1,772,397	475,343
Inventory, at cost	-	-	-
Prepaid expenses	406,708	-	-
Loans to other funds	-	-	2,000,000
Total current assets	<u>3,376,095</u>	<u>9,160,788</u>	<u>2,475,343</u>
Noncurrent assets			
Deferred charge	1,305,421	293,686	-
Total loans to other funds and deferred charges	<u>1,305,421</u>	<u>293,686</u>	<u>-</u>
Restricted assets:			
Cash	236,225	-	31,799
Employee PC loans receivable	-	-	-
Investments	27,572,066	4,120,266	317,620
Total restricted assets	<u>27,808,291</u>	<u>4,120,266</u>	<u>349,419</u>
Capital assets:			
Land	483,544	1,094,866	502,250
Buildings	2,139,395	-	1,110,983
Improvements	46,107,302	31,941,203	-
Projects under construction	16,693,128	200,603	-
Office furniture	72,484	-	-
Equipment	800,501	5,295	-
Vehicles	-	-	-
Intangibles	717,658	-	-
Total capital assets	<u>67,014,012</u>	<u>33,241,967</u>	<u>1,613,233</u>
Less accumulated depreciation / amortization	<u>(17,765,639)</u>	<u>(7,416,663)</u>	<u>(433,472)</u>
Net capital assets	<u>49,248,373</u>	<u>25,825,304</u>	<u>1,179,761</u>
Total noncurrent assets	<u>78,362,085</u>	<u>30,239,256</u>	<u>1,529,180</u>
Total assets	<u>\$ 81,738,180</u>	<u>\$ 39,400,044</u>	<u>\$ 4,004,523</u>

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

Medical Services	BDO Property Management	Non-Major Enterprise Funds	Total	Total Internal Service
\$ 761,851	\$ 6,723,042	\$ 503,322	\$ 16,940,510	\$ 2,047,842
1,142,132	777,985	746,684	6,320,024	350,749
-	-	123,113	123,113	954,243
-	-	-	406,708	350,749
-	-	-	2,000,000	-
<u>1,903,983</u>	<u>7,501,027</u>	<u>1,373,119</u>	<u>25,790,355</u>	<u>3,703,583</u>
 -	 -	 -	<u>1,599,107</u>	 -
 -	 -	 -	<u>1,599,107</u>	 -
 -	 -	 995	 269,019	 -
 -	 -	 -	 -	 79,629
 -	 -	 -	<u>32,009,952</u>	 -
 -	 -	 995	<u>32,278,971</u>	<u>79,629</u>
 -	 32,591,750	 1,976,260	 36,648,670	 9,000
 -	 100,339,518	 4,865,625	 108,455,521	 1,603,918
 -	 5,461	 27,569,556	 105,623,522	 19,877
 -	 1,042,505	 275,026	 18,211,262	 -
 45,068	 -	 12,841	 85,325	 -
 45,068	 133,979,234	 118,090	 968,954	 10,560,103
 (20,371)	 (32,494,040)	 (16,364,611)	 (74,494,796)	 (17,539,235)
 24,697	 101,485,194	 18,452,787	 196,216,116	 6,615,841
 24,697	 101,485,194	 18,453,782	 230,094,194	 6,695,470
 \$ 1,928,680	 \$ 108,986,221	 \$ 19,826,901	 \$ 255,884,549	 \$ 10,399,053

**OGDEN CITY CORPORATION**  
**STATEMENT OF NET ASSETS**  
**PROPRIETARY FUNDS**  
**June 30, 2010**

Page 3 of 4

	<u>Water</u>	<u>Sewer</u>	<u>Refuse</u>
<b>LIABILITIES AND NET ASSETS</b>			
<b>LIABILITIES:</b>			
Current liabilities			
Due to other funds	\$ -	\$ -	\$ 90,275
Accounts payable	236,376	91,760	118,214
Contracts payable	-	-	-
Retainage payable	-	-	-
Claims payable	-	-	-
Unearned revenue	-	-	-
Accrued wages payable	77,581	29,792	20,155
Accrued compensated absences	97,827	32,199	21,884
Other accrued payables	231,580	249,443	-
Deposits payable	379,159	-	-
Revenue bonds/note payable	954,000	339,000	225,000
Accrued bond interest	112,075	34,476	48,029
<b>Total current liabilities</b>	<b>2,088,598</b>	<b>776,670</b>	<b>523,557</b>
Noncurrent liabilities			
Revenue bonds/note payable	44,313,633	9,813,501	1,615,000
Claims payable	-	-	-
Contracts payable	-	-	-
Compensated absences	228,264	75,131	51,069
Loans from other funds	-	-	-
<b>Total noncurrent liabilities</b>	<b>44,541,897</b>	<b>9,888,632</b>	<b>1,666,069</b>
<b>Total liabilities</b>	<b>46,630,495</b>	<b>10,665,302</b>	<b>2,189,626</b>
<b>NET ASSETS:</b>			
Investment in general capital assets (net of related debt)	31,789,031	19,793,069	1,179,761
Restricted net assets	-	-	349,228
Unrestricted net assets	3,318,654	8,941,673	285,908
<b>Total net assets</b>	<b>\$ 35,107,685</b>	<b>\$ 28,734,742</b>	<b>\$ 1,814,897</b>

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

Medical Services	BDO Property Management	Non-Major Enterprise Funds	Total	Total Internal Service
\$ 15,209	\$ 497,233	\$ 69,604	\$ 159,879	\$ 228,232
-	-	86,244	1,045,036	1,021,384
-	-	21,036	21,036	-
-	-	-	-	790,660
-	-	518,710	518,710	-
88,764	1,309	52,533	270,134	73,036
87,141	-	35,343	274,394	52,956
-	-	-	481,023	24,425
-	-	-	379,159	-
-	103,790	-	1,621,790	-
-	-	-	194,580	-
<u>191,114</u>	<u>602,332</u>	<u>783,470</u>	<u>4,965,741</u>	<u>2,190,693</u>
-	103,790	-	55,845,924	-
-	-	-	-	1,985,870
-	-	-	-	2,229,508
203,328	-	82,466	640,258	123,567
-	-	3,082,555	3,082,555	-
<u>203,328</u>	<u>103,790</u>	<u>3,165,021</u>	<u>59,568,737</u>	<u>4,338,945</u>
<u>394,442</u>	<u>706,122</u>	<u>3,948,491</u>	<u>64,534,478</u>	<u>6,529,638</u>
24,697	101,277,614	18,267,938	172,332,110	3,364,949
-	-	-	349,228	51,440
<u>1,509,541</u>	<u>7,002,485</u>	<u>(2,389,528)</u>	<u>18,668,733</u>	<u>487,357</u>
<u>\$ 1,534,238</u>	<u>\$ 108,280,099</u>	<u>\$ 15,878,410</u>	<u>\$ 191,350,071</u>	<u>\$ 3,903,746</u>

**OGDEN CITY CORPORATION**  
**STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**PROPRIETARY FUNDS**  
**Year Ended June 30, 2010**

Page 1 of 2

	<b>Water</b>	<b>Sewer</b>	<b>Refuse</b>
<b>OPERATING REVENUES:</b>			
Charges for services	\$ 12,056,775	\$ 11,476,606	\$ 4,676,785
Special district taxes	813,415	-	-
Accounting charges	647,575	-	-
Intergovernmental	-	-	-
Miscellaneous income	11,283	7,028	1,364
Total revenue	<u>13,529,048</u>	<u>11,483,634</u>	<u>4,678,149</u>
<b>OPERATING EXPENSES:</b>			
Cost of materials and parts	-	-	-
Personal services:			
Salaries and wages	2,079,606	815,410	557,935
Benefits	921,638	321,232	222,419
Supplies:			
Office supplies	168,872	787	1,272
Operating supplies	425,866	107,799	11,773
Repair and maintenance supplies	42,145	2,441	-
Charges for services:			
Sewer district charges	-	2,619,670	-
Disposal charges	-	-	925,903
Public utility services	459,126	5,360	3,573
Travel and education	7,486	2,627	4,420
Contracted agreements	1,117,184	1,100,806	62,362
Other operating expenses:			
Rental charges	91,304	48,211	47,946
Fiscal charges	2,200,650	1,969,675	983,450
Depreciation / amortization	972,789	570,514	44,422
Data processing and computer equipment	425,563	63,877	28,000
Maintenance and repair	291,120	419,004	146,649
Vehicle operating expenses	390,660	362,177	834,392
Water purchase	987,371	-	-
Claims payments	-	-	-
Miscellaneous	39,817	943	154,271
Total operating expenses	<u>10,621,197</u>	<u>8,410,533</u>	<u>4,028,787</u>
Operating income (loss)	<u>2,907,851</u>	<u>3,073,101</u>	<u>649,362</u>
<b>NON-OPERATING REVENUES (EXPENSES):</b>			
Revenues:			
Interest income	349,426	99,792	196
Grants and donations	-	684,455	-
Gain on sale of assets	31,784	-	-
Expenses:			
Interest expense	(1,994,090)	(641,137)	(54,061)
Total non-operating revenues (expenses)	<u>(1,612,880)</u>	<u>143,110</u>	<u>(53,865)</u>
Capital contributions	<u>56,363</u>	<u>84,545</u>	<u>-</u>
Income before operating transfers	1,351,334	3,300,756	595,497
Transfers in	251,956	453,456	-
Transfers out	-	-	-
Change in net assets	1,603,290	3,754,212	595,497
Net assets, July 1 (restated)	<u>33,504,395</u>	<u>24,980,530</u>	<u>1,219,400</u>
Net assets, June 30	<u>\$ 35,107,685</u>	<u>\$ 28,734,742</u>	<u>\$ 1,814,897</u>

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

Medical Services	BDO Property Management	Non-Major Enterprise Funds	Total	Internal Service Funds
\$ 3,169,508	\$ 3,599,422	\$ 2,006,938	\$ 36,986,034	\$ 12,900,623
-	-	-	813,415	-
-	-	-	647,575	-
1,686,347	-	-	1,686,347	-
-	-	13,368	33,043	2,227,641
<u>4,855,855</u>	<u>3,599,422</u>	<u>2,020,306</u>	<u>40,166,414</u>	<u>15,128,264</u>
-	-	209,902	209,902	2,247,073
2,161,666	36,237	1,072,542	6,723,396	2,086,616
976,252	16,447	266,502	2,724,490	760,638
2,642	-	9,868	183,441	64,943
219,088	-	192,137	956,663	99,678
4,882	-	5,038	54,506	3,720
-	-	-	2,619,670	-
-	-	-	925,903	-
60,317	-	207,671	736,047	1,257,002
17,567	-	9,604	41,704	35,144
455,986	182,435	151,335	3,070,108	2,591,275
6,650	-	5,452	199,563	238
337,500	-	6,900	5,498,175	-
3,241	3,980,290	1,203,119	6,774,375	2,260,611
75,050	-	46,900	639,390	691,028
24,853	-	232,951	1,114,577	104,348
696,253	-	291,264	2,574,746	95,298
-	-	-	987,371	-
-	-	-	-	1,956,225
<u>10,137</u>	<u>-</u>	<u>31,711</u>	<u>236,879</u>	<u>222,324</u>
<u>5,052,084</u>	<u>4,215,409</u>	<u>3,942,896</u>	<u>36,270,906</u>	<u>14,476,161</u>
<u>(196,229)</u>	<u>(615,987)</u>	<u>(1,922,590)</u>	<u>3,895,508</u>	<u>652,103</u>
69,567	33,011	5,173	557,165	7,297
-	-	1,096,687	1,781,142	-
-	863,332	-	895,116	62,774
-	-	(22,145)	(2,711,433)	(174,184)
69,567	896,343	1,079,715	521,990	(104,113)
-	-	-	140,908	-
(126,662)	280,356	(842,875)	4,558,406	547,990
5,844	2,900,000	1,496,750	5,108,006	164,900
(25,119)	(2,986,715)	(500)	(3,012,334)	-
(145,937)	193,641	653,375	6,654,078	712,890
<u>1,680,175</u>	<u>108,086,458</u>	<u>15,225,035</u>	<u>184,695,993</u>	<u>3,190,856</u>
<u>\$ 1,534,238</u>	<u>\$ 108,280,099</u>	<u>\$ 15,878,410</u>	<u>\$ 191,350,071</u>	<u>\$ 3,903,746</u>

**OGDEN CITY CORPORATION**  
**STATEMENT OF CASH FLOWS**  
**PROPRIETARY FUNDS**  
**Year Ended June 30, 2010**

Page 1 of 4

	<b>Water</b>	<b>Sewer</b>	<b>Refuse</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>			
Cash received from customers	\$ 13,761,103	\$ 11,017,299	\$ 4,799,750
Cash received (paid) from (to) other funds	(683,817)	-	(531,002)
Cash payments to suppliers for goods and services	(8,309,615)	(6,519,181)	(3,210,223)
Cash payments to employees for services	(2,985,782)	(1,151,566)	(779,070)
Net cash from operating activities	<u>1,781,889</u>	<u>3,346,552</u>	<u>279,455</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>			
Payments received on interfund loans	-	39,019	-
Transfers in	-	-	-
Transfers out	-	-	-
PC loans paid	-	-	-
Net cash from noncapital financing activities	<u>-</u>	<u>39,019</u>	<u>-</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>			
Acquisition of capital assets	(6,794,125)	(2,034,065)	-
Capital grants	-	684,455	-
Principal paid on revenue bonds	(913,507)	(420,950)	(215,000)
Interest paid on revenue bonds	(2,042,586)	(711,534)	(64,263)
Change in deferred charges	(50,321)	(18,168)	-
Change in interfund loans	-	-	-
Payments on contracts payable	-	-	-
Interest expense on loans	-	-	-
Proceeds from sale of assets	<u>31,784</u>	<u>-</u>	<u>-</u>
Net cash from capital and related financing activities	<u>(9,768,755)</u>	<u>(2,500,262)</u>	<u>(279,263)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>			
Interest on investments	349,426	99,792	196
Change in restricted investments	9,184,389	1,374,078	(192)
Interest expense on cash deficit	-	-	-
Net cash from investing activities	<u>9,533,815</u>	<u>1,473,870</u>	<u>4</u>
Net increase (decrease) in cash equivalents	1,546,949	2,359,179	196
Cash/equivalents at beginning of year	253,180	5,029,212	31,603
Cash/equivalents at end of year	<u>\$ 1,800,129</u>	<u>\$ 7,388,391</u>	<u>\$ 31,799</u>
Cash/equivalents, end of year (unrestricted)	1,563,904	7,388,391	-
Cash/equivalents, end of year (restricted)	236,225	-	31,799
Total cash/equivalents, end of year	<u>\$ 1,800,129</u>	<u>\$ 7,388,391</u>	<u>\$ 31,799</u>

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

Medical Services	BDO Property Management	Non-Major Enterprise Funds	Totals	Internal Service Funds
\$ 6,378,604	\$ 3,504,667	\$ 1,542,069	\$ 41,003,492	\$ 15,275,702
(626,768)	-	(192,092)	(2,033,679)	(2,301,966)
(1,901,635)	282,697	(1,623,914)	(21,281,871)	(9,658,963)
(3,117,643)	(52,594)	(1,336,742)	(9,423,397)	(2,823,823)
<u>732,558</u>	<u>3,734,770</u>	<u>(1,610,679)</u>	<u>8,264,545</u>	<u>490,950</u>
5,844	2,900,000	1,496,750	39,019	-
(25,119)	(2,986,715)	(500)	4,402,594	164,900
-	-	-	(3,012,334)	-
<u>(19,275)</u>	<u>(86,715)</u>	<u>1,496,250</u>	<u>1,429,279</u>	<u>5,823</u>
(21,000)	(952,634)	(1,011,628)	(10,813,452)	(1,435,140)
-	-	1,096,687	1,781,142	-
-	-	-	(1,549,457)	-
-	-	-	(2,818,383)	-
-	-	-	(68,489)	-
-	-	(367,740)	(367,740)	-
-	(103,790)	21,036	(82,754)	(1,010,765)
-	-	-	-	(174,184)
-	863,332	-	895,116	62,774
<u>(21,000)</u>	<u>(193,092)</u>	<u>(261,645)</u>	<u>(13,024,017)</u>	<u>(2,557,315)</u>
69,568	33,011	5,171	557,164	7,297
-	-	-	10,558,275	-
-	-	(22,145)	(22,145)	-
<u>69,568</u>	<u>33,011</u>	<u>(16,974)</u>	<u>11,093,294</u>	<u>7,297</u>
761,851	3,487,974	(393,048)	7,763,101	(1,888,345)
-	3,235,068	897,365	9,446,428	3,936,087
<u>\$ 761,851</u>	<u>\$ 6,723,042</u>	<u>\$ 504,317</u>	<u>\$ 17,209,529</u>	<u>\$ 2,047,742</u>
761,851	6,723,042	503,322	16,940,510	2,047,842
-	-	995	269,019	-
<u>\$ 761,851</u>	<u>\$ 6,723,042</u>	<u>\$ 504,317</u>	<u>\$ 17,209,529</u>	<u>\$ 2,047,842</u>

**OGDEN CITY CORPORATION  
STATEMENT OF CASH FLOWS  
PROPRIETARY FUNDS  
Year Ended June 30, 2010**

Page 3 of 4

**RECONCILIATION OF OPERATING INCOME (LOSS) TO NET CASH  
PROVIDED BY OPERATING ACTIVITIES:**

	<b>Water</b>	<b>Sewer</b>	<b>Refuse</b>
Operating income (loss)	\$ 2,907,851	\$ 3,073,101	\$ 649,362
Reconciliation adjustments:			
Depreciation	972,789	570,514	44,422
Changes in assets and liabilities:			
Change in accounts receivable	232,055	(466,335)	121,601
Change in inventory	-	-	-
Change in prepaid expenses	64,555	-	-
Change in due to other funds	(683,817)	-	(531,002)
Change in accounts payable	(1,427,289)	5,521	(6,212)
Change in deposits payable	18,826	-	-
Change in unearned revenue	-	-	-
Change in other accrued liabilities	(318,543)	178,675	-
Change in wages payable and compensated absences	15,462	(14,924)	1,284
Total adjustments	<u>(1,125,962)</u>	<u>273,451</u>	<u>(369,907)</u>
Net cash provided by operating activities	<u>\$ 1,781,889</u>	<u>\$ 3,346,552</u>	<u>\$ 279,455</u>

**NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:**

The Water and Sewer funds recorded capital contributions from outside donors in the amount of \$59,503 and \$89,254, respectively.

The Water and Sewer funds recorded capital contributions from Business Depot Ogden in the amount of \$251,956 and \$453,456, respectively.

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

Medical Services	BDO Property Management	Non-Major Enterprise Funds	Totals	Internal Service Funds
\$ (196,229)	\$ (615,987)	\$ (1,922,590)	\$ 3,895,508	\$ 652,103
3,241	3,980,290	1,203,119	6,774,375	2,260,611
1,522,749	(94,755)	(478,237)	837,078	147,438
-	-	4,794	4,794	94,396
-	-	-	64,555	(6,667)
(626,768)	-	(192,092)	(2,033,679)	(2,301,966)
9,290	465,132	(215,229)	(1,168,787)	(1,167,549)
-	-	-	18,826	-
-	-	(12,746)	(12,746)	-
-	-	-	(139,868)	789,153
20,275	90	2,302	24,489	23,431
928,787	4,350,757	311,911	4,369,037	(161,153)
<u>\$ 732,558</u>	<u>\$ 3,734,770</u>	<u>\$ (1,610,679)</u>	<u>\$ 8,264,545</u>	<u>\$ 490,950</u>

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES**

The accounting policies of the City of Ogden conform in all material respects to generally accepted accounting principles (GAAP) as applicable to governments. The City has adopted the provisions of the Governmental Accounting Standards Board (GASB). Preparation of the financial statements in conformity with GAAP requires management to make estimates and assumptions that affect the reported amounts and disclosures in the financial statements.

The following is a summary of the more significant policies and is presented to assist the reader in interpreting the financial statements and other data in this report. These policies, as presented, should be viewed as an integral part of the accompanying financial statements.

**A. Reporting Entity**

Ogden City Corporation was incorporated February 6, 1851 by the General Assembly of the State of Deseret. Ogden became a home rule charter city on June 29, 1851. The City operates under a Mayor-Council form of government and provides the following services as authorized by its charter: police and fire protection, planning and engineering, code enforcement, street maintenance, traffic control, parks operation and maintenance, recreation services, community development, general administrative services, water, sewer and solid waste services and airport services.

The criteria set forth by generally accepted accounting principles (GAAP) was used to determine which entities to include in this report. GASB Concepts Statement-1 (Objectives of Financial Reporting) concludes that the basic foundation for governmental financial reporting is accountability. The Concepts Statement asserts that accountability requires governments to answer to the citizenry - to justify the raising of public resources and the purposes for which they are used. In turn, the concept of accountability becomes the basis for defining the financial reporting entity. Under GASB-14 (The Financial Reporting Entity) the financial reporting entity consists of the following:

- A. The primary government
- B. Organizations for which the primary government is financially accountable
- C. Other organizations that, because of the nature and significance of their relationship with the primary government, exclusion from the reporting entity would render the financial statements misleading or incomplete

Blended component units, although legally separate entities, are in substance part of the government's operations. They are reported as part of the primary government and blended with the appropriate funds.

The accompanying financial statements include all activities of the City and Ogden Redevelopment Agency (RDA). The RDA was included because the separate governing bodies of both entities are comprised of the same individuals and the City is financially accountable for the RDA.

The financial statements also include activities of the Ogden Municipal Building Authority. The Building Authority governing body is comprised of the same individuals as the City Council and was created to purchase condominium space in the office building that houses most city administrative departments as well as the City Council. Revenue comes from a lease with the City.

Both the Ogden Redevelopment Agency and the Ogden Municipal Building Authority are included in the accompanying financial statements as blended component units.

**B. Government-wide and Fund Financial Statements**

The City's basic financial statements consist of both government-wide statements and fund statements. The government-wide statements focus on the City as a whole, while the fund statements focus on individual funds.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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***Government-wide Financial Statements***

The government-wide statements present information on all activities of the primary government. Primary government activities are distinguished between *governmental* and *business-type* activities. Governmental activities generally are financed through taxes, intergovernmental revenues, and other non-exchange revenues. Business-type activities are financed in whole or in part by fees charged to external parties for goods or services. The effects of interfund activity have been eliminated from the government-wide statements except for the residual amounts due between governmental and business-type activities.

The *Statement of Net Assets* presents the City's assets and liabilities, with the difference reported as net assets. Net assets are restricted when constraints placed upon them are either externally imposed or are imposed by constitutional provisions or enabling legislation. The *Statement of Activities* demonstrates the degree to which the direct expenses of a given function or segment are offset by program revenues. Direct expenses are those that are clearly identifiable within a specific function. The City does not allocate general government (indirect) expenses to other functions. 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; and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function. Taxes and other revenues not meeting the definition of program revenues are reported as general revenues.

***Fund Financial Statements***

The financial transactions of the City are recorded in individual funds. A fund is a separate accounting entity with a self-balancing set of accounts. Fund accounting is used to demonstrate legal compliance and to aid financial management by segregating transactions related to certain government functions or activities. Separate statements are provided for *governmental* and *proprietary funds*. For governmental and proprietary funds, the emphasis is on *major funds*, with each displayed in a separate column.

The City reports the following major governmental funds:

- **General Fund** - This fund is the principal operating fund of the City. It is used to account for all financial resources not required to be accounted for in another fund.
- **Debt Service Fund** - This fund accounts for the accumulation of resources for payment of principal, interest, and related costs on the City's general long-term debt.
- **Ogden Redevelopment Agency Fund** - This special revenue fund accounts for the agency's redevelopment activities. The Ogden Redevelopment Agency debt is included in this fund.

Ogden City's remaining nonmajor governmental funds account for specific revenue sources that are legally restricted to expenditures for specific purposes. Funds included are the Municipal Building Authority, Union Station, Downtown Special Assessment, and Cemetery Perpetual Care (Special Revenue Funds), the Gomer A. Nicholas Fund, a Permanent Fund, and the Capital Improvement Projects Fund. The nonmajor funds are grouped together in a single column in the basic financial statements and they are displayed individually in the combining statements.

The City reports the following major proprietary funds:

- **Water Utility Fund** - This enterprise fund accounts for activities necessary to provide water services to residents.
- **Sewer Utility Fund** - This enterprise fund accounts for activities necessary to provide sewer services to residents.
- **Medical Services Fund** - This enterprise fund accounts for activities necessary to provide ambulance and paramedic services.
- **BDO Property Management Fund** - This enterprise fund is used to account for operations of the Business Development Ogden project.

**OGDEN CITY, UTAH**  
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- **Refuse Fund** - This enterprise fund accounts for the services of refuse collection and disposal for residents.
- **Internal Service Fund** - These funds account for the financing of services provided by one department or agency to other departments or agencies of the city on a cost reimbursement basis. The City maintains internal service funds for Fleet, Facilities, Electronics and Stores; Information Systems; and Risk Management services. Internal service funds are reported in a single column on the proprietary fund statements and are combined with governmental activities on the government-wide statements. They are also displayed individually in the combining statements.

The City's remaining proprietary funds include Golf Courses, Airport, Dinosaur park and Recreation. These enterprise funds account for their respective business-type activities.

#### **C. Measurement Focus and Basis of Accounting**

The government-wide financial statements are prepared using the economic resources measurement focus and the accrual basis of accounting. Revenues are recorded when earned and expenses are recorded when the related liability is incurred, regardless of the timing of the cash flows. Taxes and fees are recognized in the year in which the related sales or other activity has occurred. Grants and similar items are recognized as revenue when all eligibility requirements have been met.

The proprietary fund statements are also prepared using the economic resources measurement focus and the accrual basis of accounting. Proprietary funds distinguish *operating* revenues and expenses from *nonoperating* items. Operating revenues generally result from exchange transactions associated with the principal activity of the fund. Exchange transactions are those in which each party receives and gives up essentially equal values. Nonoperating items, such as interest expense and investment earnings, result from nonexchange transactions or ancillary activities. For business-type activities and enterprise funds, the City follows all GASB pronouncements and all Financial Accounting Standards Board (FASB) pronouncements issued on or before November 30, 1989 unless those standards conflict with a GASB pronouncement.

The governmental fund financial statements are prepared and reported using the current financial resources measurement focus and the modified accrual basis of accounting. Revenues are recognized when they are both measurable and available. Expenditures are generally recorded when the related liability is incurred. Reconciliations between the government-wide method of reporting governmental net assets and activities and the governmental fund method of reporting are prepared to disclose the items that make up the differences in the two reporting methods.

The following are the City's significant policies related to recognition and reporting of certain revenues and expenditures.

#### ***Property Tax Revenue***

Ad valorem (based on value) property taxes constitute a major source of General Fund revenue. Taxes are levied through the passage of an ordinance in June of each year. The levy is applicable to only one fiscal year. All taxable property is required to be assessed and taxed at a uniform and equal rate on the basis of fair market value. The State Tax Commission is required to assess certain statutorily specified types of property including public utilities and mining property. The County Assessor is required to assess all other types of taxable property, and both entities are required to assess the respective types of property as of January 1, the assessment (lien) date. The County is then required to complete the tax rolls by May 15<sup>th</sup>. By July 21<sup>st</sup>, the County Treasurer is to mail assessed value and tax notices to property owners. Then a taxpayer may petition the County Board of Equalization between August 1<sup>st</sup> and August 15<sup>th</sup> for a revision of the assessed value. Approved changes in assessed value are made by the County Auditor by November 1<sup>st</sup> and on this same date the Auditor is to deliver the completed assessment rolls to the County Treasurer. Tax notices are mailed with a due date of November 30<sup>th</sup>, and delinquent taxes are subject to penalty. Unless delinquent taxes and penalties are paid before January 15<sup>th</sup>, a lien is attached to the property, and the amount of taxes and penalties bear interest from January 1<sup>st</sup> until paid. After five years delinquent taxes have not been paid, the County sells the property at a tax sale. Tax collections are remitted to the City from the County monthly.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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GASB Statement No. 33, Accounting and Financial Reporting for Nonexchange Transactions, defines a nonexchange transaction as one in which, "a government either gives value to another party without directly receiving equal value in exchange or receives value from another party without giving equal value in exchange." For property taxes, at January 1 of each year (the assessment date), the City has the legal right to collect the taxes, and in accordance with the provisions of the statement, has now recorded a receivable and a corresponding deferred revenue for the assessed amount of those property taxes as of January 1, 2010.

***Revenue Availability***

Under the modified accrual basis of accounting, revenues are considered to be "available" when they are collected within the current period or expected to be collected soon enough thereafter to pay liabilities of the current period. Ogden City considers property tax revenues to be available if they are collected within 60 days after the end of the current year. Grants and similar items are recognized as revenue when all eligibility requirements have been met. All other revenues, including sales taxes, are considered to be available if they are collected within 60 days after year-end.

***Expenditure Recognition***

In governmental funds, expenditures are generally recorded when the related liability is incurred. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due. Capital asset acquisitions are reported as expenditures, and proceeds of long-term debt and acquisitions under capital leases are reported as other financing sources. When an expenditure is incurred for purposes for which both restricted and unrestricted resources are available, the City generally uses restricted resources first, then unrestricted resources.

***Program Revenues***

Amounts reported as program revenues include 1) charges to customers or applicants for goods and 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***

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 enterprise funds and internal service funds are the result of charges to customers for sales and services. Operating expenses for enterprise 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.

**D. Assets, Liabilities, and Fund Balances/Net Assets**

The following are the City's significant policies regarding recognition and reporting of certain assets, liabilities, and equity.

***Cash and Cash Equivalents***

Unrestricted and restricted cash balances of all funds are combined to form a pool of cash and investments which is managed by the City Treasurer. Utah State Statutes allow for investments in the Utah Public Treasurer's Investment Fund and Utah Money Management Act (UMMA) approved financial institutions. The UMMA provides for a committee to evaluate financial institutions and provide a list of those qualified as depositories for public funds, including the amount they are authorized to maintain over and above insured amounts. The City Treasurer invests unrestricted cash with the Utah Public Treasurer's Investment Fund and with financial institutions on the approved list. Investments in the pooled cash fund consist primarily of certificates of deposit, repurchase agreements, time deposits, commercial paper and government agency securities and are carried at cost which approximates market value. Interest income earned as a result of pooling is distributed to the appropriate funds based on month end balances of cash and investments. Short term investments that are readily convertible to known amounts of cash and have an original maturity date of three months less are defined as cash equivalents for purposes of the Cash Flow statements.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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***Long-term Investments***

Investments are reported in accordance with GASB Statements 31 and 40. Investments are reported at fair value or amortized cost.

***Investment Derivatives (Interest Rate Swaps)***

The Ogden City Redevelopment Agency (RDA) entered into two Libor-indexed interest rate swaps with JP Morgan Chase Bank, NA (formerly Bear Stearns Capital Markets Inc.) on November 10, 2005 in conjunction with the issuance of its \$8,900,000 RDA Taxable Variable Rate Revenue Bonds Series 2005B and its \$22,400,000 RDA Taxable Variable Rate Bonds Series 2005C-1 and 2005C-2. On September 30, 2009, the Series 2005B, 2005C-1 and 2005C-2 bonds were refunded through a current refunding by issuance of the RDA Taxable Variable Rate Revenue Bonds Series 2009A, 2009B-1 and 2009B-2 bonds. The purpose of the refunding was to establish a new credit facility with Wells Fargo Bank given that the original credit facility and extension thereof had expired. This refunding had no effect on the interest rate swap agreements between the RDA and JP Morgan Chase Bank, NA. The Series 2009A Bonds are paid from lease revenues derived from a commercial lease agreement. The Series 2009B-1 and 2009B-2 bonds are paid with tax increment and lease revenues.

**Objective:** The RDA entered into the Swap Agreements to hedge its exposure to interest rate volatility on the Bonds and to create a synthetic fixed rate for the bonds during the first 10 years of the 2005 Bond financing.

**Notional Amount:** The notional amounts of the swaps as of June 30, 2010 are \$8,295,385 and \$20,219,725 for the 2009A and 2009B-1 and 2009B-2, respectively.

**Fair Value:** As of June 30, 2010 the following mid-market values based upon the market close rate data provided by Bloomberg Financial were: \$8.9M - 100% Libor Swap (\$770,982) and \$22.4M - 100% Libor Swap (\$2,364,927). The City implemented GASB statement 53 as of and for the year ended June 30, 2010. A requirement of the implementation process was to test for hedge effectiveness of the swap agreements. The swap agreements held by the City were determined to be ineffective hedges. Given this determination, the standard requires that the swaps be reported as investment derivatives. The fair value and the changes in the fair value of the investment derivatives are reported as a reduction in unrestricted investment earnings on the statement of activities and as a reduction in cash and investments on the Statement of Net Assets in the amount of \$3,135,909.

**Interest Rate risk:** The Series 2005 Bonds were issued November 29, 2005, which is the same day the Swap became effective and remains in effect with the Series 2009 bonds. The Series 2009A bonds amortize over a 22 year period ending June 1, 2031 and the Series 2009B bonds amortize over an 18 year period ending December 1, 2027. The swap terminates on December 1, 2015. Under terms of the swap agreement, the RDA pays the counterparty (Wells Fargo Bank, NA) a fixed rate of 4.95% on the Series 2009A Bonds and 5.507% on the Series 2009B Bonds on the first business day of January, April, July, and October during the term of the Transaction. The RDA receives a floating rate on the same dates equal to 1 month Libor plus .20% applicable for the same calculation period. At June 30, 2010, the swaps had a negative fair value of \$3,135,909.

**Early Termination Risk:** The RDA has the option to terminate the JP Morgan Chase Swap upon 30 days notice. The amount due with respect to an early termination shall be determined as though the counterparty is the sole affected party and "Market Quotation and Second Method" shall apply. Either party may terminate only upon an "Event of Default" caused by a "Failure to Pay or Deliver" as specified in Section 5 of the International Swaps and Derivatives Association (ISDA) Master Agreement. Any amounts due to the counterparty upon termination are payable from lease payments and tax increment revenue.

***Short-term Interfund Receivables and Payables***

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. These receivables and payables are classified as due from other funds, or due to other funds on the balance sheet. Short-term interfund loans are classified as interfund receivables and payables.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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***Loans to Other Funds***

Non-current portions of long-term interfund loan receivables are reported as loans and are offset equally by a fund balance reserve account which indicates that they do not constitute expendable available financial resources and therefore are not available for appropriation.

***Inventories***

Inventory is valued at cost using the average-cost method, which approximates market. Inventory in the General Fund consists of cemetery lots for sale. The cost of governmental fund type inventories are recorded as expenditures when consumed rather than when purchased. Reported inventories are equally offset by a reserve to fund balance which indicates that they do not constitute available spendable resources even though they are a component of current assets.

***Prepaid Items***

Payments made to vendors for services that will benefit periods beyond June 30, 2010 are recorded as prepaid items.

***Restricted Assets***

Certain proceeds of fund revenue bonds, as well as certain resources set aside for their repayment, are classified as restricted assets because their use is limited by applicable bond covenants and legal requirements.

***Capital Assets***

General capital assets are not capitalized in the funds used to acquire or construct them. Instead, capital acquisition and construction are reflected as expenditures in governmental funds. Capital assets, with an initial, individual cost of more than \$5,000 are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. All purchased capital assets are valued at cost or estimated historical cost. Donated capital assets are valued at their estimated fair market value on the date received. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend asset lives are not capitalized. Improvements are capitalized and depreciated over the remaining useful lives of the related capital assets, as applicable.

Intangible capital assets consist mainly of computer software, right-of-ways, water rights and water stock. However, they may include any items meeting the definition of intangible capital assets under GASB 51 – Accounting and Financial Reporting for Intangible Assets.

Infrastructure capital assets consisting of roads, bridges, curbs and gutters, streets and sidewalks, drainage systems and lighting systems are capitalized. The City has elected to use the modified-approach for reporting infrastructure. This election allows the City to forego depreciation of networks or subsystems of infrastructure assets, provided that the City has made a commitment to maintain those particular assets at predetermined condition levels. The City has established an asset management system and policy that is adequate for that purpose. Refer to pages 81 and 82 of the required supplementary information regarding the modified-approach.

Capital assets, with the exception of infrastructure, are depreciated. Depreciation of buildings, equipment and vehicles is computed using the straight-line method.

Depreciation of all exhaustible capital assets is charged as an expense in the related program. Accumulated depreciation is reported on the Statement of Net Assets. Depreciation has been provided over the estimated useful lives using the straight-line method. The estimated useful lives are as follows:

Buildings.....	25-50 years
Improvements.....	10-25 years
Equipment.....	3-10 years
Vehicles.....	3-10 years

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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***Compensated Absences - Accumulated Unpaid Vacation, Sick Pay, and Compensation Time***

Accumulated unpaid vacation, sick pay, and other employee benefit amounts are accrued when incurred in proprietary funds (using the accrual basis of accounting). In the governmental funds, only the amount of the benefits that have matured is reported as an expenditure and corresponding liability. The estimated current portion of the accumulated benefits is reported in the fund as a reservation of fund balance. A liability for unused compensated absences is reported in the government-wide Statement of Net Assets.

***Long-term Obligations***

In the government-wide statements and proprietary fund statements, long-term debt and other long-term obligations are reported as liabilities. Bond premiums, discounts, and issuance costs are deferred and amortized over the life of the bonds using the straight-line method, which approximates the effective interest method. Bonds payable are reported net of the applicable bond premium or discount.

In the governmental fund financial statements, bond premiums, discounts, and issuance costs are recognized as expenditures in the current period. Premiums received on debt issuances are reported as other financing sources, while discounts on debt issuances are reported as other financing uses. Issuance costs, whether or not withheld from the actual debt proceeds received, are reported as debt service expenditures. The face amount of debt issued is reported as other financing sources.

***Net Assets/Fund Balances***

The difference between assets and liabilities is reported as *net assets* on the government-wide and proprietary fund statements, and *fund balance* on the governmental fund statements.

In the governmental fund statements, fund balances are classified as reserved or unreserved. Reserves represent those portions of fund balance that are not available for expenditures or are legally segregated for a specific future use. Unreserved fund balances are available for future appropriation, though some portions may be designated to represent management's tentative plans for specific future uses.

Temporarily (expendable) restricted net assets are those assets on which the City or an outside party has imposed a restriction use, however the funds are considered to be expendable.

Permanently (non-expendable) restricted net assets are those assets on which an outside party has imposed a restriction of use, and the funds are not expendable. Net appreciation in the City's permanent fund amounted to \$3,065. The original grantor of the funds specified that any annual increase above the original principal endowment is to be invested in the recreational facilities of the City. Based on the original agreement, City policy allows the appropriation of annual interest earnings as reimbursement to departments that have invested in recreational facilities. Net appreciation is allocated annually, and thus, is not reported in net assets.

**E. Interfund Activity and Balances**

***Government-wide Statements***

In general, eliminations have been made to minimize the double counting of internal activity, including internal service fund type activity. However, interfund services provided and used between different functional categories have not been eliminated in order to avoid distorting the direct costs and program revenues of the applicable functions. Interfund receivables and payables have been eliminated from the Statement of Net Assets, except for the residual amounts due between governmental and business-type activities, which are shown as "internal balances".

***Governmental Fund Statements***

Interfund transactions for goods and services provided and used are reported as revenues and expenditures/expenses in the funds involved. Cash transfers between funds of the City are reported as other financing sources and uses in the governmental fund statements.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 2. DEPOSITS AND INVESTMENTS**

Deposits and investments for Ogden City are governed by the Utah Money Management Act (*Utah Code Annotated*, Title 51, Chapter 7, "the Act") and by rules of the Utah Money Management Council ("the Council"). Following are discussions of the City's exposure to various risks related to its cash management activities.

**A. Custodial Credit Risk**

*Deposits.* Custodial credit risk for deposits is the risk that in the event of a bank failure, the City's deposits may not be recovered. The City's policy for managing custodial credit risk is to adhere to the Act. The Act requires all deposits of City funds to be in a qualified depository, defined as any financial institution whose deposits are insured by an agency of the federal government and which has been certified by the Commissioner of Financial Institutions as meeting the requirements of the Act and adhering to the rules of the Utah Money Management Council. The City's deposits in the bank in excess of the insured amount are uninsured and are not collateralized, nor do state statutes require them to be. The City's deposits at June 30, 2010 were \$23,149,965 of which \$22,899,965 were uninsured and uncollateralized.

*Investments.* Custodial credit risk for investments 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 that are in the possession of an outside party. The City does not have a formal policy for custodial credit risk of investments. The entire \$11,541,257 of the City's investments in government agency securities, corporate bonds, commercial paper, corporate notes and money market funds are uninsured, unregistered, and held by the counterparty's trust department. However, the investments are held in the City's name and therefore are not exposed to custodial credit risk.

**B. Interest Rate Risk**

Interest rate risk is the risk that changes in interest rates of debt investments that will adversely affect the fair value of an investment. The City's policy for limiting interest rate risk is to comply with the Act. The City manages its exposure to declines in fair value by investing mainly in the PTIF and by adhering to the Money Management Act. The Act requires that the remaining term to maturity of investments may not exceed the period of availability of the funds to be invested. The Act further limits the remaining term to maturity of commercial paper to 270 days or less and fixed rate negotiable deposits and corporate obligations to 365 days or less. Maturities of the City's investments are noted in the previous table.

**C. Concentration of Credit Risk**

Concentration of credit risk is the risk of loss attributed to the magnitude of a government's investment in a single issuer. The City's policy to limit this risk is to adhere to the rules of the Money Management Council. The Council rules do not limit the amount of investments a government may make in any one issuer except for Rule 2 regarding certain endowments and funds with a long-term perspective, and Rule 17 which limits investments in a single issuer of commercial paper and corporate obligations to between 5 and 10 percent depending upon the total dollar amount held in the government's portfolio at the time of purchase.

**D. Credit Risk**

Credit risk is the risk that the counterparty to an investment transaction will not fulfill its obligations. The City's policy for limiting the credit risk of investments is to comply with the Act. The Act requires investment transactions to be conducted only through qualified depositories, certified dealers, or directly with issuers of the investment securities. Permitted investments include deposits of qualified depositories; repurchase agreements; commercial paper that is classified as "first-tier" by two nationally recognized statistical rating organizations, one of which must be Moody's Investor Services or Standard & Poors; bankers acceptances; obligations of the U.S. Treasury and U.S. government sponsored enterprises; bonds and notes of political subdivisions of the State of Utah; fixed rate corporate obligations and variable rate securities rated "A" or higher by two nationally recognized statistical rating organizations; and shares in a money market fund as defined in the Act.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
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The City is also authorized to invest in the Utah Public Treasurer's Investment Fund (PTIF), an external pooled investment fund managed by the Utah State Treasurer and subject to the Act and Council requirements. The PTIF is not registered with the SEC as an investment company, and deposits in the PTIF are not insured or otherwise guaranteed by the State of Utah. The PTIF operates and reports to participants on an amortized cost basis. The income, gains, and losses, net of administration fees, of the PTIF are allocated based upon the participants' average daily balances. The fair value of the PTIF investment pool is approximately equal to the value of the pool shares.

Following are the City's cash and investments at June 30, 2010:

<b>Cash deposit and Investment Type</b>	<b>Fair Value</b>	<b>Maturity</b>	<b>Quality Ratings</b>
Cash on deposit **	\$ 1,572,163	n/a	not rated
PTIF Investments	10,458,027	n/a	not rated
Certificates of deposit	11,119,776	n/a	not rated
Trust accounts	33,500,009	n/a	not rated
Corporate notes	5,044,100	270 days*	AA
Money Market Funds	<u>6,497,157</u>	n/a	not rated
<b>Total</b>	<b>\$ <u>68,191,232</u></b>		

\* Weighted-average maturity

\*\* Cash on deposit is equivalent to cash deposited with an insured financial institution.

Cash and investments	\$ 33,672,328
Restricted cash	673,229
Restricted investments	<u>33,845,675</u>
<b>Total</b>	<b>\$ <u>68,191,232</u></b>

The City's investments are diversified in such a manner that no individual investment represents more than 5% of the City's total investments at June 30, 2010. These investments are reported within the General Fund, and Gomer A. Nicholas Permanent Fund

### NOTE 3. RECEIVABLES AND PAYABLES

#### A. Interfund Payables and Receivables:

Due To/From other funds - Cash overdrafts:

Funds which have overdrawn their share of pooled cash show a due to other funds on the balance sheet for the amount of the overdraft. Funds which management selected because of their strong cash position show an offsetting due from other funds on the balance sheet. Funds which had overdrawn their share of pooled cash and the offsetting funds as of June 30, 2010 were as follows:

<b>Receivable Fund</b>	<b>Payable Fund</b>	<b>Amount</b>
General	Refuse	\$ 90,275
General	Golf	69,604
General	Debt Service	<u>28,087</u>
<b>Total</b>		<b>\$ <u>187,966</u></b>

The terms of repayment of the cash overdraft amounts are discussed in footnote 17 – Contingencies.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 3. RECEIVABLES AND PAYABLES, CONTINUED**

**B. Loans To/From Other Funds:**

Funds which have received loans from other funds as of June 30, 2010 were:

<u>Receivable Fund (Due To)</u>	<u>Payable Fund (Due From)</u>	<u>Amount</u>
Redevelopment Agency	General	\$ 346,498
General	Redevelopment Agency	\$ 7,467,160
Allowance for uncollectible advances (see note 3)		(5,767,160)
General	Golf Course	935,469
General	Airport	1,962,238
Cemetery	Golf Course	184,848
Refuse	Redevelopment Agency	2,000,000
Total		\$ 7,129,053

Repayment terms – Interfund Lending Activity :

Redevelopment Agency loan to the General fund : The terms specify that this loan is for affordable housing projects and will be repaid as the associated homes are sold to qualifying homeowners.

General fund to the Golf Courses Fund : The terms and City Council resolution indicate that principal and interest payments are to be budgeted for payment annually.

General fund to the Airport fund : The terms and City Council resolution indicate that principal and interest payments are to be budgeted for payment annually.

Cemetery perpetual care fund loan to Golf Courses fund : Terms of the note indicate that principal and interest payments are to be made from Golf Courses fund excess or by general fund operating transfer to the golf fund.

Refuse fund loan to the Redevelopment Agency fund : Terms of the note indicate that principal and interest are to be paid in full on or before June 30, 2011.

General fund to the Redevelopment Agency : These loans have been reserved for in the general fund to the extent that they are considered collectible. Terms of the loans specify that tax increment revenue from the individually identified project areas is to be used to repay these loans.

Allowance for uncollectible advances

As of June 30, 2010, it was determined that a valuation allowance was necessary regarding the above mentioned General fund to Redevelopment Agency interfund advances. This determination was made based on the anticipated revenues from the payment funding sources. The advances and associated valuation allowance are detailed as follows :

<u>Receivable Fund</u>	<u>Payable Fund</u>	<u>Amount</u>
General	RDA - Central Business District	\$ 1,751,601
General	RDA - 25th Street District	2,698,606
General	RDA - Washington Blvd. District	3,016,953
		7,467,160
Allowance for uncollectible advances		(5,767,160)
		\$ 1,700,000

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 3. RECEIVABLES AND PAYABLES, CONTINUED**

**C. Management Information Services:**

Upon recommendation of the administration, the City Council approved an interest free computer purchase loan program for City employees. \$100,000 was set aside in the MIS (Date Processing) Internal Service Fund as the funding mechanism. The program has strict controls to ensure that quality equipment is purchased and payment is handled automatically through payroll deduction with additional protection for early termination. \$2,000 is the maximum allowed for each employee and as payments are received to replenish the funding for additional purchases, employees on a waiting list are given the opportunity to participate. In addition to the increased morale of City employees, this program benefits the City through increased employee computer literacy.

The Management information Systems Internal Service Fund showed a receivable of \$79,629 at June 30, 2010 for these loans to employees.

**D. Special Assessments Receivable:**

Current.....	\$ 51,622
Delinquent.....	71,155
Deferred.....	-
Total.....	<u><u>122,777</u></u>

**NOTE 4. INTERFUND TRANSFERS**

Transfers between funds occur primarily to finance programs accounted for in one fund with resources collected in other funds in accordance with budgetary authorizations. For Ogden City, the following transfers are as shown:

	Transfers in reported in:							Total Transfers Out
	General Fund	Redevel- opment Agency	BDO Fund	Internal Service Funds	Enterprise Funds	Nonmajor Funds	Gov't Wide Statement of Activities	
<b>Transfers out reported in:</b>								
General Fund	\$ -	\$ -	\$ -	\$ 164,900	\$ 9,844	\$ 1,696,750	\$ -	\$ 1,871,494
Redevelopment Agency	-	4,542,836	2,900,000	-	-	-	-	7,442,836
BDO Property Management	-	1,139,000	-	-	701,412	490,700	655,604	2,986,716
Medical Fund	-	-	-	-	-	-	25,119	25,119
Internal Service Funds	-	-	-	-	-	-	-	-
Nonmajor Funds	<u>914,937</u>	-	-	-	-	500	-	<u>915,437</u>
<b>Total Transfers In</b>	<b><u>\$ 914,937</u></b>	<b><u>\$ 5,681,836</u></b>	<b><u>\$ 2,900,000</u></b>	<b><u>\$ 164,900</u></b>	<b><u>\$ 711,256</u></b>	<b><u>\$ 2,187,950</u></b>	<b><u>\$ 680,723</u></b>	<b><u>\$ 13,241,602</u></b>

Transfers are used to move revenues between funds to finance various programs that the government must account for in other funds in accordance with budgetary authorizations, including amounts provided as subsidies or matching funds for various grants.

During the year ended June 30, 2010, the City made the following non-routine transfers:

Transfer from the BDO Property Management fund and the Medical fund (proprietary funds) to the general government of capital assets were \$655,604 and \$25,119.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 5. CAPITAL ASSETS**

Capital asset activity for the year ended June 30, 2010 was as follows:

	<b>Capital Assets</b>			
	<b>Beginning Balance</b>	<b>Additions</b>	<b>Deletions</b>	<b>Ending Balance</b>
<b>Governmental Activities:</b>				
Capital assets, being depreciated:				
Buildings and Improvements	\$ 116,375,081	\$ 544,395	\$ (7,798,618)	\$ 109,120,858
Equipment	22,897,995	3,927,817	(2,101,990)	24,723,822
Intangibles	-	23,805	-	23,805
<b>Total</b>	<b>139,273,076</b>	<b>4,496,017</b>	<b>(9,900,608)</b>	<b>133,868,485</b>
Less Accumulated Depreciation for:				
Buildings and Improvements	(62,436,104)	(4,327,628)	1,872,523	(64,891,209)
Equipment	(17,903,883)	(2,444,105)	2,101,991	(18,245,997)
Intangibles	-	-	-	-
<b>Total</b>	<b>(80,339,987)</b>	<b>(6,771,733)</b>	<b>3,974,514</b>	<b>(83,137,206)</b>
Capital assets being depreciated, net	58,933,089	(2,275,716)	(5,926,094)	50,731,279
Capital assets, not being depreciated:				
Land	19,739,795	238,809	-	19,978,604
Construction in Progress	4,587,453	17,049	(2,381,046)	2,223,456
Infrastructure	94,762,124	1,502,106	-	96,264,230
<b>Governmental Activity Capital Assets, Net</b>	<b>\$ 178,022,461</b>	<b>\$ (517,752)</b>	<b>\$ (8,307,140)</b>	<b>\$ 169,197,569</b>
<b>Business-type Activities:</b>				
Capital assets, being depreciated:				
Buildings and Improvements	\$ 204,753,267	\$ 9,325,776	\$ -	\$ 214,079,043
Equipment	801,719	289,475	(36,915)	1,054,279
<b>Total</b>	<b>205,554,986</b>	<b>9,615,251</b>	<b>(36,915)</b>	<b>215,133,322</b>
Less Accumulated Depreciation for:				
Buildings and Improvements	(67,343,975)	(6,682,036)	-	(74,026,011)
Equipment	(376,446)	(92,339)	-	(468,785)
<b>Total</b>	<b>(67,720,421)</b>	<b>(6,774,375)</b>	<b>-</b>	<b>(74,494,796)</b>
Capital assets, being depreciated, net	137,834,563	2,840,876	(36,915)	140,638,526
Capital assets, not being depreciated				
Land	36,334,638	314,032	-	36,648,670
Construction-in-process	16,362,880	6,543,830	(4,695,448)	18,211,262
Intangibles	678,913	38,745	-	717,658
<b>Business-type Activities Capital Assets, Net</b>	<b>\$ 191,210,994</b>	<b>\$ 9,737,483</b>	<b>\$ (4,732,363)</b>	<b>\$ 196,216,116</b>

Depreciation expense of governmental activities was charged to functions as follows:

General Administration.....	\$ 1,209,362
Public Safety.....	593,884
Transportation.....	689,940
Environmental Protection.....	14,080
Leisure Opportunities.....	500,754
Community Development.....	1,503,102
Depreciation on capital assets of the City's internal service funds is charged to the various functions based on their usage of assets	2,260,611
<b>Total.....</b>	<b>\$ 6,771,733</b>

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 5. CAPITAL ASSETS, CONTINUED**

The City has active construction projects as of June 30, 2010. At year-end the City's commitments with contractors are as follows:

<b>Project</b>	<b>Expended</b> thru 6/30/10	<b>Remaining</b> <b>Commitment</b>
Airport runway project	\$ 1,187,765	\$ 390,426
Water system projects	9,184,389	27,808,291
Sewer system projects	1,374,078	4,120,266
BDO infrastructure projects	1,095,381	132,119
<b>Totals</b>	<b><u>\$ 12,841,613</u></b>	<b><u>\$ 32,451,102</u></b>

**NOTE 6. LAND HELD FOR COMMUNITY DEVELOPMENT**

As part of the redevelopment of the Central Business District and the Ogden River District, the City has purchased a number of real properties. As of June 30, 2010, the City held \$6,292,400 in property for community development that meets the criteria for the redevelopment district.

**NOTE 7. LEASE COMMITMENTS**

The City has entered into non-cancelable leases for equipment. Leases that in substance are purchases are reported as capital lease obligations. In the government-wide and proprietary fund statements, assets and liabilities resulting from capital leases are recorded at the inception of the lease at either the lower of fair value or the present value of the future minimum lease payments. The principal portion of lease payments reduces the liability, and the interest portion is expensed. In governmental fund statements, both the principal and interest portions of capital lease payments are recorded as expenditures of the applicable governmental function. These lease obligations are shown in the Fleet, Facilities, Electronics and Stores internal service fund.

<b>Year</b>	<b>Governmental</b>		<b>Business-type</b>	<b>Total</b>
	<b>Activities</b>	<b>Activities</b>	<b>Activities</b>	
2011	\$ 1,021,383	\$ -	\$ 1,021,383	
2012	1,391,998	-	1,391,998	
2013	640,246	-	640,246	
2014	572,860	-	572,860	
2015	-	-	-	
Thereafter	-	-	-	
<b>Total</b>	<b>3,626,487</b>	<b>-</b>	<b>3,626,487</b>	
Less amounts representing interest	375,595	-	375,595	
Present value of future minimum lease payments	<u>\$ 3,250,892</u>	<u>\$ -</u>	<u>\$ 3,250,892</u>	
Equipment	\$ 5,120,430	-	-	
Less accumulated depreciation	(1,447,911)	-	-	
<b>Net book value</b>	<b><u>\$ 3,672,519</u></b>	<b><u>\$ -</u></b>	<b><u>\$ -</u></b>	

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 8. LONG-TERM LIABILITIES**

**A. Changes in Long-term Liabilities**

Changes in long-term liabilities for the year ended June 30, 2010 were as follows:

	<b>Long-term Liabilities</b>					Due Within One Year
	<b>Beginning Balance</b>	<b>Additions</b>	<b>Reductions</b>	<b>Ending Balance</b>		
<b>Governmental Activities:</b>						
General Obligation Bonds	\$ 14,795,000	\$ -	\$ 1,735,000	\$ 13,060,000	\$ 1,790,000	
Lease Revenue Bonds	5,602,000	-	270,000	5,332,000	285,000	
Tax Increment Revenue Bonds	55,505,000	30,345,000	32,905,000	52,945,000	3,850,000	
Section 108 Notes	2,670,000	-	250,000	2,420,000	260,000	
Capital leases	4,261,658	-	1,010,766	3,250,892	1,021,383	
Compensated absences	3,214,025	-	105,400	3,108,625	936,978	
Claims payable	1,987,376	789,153	-	2,776,529	790,660	
Unamortized bond premium	501,947	-	78,157	423,790	-	
Unamortized bond discounts	(274,890)	-	(228,415)	(46,475)	-	
<b>Total Governmental Long-term Liabilities</b>	<b>\$ 88,262,116</b>	<b>\$ 31,134,153</b>	<b>\$ 36,125,908</b>	<b>\$ 83,270,361</b>	<b>\$ 8,934,021</b>	
<b>Business-type Activities:</b>						
Revenue Bonds and Notes	\$ 58,774,370	\$ -	\$ 1,642,790	\$ 57,131,580	\$ 1,621,790	
Unamortized discounts	(43,918)	-	(3,008)	(40,910)	-	
Unamortized premium	390,510	-	13,466	377,044	-	
Compensated Absences	908,365	6,287	-	914,652	274,394	
<b>Total Business-type Long-term Liabilities</b>	<b>\$ 60,029,327</b>	<b>\$ 6,287</b>	<b>\$ 1,653,248</b>	<b>\$ 58,382,366</b>	<b>\$ 1,896,184</b>	

The compensated absence liability of governmental activities is liquidated in the General Fund, Enterprise Funds, or Internal Service Funds of the employing department. Governmental funds report only the amount that has matured but has not yet been paid.

Additional information related to these long-term liabilities is found in the following tables including debt service requirements to maturity.

**Current refundings**

The RDA issued \$30,345,000 in Tax Increment Taxable Variable Rate Revenue Refunding Bonds Series 2009A, 2009B-1 and 2009B-2 for a current refunding of Tax Increment Taxable Variable Rate Refunding Bonds Series 2005B, 2005C-1 and 2005C-2. The refunding was undertaken due to expiration of the credit facility (letter-of-credit) securing the bonds. The combined reacquisition price exceeded the combined net carrying amount by \$711,025. This amount is being netted against the new debt and amortized over the life of the new debt. The maturity date of the 2009A bonds is 6 months longer than the original maturity date of the 2005B bonds. The maturity date of the 2009B series bonds is 2 years longer than the original maturity of the 2005C series bonds. The transaction resulted in an estimated economic loss of \$3,005,581 and an estimated increase of \$8,221,175 in future debt service payments.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**B. General Obligation Bonds**

General Obligation Bonds payable at June 30, 2010 consists of the following:

<b>General Obligation Bonds Payable</b>					
	<b>Issue Date</b>	<b>Maturity Date</b>	<b>Interest Rate</b>	<b>Original Amount</b>	<b>Balance June 30, 2010</b>
2003 Refunding Bonds	12/15/03	12/15/11	2.50% to 3.15%	\$ 8,000,000	\$ 3,280,000
2006 Sales Tax Revenue Bonds	03/01/06	03/01/26	5.10% to 6.00%	1,995,000	1,755,000
2009 Refunding Bonds	04/21/09	12/15/15	2.50% to 5.00%	8,125,000	8,025,000
<b>Total General Obligation Bonds Outstanding</b>					<b>\$ 13,060,000</b>

<b>General Obligation Bonds-Debt Service Requirements to Maturity</b>							
<b>Year</b>	<b>2003 Refunding</b>		<b>2006 Sales Tax</b>		<b>2009 Refunding</b>		
	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	<b>Principal</b>	<b>Interest</b>	
2011	\$ 1,615,000	\$ 124,031	\$ 75,000	\$ 89,505	\$ 100,000	\$ 294,750	
2012	1,665,000	77,479	75,000	85,680	100,000	292,000	
2013	-	26,223	80,000	81,855	1,850,000	264,375	
2014	-	-	85,000	77,775	1,900,000	206,750	
2015	-	-	90,000	73,440	2,000,000	125,550	
2016-2020	-	-	525,000	293,250	2,075,000	37,750	
2021-2025	-	-	670,000	145,860	-	-	
2026-2027	-	-	155,000	7,905	-	-	
<b>Total</b>	<b>\$ 3,280,000</b>	<b>\$ 227,733</b>	<b>\$ 1,755,000</b>	<b>\$ 855,270</b>	<b>\$ 8,025,000</b>	<b>\$ 1,221,175</b>	

<b>Year</b>	<b>Total</b>	
	<b>Principal</b>	<b>Interest</b>
2011	\$ 1,790,000	\$ 508,286
2012	1,840,000	455,159
2013	1,930,000	372,453
2014	1,985,000	284,525
2015	2,090,000	198,990
2016-2020	2,600,000	331,000
2021-2025	670,000	145,860
2026-2027	155,000	7,905
<b>Total</b>	<b>\$ 13,060,000</b>	<b>\$ 2,304,178</b>

**C. Lease Revenue Bonds**

Lease Revenue Bonds Payable at June 30, 2010 consists of the following:

<b>Lease Revenue Bonds Payable</b>					
	<b>Issue Date</b>	<b>Maturity Date</b>	<b>Interest Rate</b>	<b>Original Amount</b>	<b>Balance June 30, 2010</b>
Series 2006 refunding	04/04/06	06/15/21	4.35%	\$ 2,865,000	\$ 2,500,000
Series 2007 Stadium	12/11/07	01/15/28	5.08%	3,000,000	2,832,000
<b>Total Lease Revenue Bonds Payable</b>					<b>\$ 5,332,000</b>

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

**C. Lease Revenue Bonds, Continued**

Year	Lease Revenue Bonds-Debt Service Requirements to Maturity					
	Series 2006 Refunding		Series 2007 Stadium		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 185,000	\$ 108,873	\$ 100,000	\$ 141,326	\$ 285,000	\$ 250,199
2012	190,000	103,873	105,000	136,119	295,000	239,992
2013	200,000	93,873	110,000	130,658	310,000	224,531
2014	205,000	88,873	116,000	124,917	321,000	213,790
2015	215,000	78,873	122,000	118,872	337,000	197,745
2016-2020	1,225,000	244,365	709,000	492,377	1,934,000	736,742
2021-2025	280,000	18,873	907,000	288,161	1,187,000	307,034
2026-2030	-	-	663,000	51,638	663,000	51,638
Total	\$ 2,500,000	\$ 737,603	\$ 2,832,000	\$ 1,484,068	\$ 5,332,000	\$ 2,221,671

**D. Tax Increment Revenue Bonds**

Tax Increment Revenue Bonds Payable at June 30, 2010 consists of the following:

	Tax Increment Bonds Payable				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2010
Wall Ave Tax Increment	08/29/02	02/01/19	variable	675,000	535,000
25th Street (Crown Plaza)	09/18/01	02/01/18	variable	\$ 1,610,000	\$ 1,055,000
BDO Tax Increment Series 2001D	12/28/01	12/30/16	4.58%	6,670,000	4,380,000
BDO Tax Increment Series 2002B	01/10/02	12/30/16	4.58%	3,330,000	2,235,000
2005 Series A - Recreation Center	11/01/05	04/01/25	variable	7,280,000	5,865,000
2009 Series A - Rec Center	09/30/09	06/01/31	variable / swap	8,780,000	8,570,000
2009 Series B-1 and B-2 - Rec Center	09/30/09	12/01/27	variable / swap	21,565,000	20,975,000
2006 Series A - West 12th (tax-exempt)	12/20/06	04/01/17	4.43%	3,500,000	3,500,000
2006 Series B - West 12th (taxable)	12/20/06	04/01/12	6.35%	2,500,000	1,070,000
2007 Fairmount District	06/05/07	03/01/18	6.75%	3,300,000	2,075,000
2008 Series A - West 12th	07/08/08	04/01/17	4.75% to 5.25%	3,000,000	2,685,000
Total Tax Increment Revenue Bonds Payable				\$ 52,410,000	

Year	Tax Increment Revenue Bonds-Debt Service Requirements to Maturity						
	Wall Ave Tax Increment			25th Street (Crown Plaza)		BDO Tax Increment Series 2001D	
	Principal	Interest		Principal	Interest	Principal	Interest
2011	\$ 40,000	\$ 7,757		\$ 100,000	\$ 31,650	\$ 550,000	\$ 200,604
2012	45,000	7,177		105,000	28,650	570,000	175,414
2013	50,000	6,525		115,000	25,500	600,000	149,308
2014	55,000	5,800		125,000	22,050	620,000	121,828
2015	60,000	5,002		135,000	18,300	650,000	93,432
2016-2020	285,000	10,729		475,000	29,250	1,390,000	96,180
Total	\$ 535,000	\$ 42,990		\$ 1,055,000	\$ 155,400	\$ 4,380,000	\$ 836,766

**OGDEN CITY, UTAH**  
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**D. Tax Increment Revenue Bonds, Continued**

Year	BDO Tax Increment Series 2002B		Recreation Center 2005 Series A		Recreation Center 2009 Series A	
	Principal	Interest	Principal	Interest	Principal	Interest
	\$ 275,000	\$ 114,500	\$ 475,000	\$ 255,127	\$ 300,000	\$ 266,705
2011	\$ 290,000	\$ 102,363	\$ 505,000	\$ 234,465	\$ 315,000	\$ 257,733
2012	\$ 300,000	\$ 89,768	\$ 490,000	\$ 212,497	\$ 330,000	\$ 243,163
2013	\$ 320,000	\$ 76,486	\$ 550,000	\$ 191,182	\$ 345,000	\$ 232,995
2014	\$ 335,000	\$ 62,746	\$ 575,000	\$ 167,257	\$ 370,000	\$ 212,283
2015	\$ 715,000	\$ 97,554	\$ 1,635,000	\$ 550,709	\$ 1,495,000	\$ 1,453,496
2016-2020	-	-	\$ 1,635,000	\$ 210,756	\$ 1,940,000	\$ 1,122,221
2021-2025	-	-	-	-	\$ 2,785,000	\$ 428,384
2026-2030	-	-	-	-	\$ 690,000	\$ 646,766
2031-2035	-	-	-	-	\$ 8,570,000	\$ 4,863,746
Total	\$ 2,235,000	\$ 543,417	\$ 5,865,000	\$ 1,821,993		
Recreation Center						
2009 B-1 and B-2			West 12th (Tax-exempt)		West 12th (Taxable)	
Year	Principal		2006 Series A		2006 Series B	
	Principal	Interest	Principal	Interest	Principal	Interest
	\$ 895,000	\$ 1,090,328	\$ -	\$ 155,050	\$ 645,000	\$ 67,945
2011	\$ 935,000	\$ 1,046,785	\$ 250,000	\$ 155,050	\$ 425,000	\$ 26,987
2012	\$ 990,000	\$ 999,386	\$ 665,000	\$ 143,975	-	-
2013	\$ 1,045,000	\$ 950,266	\$ 2,585,000	\$ 287,507	-	-
2014	\$ 1,090,000	\$ 898,569	-	-	-	-
2015	\$ 4,955,000	\$ 5,097,257	-	-	-	-
2016-2020	\$ 6,675,000	\$ 3,558,219	-	-	-	-
2021-2025	\$ 4,390,000	\$ 2,887,452	-	-	-	-
Total	\$ 20,975,000	\$ 16,528,262	\$ 3,500,000	\$ 741,582	\$ 1,070,000	\$ 94,932
Fairmount District						
2007 Series			West 12th		Total	
Year	Principal		2008 Series A		Principal	
	Principal	Interest	Principal	Interest	Principal	Interest
	\$ 240,000	\$ 173,812	\$ 330,000	\$ 135,762	\$ 3,850,000	\$ 2,499,240
2011	\$ 255,000	\$ 157,612	\$ 345,000	\$ 120,087	\$ 4,040,000	\$ 2,312,323
2012	\$ 270,000	\$ 140,400	\$ 365,000	\$ 103,699	\$ 4,175,000	\$ 2,114,221
2013	\$ 235,000	\$ 122,175	\$ 380,000	\$ 86,362	\$ 6,260,000	\$ 2,096,651
2014	\$ 250,000	\$ 106,312	\$ 400,000	\$ 66,412	\$ 3,865,000	\$ 1,630,313
2015	\$ 825,000	\$ 214,649	\$ 865,000	\$ 68,774	\$ 12,640,000	\$ 7,618,598
2016-2020	-	-	-	-	\$ 10,250,000	\$ 4,891,196
2021-2025	-	-	-	-	\$ 7,175,000	\$ 3,315,836
2026-2030	-	-	-	-	\$ 690,000	\$ 646,766
2031-2035	-	-	-	-	\$ 52,945,000	\$ 27,125,144
Total	\$ 2,075,000	\$ 914,960	\$ 2,685,000	\$ 581,096		

**Pledged revenues**

The City and RDA have pledged certain revenues to cover debt service payments on the 2005 Series A, 2009A and 2009B bonds. Tax increment revenues from 10 identified RDA districts are pledged for debt service of the 2005 Series A bonds. Lease revenues from Solomon recreation center are pledged for debt service for the 2009 Series A bonds. The 2009 Series B bonds have three revenue sources pledged, which include, tax increment revenue from the CBD RDA district, tax increment from the American can RDA district and City franchise tax.

**OGDEN CITY, UTAH**  
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Year Ended June 30, 2010

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**Swap payments and associated debt**

Using rates as of June 30, 2010, debt service requirements of the Adjustable Rate 2009 Series A, 2009 Series B-1 and 2009 Series B-2 contain provisions for net swap payments. As rates vary, variable-rate bond interest payments and net swap payments will vary. For the year ended June 30, 2010, the net swap payments on the 2005 Series B, 2005 Series C, 2009 Series A and 2009 Series B Bonds were \$62,875, \$184,247, \$143,105 and \$499,543, respectively. These payments, when included with the variable rate of interest, maintain the effective rate of interest being paid by the city at the stated rate.

**E. Section 108**

HUD Section 108 loan for \$1,370,000 was created in fiscal year 1998 to refurbish the Eccles Building located in the heart of the City's downtown district. The balance as of June 30, 2010 is \$620,000. The loan is scheduled to be retired in August of 2012.

HUD Section 108 loan for \$2,000,000 was created in fiscal year 2007 to purchase equipment for the City's new high adventure recreation center. The loan was originally applied for in fiscal year 2005 and the purchase of the loan specified equipment took place in fiscal year 2006 using an advance from the City to the Redevelopment District of the Ogden Redevelopment Agency. As of June 30, 2007, the loan had received final approval by HUD, but had not received final approval by the Mayor nor had the proceeds been received by the City. The City recorded the loan and a receivable and other financing source of revenue in fiscal year 2007 after making the determination that the expenditures should be reported on the fiscal year 2007 schedule of federal awards. Proceeds from the loan were received subsequent to year end. The balance as of June 30, 2010 is \$1,800,000. The loan is scheduled to be retired in August of 2027.

**F. Enterprise Fund Revenue Bonds**

The individual balances of Enterprise Fund Revenue Bonds and notes are listed as follows:

	Enterprise Fund Revenue and Note				
	Issue Date	Maturity Date	Interest Rate	Original Amount	Balance June 30, 2010
Series 2001 Bonds (refuse)	08/29/01	06/15/16	4.90%	\$ 3,300,000	\$ 1,840,000
Series 2008 Storm Sewer Bond	08/08/08	06/15/23	4.88%	2,393,000	2,164,000
Series 2009 Water and Sewer Bond	04/22/09	06/15/24	3.0% to 5.0%	5,585,000	5,330,000
Series 2008 Water and Sewer Bond	06/04/08	06/15/38	2.8% to 5.0%	49,175,000	47,590,000
Note Payable (BDO)	04/22/05	04/22/11	None Contracted	726,530	207,580
<b>Total Bonds and Note Outstanding</b>				<b>\$ 57,131,580</b>	

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

**F. Enterprise Fund Revenue Bonds, Continued**

Year	Refuse 2001		Storm Sewer 2008		Water/Sewer 2009	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 225,000	\$ 90,160	\$ 123,000	\$ 105,603	\$ 300,000	\$ 220,887
2012	235,000	79,135	129,000	99,600	300,000	211,887
2013	250,000	67,620	136,000	93,305	315,000	202,887
2014	260,000	55,370	142,000	86,668	325,000	192,650
2015	270,000	42,630	149,000	79,739	335,000	181,275
2016-2020	600,000	29,400	861,000	282,307	1,905,000	682,075
2021-2025	-	-	624,000	61,877	1,850,000	214,362
2026-2030	-	-	-	-	-	-
<b>Total</b>	<b>\$ 1,840,000</b>	<b>\$ 364,315</b>	<b>\$ 2,164,000</b>	<b>\$ 809,099</b>	<b>\$ 5,330,000</b>	<b>\$ 1,906,023</b>
Year	Water/Sewer 2008		Notes Payable (BDO)		Total	
	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$ 870,000	\$ 2,223,564	\$ 103,790	\$ -	\$ 1,621,790	\$ 2,640,214
2012	895,000	2,199,204	103,790	-	1,662,790	2,589,826
2013	925,000	2,171,906	-	-	1,626,000	2,535,718
2014	960,000	2,134,106	-	-	1,687,000	2,468,794
2015	1,010,000	2,086,906	-	-	1,764,000	2,390,550
2016-2020	5,775,000	9,674,905	-	-	9,141,000	10,668,687
2021-2025	7,390,000	8,095,180	-	-	9,864,000	8,371,419
2026-2030	9,395,000	6,091,780	-	-	9,395,000	6,091,780
2031-2035	11,870,000	3,613,774	-	-	11,870,000	3,613,774
2036-2040	8,500,000	789,863	-	-	8,500,000	789,863
<b>Total</b>	<b>\$ 47,590,000</b>	<b>\$ 39,081,188</b>	<b>\$ 207,580</b>	<b>\$ -</b>	<b>\$ 57,131,580</b>	<b>\$ 42,160,625</b>

**NOTE 9. LINES-OF-CREDIT**

The City maintains a line-of-credit agreement with a financial institution to help fund the activities of the Ogden River Project Tax Increment District. The line is for \$3,000,000, at a rate of 3.25%, and carried a balance of \$1,709,215 as of June 30, 2010. The line-of-credit has a maturity date of June 8, 2011.

During the year the City entered into a line-of-credit agreement with Fannie Mae to help fund activities of the Community Development department and specifically the Housing and Urban Development program known as Asset Control Area. The line-of-credit is for \$1,000,000, at a rate equal to 3-month Libor plus 1.9%, and carried a balance of \$338,769. The line-of-credit has a maturity date of June 24, 2011.

Governmental Activities:	Lines-of-Credit			
	Beginning			Ending
	Balance	Additions	Reductions	Balance
River project	\$ 1,725,066	\$ -	\$ 15,851	\$ 1,709,215
Community development	\$ 254,240	\$ 802,634	\$ 718,105	\$ 338,769
	<b>\$ 1,979,306</b>	<b>\$ 802,634</b>	<b>\$ 733,956</b>	<b>\$ 2,047,984</b>

**NOTE 10. FUND BALANCES**

**A. Reserved**

Ogden City's reserved fund balances represent amounts that are legally restricted for specific purposes by external contracts, bond agreements, encumbrances, prepaids, inventories or city ordinances. The purposes for the reservations are noted on the face of the statements.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**B. Designated**

The City has various designations of unreserved fund balance in certain funds for specific programs or projects. Fund balances are also designated for debt service, compensated absences, conference center and business information center as these amounts are not available for future appropriation or expenditure. Other purposes for the designations are noted on the face of the statements.

**C. Deficits**

At June 30, 2010, the Airport, Golf Courses and the Redevelopment Agency funds had deficit unrestricted net assets or unreserved fund balances of \$1,585,143, \$1,009,477 and \$2,813,962, respectively. The City manages airport finances so that the fund maintains a positive cash balance. The Airport fund may never achieve positive unrestricted net assets because of the flow of capital resources from the Federal government. The City makes annual budgeted transfers to the golf courses fund in order to maintain a positive cash position. These transfers are also expected to eliminate the deficit in unrestricted net assets over time. The Redevelopment Agency currently has debt in the River project tax increment district that will be paid upon the sale of assets held for redevelopment. Payment of this debt will resolve the deficit position of the fund.

**NOTE 11. UNEARNED REVENUE**

Unearned revenues are resource inflows that do not yet meet the criteria for revenue recognition. Deferred amounts are reported as unearned revenue, when assets are recognized prior to the completion of the earnings process for a given transaction. In governmental funds, amounts that are unavailable are reported as unearned revenue until they are available to liquidate liabilities of the current period. Ogden City has unearned revenues as of June 30, 2010 as follows:

**NOTE 12. RETIREMENT PLANS**

**A. Pension Plans**

Ogden City contributes to the Local Government Contributory Retirement System, the Local Government Noncontributory Retirement Systems (collectively, the Systems), all of which are cost-sharing multiple-employer defined benefit pension plans. The Systems are administered by Utah Retirement Systems (URS) under the direction of the URS Board, which consists of the State Treasurer and six members appointed by the governor. URS is established under and governed by Title 49 of *Utah Code Annotated*, 1953, as amended (UCA).

General Fund	\$ 22,890,495
Special Revenue Fund (Redevelopment Agency)	10,078,503
Nonmajor Governmental Funds	<u>171,753</u>
Unearned revenue, governmental funds, balance sheet	33,140,751
Property taxes levied for current and prior periods (delinquent)	<u>(450,000)</u>
Unearned revenue, governmental activities, statement of net assets	<u>\$ 32,690,751</u>
Taxes receivable	\$ 18,494,609
Grant loans receivable	12,677,421
Utility customer account prepayments and overpayments	-
Special assessments receivable	144,268
Prepaid interments	48,820
Grant program income	938,591
Deferred donations	681,852
Miscellaneous	<u>155,190</u>
Total	<u>\$ 33,140,751</u>
Nonmajor enterprise fund, airport prepaid lease	<u>\$ 518,258</u>

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**A. Pension Plans, Continued**

URS publishes an annual financial report that includes financial statements and required supplementary information for all retirement systems and deferred compensation plans administered by it. Copies of the report may be obtained by writing to Utah Retirement Systems, 560 East 200 South, Salt Lake City, Utah 84102; by calling 1-800-365-8772; or by visiting [www.urs.org](http://www.urs.org).

Retirement benefits, as specified by UCA Title 49, cover substantially all employees of the State, public education, and other political subdivisions of the State. Only the State Legislature can modify benefits. The Systems provide pension, death, and disability benefits for employees who meet all eligibility requirements. Employees are eligible for retirement benefits upon attainment of the age specified for their employment classification or a combination of age plus years of service. A brief summary of eligibility, benefits, and contribution rates of the Systems is provided in the table below.

Expenditures or expenses for retirement costs are recorded in the City's funds as contributions are made to the Systems. Contributions made each year were equal to the contributions required by the City's contract with URS. Therefore, the City has no liability for pension obligations.

	<b>Local Government</b>		<b>Public Safety/ Fire Fighter System</b>
	<b>Contributory System</b>	<b>Noncontributory System</b>	
Highest Average Salary.....	Highest 5 years	Highest 3 years	Highest 3 years
Years of Service and Age of Eligibility.....	30 years any age 20 years any age 10 years any age 4 years any age	30 years any age 25 years any age (a) 20 years age 60 (a) 10 years age 62 (a) 4 years age 65	20 years any age 10 years age 60 4 years age 65
Benefit Percent per Year of Service.....	1.10% to June 1967 1.25% to June 1975 2.00% thereafter	2.00% per year	2.50% per year up to 20 years 2.00% per year over 20 years Benefit cannot exceed 70% of final average salary
Annual Cost of Living Adjustment.....	up to 4.00%	up to 4.00%	up to 2.50%
2010 Rates as Percent of Covered Payroll:			
Employer.....	7.65%	11.66%	33.11%
Member.....	6.00%	-	9.68% (b)
Actual City Contributions Made, by year:			
2010.....	\$180,827	\$1,391,849	\$2,300,164
2009.....	198,436	1,387,278	2,265,404
2008.....	214,936	1,366,156	2,195,659
2007.....	205,441	1,288,761	1,962,455
2006.....	193,136	1,211,046	1,608,275

(a) Requires full actuarial reductions

(b) All or part may be paid by the City for the Employee

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**B. Deferred Compensation Plans**

The City participates in a 401(k) Plan and a 457 Plan (collectively, the Plans), both of which are defined contribution plans administered by URS. The Plans are in addition to the retirement benefits outlined above. Voluntary contributions may be made to the Plans subject to URS and Internal Revenue Service limitations. Employees may contribute to both Plans up to maximum percentages allowed by IRS regulations.

Account balances of the Plans are fully vested to the participants at the time of deposit. All assets and income of the Plans are held by URS for the exclusive benefit of the participants and their beneficiaries.

401(k) Plan Contributions		Employee	Employer
2010.....		\$418,818	\$437,549
2009.....		467,074	363,739
2008.....		476,817	312,519
2007.....		483,289	271,589
2006.....		488,455	215,940
457 Plan Contributions		Employee	Employer
2010.....		\$307,563	\$249,483
2009.....		352,417	324,837
2008.....		363,220	366,117
2007.....		316,951	346,719
2006.....		253,602	284,460

**NOTE 13. RISK MANAGEMENT**

The City is exposed to various risks of loss related to torts; theft of, damage to, and destruction of assets; errors and omissions; injuries to employees; and natural disasters. The City purchases commercial insurance through the Utah Risk Management Mutual Association to mitigate the costs of these risks. The City's responsibility extends only to payment of premiums, and deductibles are \$15,000 for general liability and property claims and \$2,500 for auto physical damage. The amount of settlements has not exceeded insurance coverage for the past three years. The City maintains the Risk Management Fund (an internal service fund) to account for the cost of commercial insurance and to finance its risk of losses not covered by insurance. All departments of the City make payments to the Risk Management Fund based on estimates of each department's insurable risks of loss and on amounts needed to pay prior and current-year uninsured claims. Changes in fiscal years 2006 to 2010 were as follows:

Risk Management Fund - Uninsured Claims Liability					
	Beginning of Year Liability	Changes in Estimates	Claim Payments	End of Year Liability	
2006	\$ 559,411	\$ 1,490,108	\$ 681,321	\$ 1,368,198	
2007	1,368,198	301,253	694,006	975,445	
2008	975,445	1,156,958	303,692	1,828,711	
2009	1,828,711	1,103,581	944,915	1,987,377	
2010	1,987,377	1,875,222	1,086,070	2,776,529	

**NOTE 14. LITIGATION AND CONTINGENCIES**

The City records liabilities resulting from claims and legal actions when they become fixed or determinable in amount. The City is currently the defendant in several pending lawsuits. Legal counsel is of the opinion that potential claims against the City resulting from such litigation not covered by insurance do not pose a threat of significant liability to the City. The City has received several federal and state grants for specific purposes that are subject to review and audit by the grantor agencies. Such audits could lead to requests for reimbursements to grantor agencies for expenditures disallowed under the terms of the grant. Based upon prior experience, the City believes such disallowances, if any, will be immaterial.

**OGDEN CITY, UTAH**  
**NOTES TO THE FINANCIAL STATEMENTS**  
Year Ended June 30, 2010

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**NOTE 15. REDEVELOPMENT AGENCY**

The Ogden Redevelopment Agency had the following project areas which collected tax increment monies in the fiscal year ended June 30, 2010:

Fairmont District.....	\$ 931,063
Central Business District Mall.....	1,133,550
South Central Business District.....	41,013
Lincoln Redevelopment.....	184,071
Washington Blvd.....	477,063
Lester Park.....	105,067
Golden Links.....	643
Park Blvd.....	43,122
25th Street.....	608,833
St. Benedict's Manor.....	198,768
Union Gardens.....	14,192
12th Street.....	134,725
BDO.....	4,018,240
American Can .....	389,078
Wall Ave .....	165,151
West 12th Street.....	1,590,420
Hinckley Dr.....	816,952
Hinckley Airport.....	215,487
Ogden River District.....	53,971

Outstanding principal amounts on bonded debt and other debt for the project areas at June 30, 2010:

	<b>Bonded Debt</b>	<b>Other Loans</b>
Central Business District.....	\$ 35,410,000	\$ 1,800,000
Fairmount.....	2,075,000	-
25th Street.....	1,055,000	-
BDO.....	6,615,000	-
Wall Ave.....	535,000	-
West 12th Street.....	7,255,000	

**NOTE 16. LEASE AGREEMENTS**

The City, as landlord, has entered into a master lease agreement with a property management and development company (the Company). Under the terms of the agreement, the Company has leased substantially all of the property known as Business Depot Ogden (BDO). Parcels not subject to the lease have been identified therein. The initial term for such lease is 50 years with rents based on calculations and other stipulations as detailed in the lease agreement. The activities of this lease arrangement are recorded in the BDO Property Management Enterprise fund of the City along with other City activities at the BDO facility. The original estimated value of the leased facilities was \$99,387,500, with a carrying value of \$67,845,860.

In addition, the City, as landlord, has entered into various tract leases with the Company at the Business Depot Ogden Project. The initial term for such leases is 40 years with rents based on a percentage of net operating revenue. The income generated from these lease arrangements is recorded in the BDO Property Management Enterprise fund of the City along with other City activities at the BDO facility. An estimate of the value of the tract lease parcels and their carrying value has not been determined. The value of the tracts is not a factor in the lease payment calculation.

**OGDEN CITY, UTAH**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
Year Ended June 30, 2010

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**NOTE 16. LEASE AGREEMENTS, CONTINUED**

The Redevelopment Agency, as landlord, has entered into a commercial lease agreement with a health and fitness company (the Company). Under the terms of the agreement, the Company has leased substantially all of the property known as the Solomon Center. The initial term of the lease is for 20 years with two five year renewal options. According to the agreement the future minimum lease payments are \$694,800 annually for a total of \$13,896,000 over the initial term. The original cost of the assets was \$23,000,000, with a carrying amount of \$21,157,216.

**NOTE 17. CONTINGENCIES**

As shown in the accompanying financial statements, the City incurred a deficiency of expenditures over revenues of \$2,818,871 for the year in the Governmental Funds. These deficits are the results of past and present activity related to the general, debt service and redevelopment of the City. Management has made reductions in the fiscal year 2010 budget to compensate for general fund shortages. Management considers redevelopment deficits to be an investment in the City's needed revitalization development. Management also believes tax increment payments and the related tax increment financing should eliminate this deficit over the next few years. The City will likewise benefit from additional taxes and other revenue sources from this investment.

As of June 30, 2010, it was determined that negative cash balances being carried by the Refuse, Golf and Debt Service funds are recoverable under the current operating arrangement.

**NOTE 18. RESTATEMENT OF NET ASSETS AND FUND BALANCES**

Certain amounts reported in the prior period, June 30, 2009, were improperly reported causing a restatement of beginning fund balances and net assets in the current period. These errors occurred in the following areas:

	<u>Enterprise Funds /</u>	
	<u>Governmental-Type</u>	<u>Business-Type</u>
	<u>Activities</u>	<u>Activities</u>
Record net capital assets purchased in prior years	\$ 290,327	\$ 1,094,324
Record revenue deferral associated with prior year	(36,825)	-
	<u><u>\$ 253,502</u></u>	<u><u>\$ 1,094,324</u></u>

The following details identify the specific causes for the restatement of beginning fund balances and net assets:

Record capital assets purchased in prior years – during our review of capital assets, as part of a continued reconciliation of the conversion to a new capital assets program, it was determined that certain capital assets had not been previously recorded.

Record revenue deferral associated with prior years - we recorded revenue in the prior year that, upon further review and according to the reports submitted to HUD, should have been deferred.

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# Required Supplementary Information





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**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**GENERAL FUND**  
**Year Ended June 30, 2010**

Page 1 of 2

	<b>Budgetary Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Taxes				
Property	\$ 9,718,425	\$ 9,718,425	\$ 9,763,127	\$ 44,702
Sales	12,925,000	12,375,000	12,293,276	(81,724)
Franchise	7,800,000	7,800,000	7,549,969	(250,031)
Other	4,727,650	4,727,650	4,265,064	(462,586)
Total Taxes	35,171,075	34,621,075	33,871,436	(749,639)
Licenses and permits	1,783,700	1,783,700	2,023,309	239,609
Intergovernmental	6,129,600	9,155,881	6,985,697	(2,170,184)
Charges for services	6,692,475	7,326,822	6,789,028	(537,794)
Fines and forfeitures	2,765,500	2,765,500	2,339,788	(425,712)
Interest	210,000	210,000	152,238	(57,762)
Miscellaneous	1,473,025	1,503,375	1,144,697	(358,678)
Donations	1,000	1,000	27,602	26,602
Sale of property	65,000	1,465,000	1,428,605	(36,395)
Total revenues	54,291,375	58,832,353	54,762,400	(4,069,953)
<b>EXPENDITURES:</b>				
Mayor	447,000	454,275	431,006	23,269
City council	775,000	803,554	735,459	68,095
Management services				
Administration	343,175	413,175	372,478	40,697
Human resources	481,700	485,700	421,479	64,221
Comptroller	586,700	627,100	539,566	87,534
Fiscal operations	455,725	456,525	515,478	(58,953)
Purchasing	155,800	185,500	179,749	5,751
Recorder	494,200	494,630	455,078	39,552
Business license	271,325	271,325	269,880	1,445
Justice Court	1,328,100	1,320,258	1,361,676	(41,418)
Total Management services	4,116,725	4,254,213	4,115,384	138,829
Circuit court	76,000	68,000	66,709	1,291
Corporate counsel	1,000,825	1,009,425	1,007,730	1,695
Non departmental	2,910,150	5,382,289	4,760,803	621,486
Police				
Administration	271,000	337,447	287,296	50,151
Uniform	7,812,650	7,760,300	7,732,233	28,067
Support services	7,674,650	9,045,464	8,429,211	616,253
Total Police	15,758,300	17,143,211	16,448,740	694,471
Fire				
Administration	423,525	562,194	552,461	9,733
Prevention	387,200	362,200	298,372	63,828
Operations	5,677,875	5,988,394	6,011,887	(23,493)
Total Fire	6,488,600	6,912,788	6,862,720	50,068
Public services				
Administration	237,100	237,100	254,921	(17,821)
Streets	2,908,400	3,006,167	3,187,970	(181,803)
Engineering	1,542,925	2,347,586	1,310,058	1,037,528

	Budgetary Amounts			Variance with Final Budget
	Original	Final	Actual	
Public services (cont.)				
Arts, culture & events	\$ 356,475	\$ 399,275	\$ 288,249	\$ 111,026
Animal services	664,100	682,807	702,656	(19,849)
Parks and cemetery	2,683,875	2,994,751	2,774,947	219,804
Recreation	1,387,700	1,425,093	1,500,081	(74,988)
Total Public services	<u>9,780,575</u>	<u>11,092,779</u>	<u>10,018,882</u>	<u>1,073,897</u>
Community & economic development				
Administration	1,161,975	1,505,925	1,212,794	293,131
Property development	2,130,175	3,059,516	2,131,023	928,493
Planning	1,523,250	1,965,641	1,672,430	293,211
Inspections	3,783,275	4,708,826	3,553,406	1,155,420
Total Community and economic development	<u>8,598,675</u>	<u>11,239,908</u>	<u>8,569,653</u>	<u>2,670,255</u>
Debt service				
Principal	1,885,000	1,885,000	1,885,000	-
Interest	607,775	577,775	586,889	(9,114)
Fees and assessments	-	-	5,848	(5,848)
Total expenditures	<u>52,444,625</u>	<u>60,823,217</u>	<u>55,494,823</u>	<u>5,328,394</u>
Excess (deficiency) of revenues over expenditures	<u>1,846,750</u>	<u>(1,990,864)</u>	<u>(732,423)</u>	<u>1,258,441</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	-	914,937	914,937	-
Transfers out	<u>(1,846,750)</u>	<u>(1,846,750)</u>	<u>(1,871,494)</u>	<u>(24,744)</u>
Total other financing sources/(uses)	<u>(1,846,750)</u>	<u>(931,813)</u>	<u>(956,557)</u>	<u>(24,744)</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(2,922,677)	(1,688,980)	1,233,697
Fund balances at beginning of year	<u>11,156,298</u>	<u>11,156,298</u>	<u>11,156,298</u>	<u>-</u>
Fund balances at end of year	<u>\$ 11,156,298</u>	<u>\$ 8,233,621</u>	<u>\$ 9,467,318</u>	<u>\$ 1,233,697</u>

**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**OGDEN REDEVELOPMENT AGENCY - SPECIAL REVENUE FUND**  
Year Ended June 30, 2010

	Budgeted Amounts			Variance with Final Budget Favorable (Unfavorable)
	Original	Final	Actual	
<b>REVENUES:</b>				
Taxes and special assessments	\$ 13,755,600	\$ 13,755,600	\$ 11,129,451	\$ (2,626,149)
Charges for services	695,800	695,800	694,800	(1,000)
Miscellaneous income	458,250	458,250	158,973	(299,277)
Interest income	48,800	48,800	31,840	(16,960)
Sale of property	-	17,700	17,726	26
Total revenues	14,958,450	14,976,150	12,032,790	(2,943,360)
<b>EXPENDITURES:</b>				
Current:				
City Council	10,000	21,651	-	21,651
Community & Economic Development	6,985,550	7,637,491	3,844,029	3,793,462
Debt service:				
Debt service principal	3,960,650	3,920,650	3,860,000	60,650
Debt service interest	2,716,750	2,716,750	3,743,936	(1,027,186)
Total expenditures	13,672,950	14,296,542	11,447,965	2,848,577
Excess (deficiency) of revenues over expenditures	1,285,500	679,608	584,825	(94,783)
<b>OTHER FINANCING SOURCES (USES):</b>				
Bond proceeds	-	-	30,345,000	30,345,000
Operating transfers in	3,495,525	1,468,825	5,681,836	4,213,011
Operating transfers out	(4,781,025)	(4,781,025)	(7,442,836)	(2,661,811)
Total other financing sources (uses)	(1,285,500)	(3,312,200)	28,584,000	31,896,200
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	(2,632,592)	29,168,825	31,801,417
Fund balance at beginning of year	4,615,967	4,615,967	4,615,967	
Fund balance at end of year	\$ 4,615,967	\$ 1,983,375	\$ 33,784,792	

**OGDEN CITY, UTAH**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
Year Ended June 30, 2010

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**Budgets and Budgetary Accounting**

Budgets are adopted on a basis consistent with generally accepted accounting principles. Annual appropriated budgets are adopted for all the funds. All annual appropriations lapse at the fiscal year end. Project-length financial plans are adopted for all capital projects funds.

**Summary of City Budget Procedures and Calendar:**

1. The City Council can amend the budget to any extent, provided the budgeted expenditures do not exceed budgeted revenues and appropriated fund balance.
2. Budgets are required by the State of Utah for the General, Special Revenue, Debt Service, and Capital Improvement Project Funds. The city also prepares budgets for Enterprise and Internal Service Funds
3. The City's organizational structure is divided into major administrative areas of management responsibility for an operation or group of related operations within a functional area referred to as "departments." Within a department may be several related operations. Each of which is referred to as a "division." The legal level of control (defined as the level at which the governing body must approve any expenditures in excess of appropriations or transfers of appropriated amounts) required by the State of Utah is at the departmental level. Each year the City publishes a separate budget document prepared according to this legal level of control.
4. The City's budget is a Financial Plan of all estimated revenues and all appropriations for expenditures. Revenues and Expenditures must balance for the funds required by the State Code as indicated in item 2 above.
5. A tentative budget is presented by the Mayor to the City Council by the first regularly scheduled council meeting in May. The tentative budget is reviewed and tentatively adopted by the Council no later than June 22.
6. The tentative budget is a public record and is available for inspection at the County library, City finance department, City web site and City Recorder's office for at least ten days prior to adoption of the final budget.
7. Notice of public hearing on adoption of the final budget is published at least seven days prior to the public hearing.
8. The public hearing on the tentatively adopted budget is held no later than June 22. Final adjustments are made to the tentative budget by the council after the public hearing.
9. Occasionally the City Council will exercise their option to open the budget to indicate additional financing sources that become available. Once each year, as the financial report for the prior year is completed, there is a substantial budget opening. At that time carryover funds in the form of encumbrance reserves, capital projects funding and unallocated federal funds are included in the next year's budget.
10. The final budget is adopted by ordinance before June 22 and a copy of the budget certified by the Budget Officer is filed with the State Auditor within thirty days of adoption.
11. In connection with budget adoption:
  - a. An annual tax ordinance establishing the property tax rate is adopted.
  - b. The City Recorder is to certify the property tax rate to the County Auditor.
12. Budgets for the General, Special Revenue, Debt Service and Capital Improvement Projects Funds are adopted on a basis consistent with generally accepted accounting principles (GAAP).

**OGDEN CITY, UTAH**  
**NOTES TO THE REQUIRED SUPPLEMENTARY INFORMATION**  
Year Ended June 30, 2010

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**Summary of Action Required for Budget Changes:**

Transfers of unexpended appropriations from one division to another and from one expenditure account to another in the same department within a fund can be made with the consent of the Budget Officer and CAO.

The Council may, by resolution, transfer unexpended appropriations from one department to another department within the same fund. The budget appropriation for any department may be reduced by resolution.

Fund budgets may be increased by ordinance after a public hearing. Final amendments to budgets in the current year shall be adopted by the Council by the last day of the fiscal year.

Budgets of Enterprise Funds may be increased by ordinance of the governing body (public hearing not required).

**Schedule of Funding Progress for Ogden City Public Safety**  
(Dollars in Thousands)

Date	(1) Actuarial Value of Assets	(2) Actuarial Accrued Liability (AAL)	(3) Unfunded AAL (UAAL)	(4) Funding Ratios (1) / (2)	(5) Annual Covered Payroll	(6) UAAL as a % Covered Payroll (3) / (5)
		Entry Age	(2) - (1)			
12/31/2009	\$33,227	\$43,008	\$9,781	77%	\$5,105	192%
1/1/2009	\$31,740	\$41,170	\$9,430	77%	\$5,006	188%
1/1/2008	\$32,601	\$38,373	\$5,772	85%	\$4,864	119%

**OGDEN CITY, UTAH**  
 Year Ended June 30, 2010  
**Required Supplementary Information**

**INFORMATION ABOUT INFRASTRUCTURE ASSETS REPORTED USING THE MODIFIED APPROACH**

As allowed by GASB Statement No. 34, Basic Financial Statements – and Management's Discussion and Analysis - for State and Local Governments, the City has adopted an alternative to reporting depreciation on roads and bridges (infrastructure assets) maintained by Ogden City. Under this alternative method, referred to as the "modified approach", infrastructure assets are not depreciated, and maintenance and preservation costs are expensed.

In order to utilize the modified approach, the City is required to:

- Maintain an asset management system that includes an up-to-date inventory of eligible infrastructure assets.
- Perform and document replicable condition assessments of the eligible infrastructure assets and summarize the results using a measurement scale.
- Estimate each year the annual amount to maintain and preserve the eligible infrastructure assets at the condition level established and disclosed by the City.
- Document that the infrastructure assets are being preserved approximately at, or above the condition level established by the City.

**Roads**

Ogden City uses the Utah State Local Technology Assistance Program (LTAP) to determine the condition of 305 centerline miles of City roads. The assessment is based on the Remaining Service Life (RSL). Our goal is to keep the overall RSL at or above ten years. This is the point at which pavement maintenance is able to keep up with deterioration of pavement and much more expensive street reconstruction projects are not needed. The cost to maintain a pavement with preventative maintenance treatments is about one-third the cost of rehabilitation, or one-sixth the cost of reconstruction.

Category	RSL	Description
Very Good	19+	New or nearly new pavements that are mainly free of distress.
Good	13-18	Pavements exhibit few, if any, visible signs of distress.
Fair	10-12	Surface defects in this category such as cracking, rutting, and raveling.
Poor	4-9	These roadways have deteriorated to such an extent that they are in need of resurfacing.
Very Poor	0-3	Pavements in this category are severely deteriorated.

**Condition Level**

The City's established condition level is to maintain 50 percent of its roads with a rating of "fair" or better and no more than 15 percent of roads with a rating of "very poor".

All streets are surveyed annually to determine their condition. This data is used to determine changes in pavement condition and to prioritize the type and quantity of pavement maintenance work that is to be accomplished during the coming summer. The City performs complete assessments on a calendar year basis. The following table reports the result of pavements with ratings of "fair" or better or "very poor" for the last five years:

Rating	2010	2009	2008	2007	2006
Fair or Better	79.7%	54%	56%	56%	55.2%
Very Poor	0.3%	2.5%	2%	2%	2.3%

**OGDEN CITY, UTAH**  
 Year Ended June 30, 2010  
**Required Supplementary Information**

**Bridges**

Utah Department of Transportation (UDOT), Bridge Operations Section, maintains the inventory of all bridge structures in Ogden City. Each spring, UDOT staff members inspect the bridges in Ogden City. A report is submitted to Ogden City indicating what maintenance and repair actions are required. Three categories of condition are established as follows:

Category	Description
Good	Preventive maintenance requirements include repair leaking deck joints, apply deck overlays and seals, place concrete sealers to splash zones, paint steel surfaces, and minor beam repairs.
Fair	Corrective repairs include deck, beam, and substructure repairs, fixing settled approaches, and repairing collision damage.
Poor	Major rehabilitation and replace includes deck, beam, or substructure replacements or replacement of the entire bridge.

**Condition Level**

In response to the annual UDOT bridge inspection report, the recommended actions are either accomplished by Ogden City Public Works Operations Division Staff or by contract. Based on the cost of the resultant contract estimates, projects will be funded using road fund money already in our budget for contract work or materials purchased for in-house staff to accomplish the work. If necessary, a CIP project will be created to accomplish any major repair or alteration work.

The City's established condition level is to maintain 50 percent of its bridges with a rating of "good" and no more than 25 percent of bridges with a rating of "poor".

Rating	2010	2009	2008	2007	2006
Good	84%	62%	62%	56%	56 %
Poor	0%	11%	11%	7%	7 %

The following table presents the City's estimated amounts needed to maintain and preserve the roads and bridges at or above the established condition levels addressed above, and the amounts actually spent for each of the past five reporting periods:

FISCAL YEAR	ESTIMATED SPENDING	ACTUAL SPENDING
2010	\$6,782,959	\$4,468,620
2009	\$6,307,162	\$3,880,320
2008	\$6,176,323	\$4,482,806
2007	\$4,248,487	\$3,600,085
2006	\$5,232,744	\$4,712,018

# Supplementary Information





## **Nonmajor Governmental Funds**

### **Capital Improvement Projects Fund**

The Capital Improvement Projects Fund is used to account for financial resources to be used for the construction of major capital facilities (other than those financed by Proprietary Funds and Trust Funds).

### **Municipal Building Authority Fund**

A special revenue fund used to account for the lease revenues that are legally restricted to expenditures for the City's development associated with Municipal Building Authority.

### **Downtown Special Assessment Fund**

A special revenue fund used to account for the special assessment revenues that are legally restricted to expenditures for the City's promotion of downtown business activities.

### **Cemetery Perpetual Care Fund**

To account for monies received on sale of grave plots which will provide for perpetual upkeep of the graves.

### **Gomer A. Nicholas Park Endowment Fund**

A permanent Fund to account for the interest earnings of this fund and the transfer of these earnings to the Capital Improvement Projects Fund for use in parks development.

**OGDEN CITY CORPORATION  
COMBINING BALANCE SHEET  
NONMAJOR GOVERNMENTAL FUNDS**  
June 30, 2010

	Capital Improvement Projects	Special Revenue			Permanent	
		Municipal Building Authority	Downtown Special Assessment	Cemetery Perpetual Care	Gomer A. Nicholas	Totals
<b>ASSETS</b>						
Cash	\$ 3,693,981	\$ 871,184	\$ 274,211	\$ 945,989	\$ 14,514	\$ 5,799,879
Accounts receivable (net)	215,001	-	8,212	18,941	-	242,154
Inventory, at cost	-	-	-	87,126	-	87,126
Special assess. receivable	-	-	122,777	-	-	122,777
Interest receivable	-	-	21,491	-	-	21,491
Restricted assets:						
Loans due from other funds	-	-	-	184,848	-	184,848
Investments	-	616,743	-	-	406,900	1,023,643
Interest receivable (net)	-	616,743	-	184,848	406,900	-
Total restricted assets	\$ 3,908,982	\$ 1,487,927	\$ 426,691	\$ 1,236,904	\$ 421,414	\$ 7,481,918
Total assets	<b>\$ 3,908,982</b>	<b>\$ 1,487,927</b>	<b>\$ 426,691</b>	<b>\$ 1,236,904</b>	<b>\$ 421,414</b>	<b>\$ 7,481,918</b>
<b>LIABILITIES AND FUND BALANCE</b>						
<b>LIABILITIES</b>						
Accounts payable	\$ 189,024	\$ 1,250	\$ -	\$ 95	\$ -	\$ 190,369
Deposits payable	4,861	-	-	-	-	4,861
Other payables	27,485	-	144,268	-	-	171,753
Deferred revenue	221,370	1,250	144,268	95	-	366,983
Total current liabilities	<b>221,370</b>	<b>1,250</b>	<b>144,268</b>	<b>95</b>	<b>-</b>	<b>366,983</b>
Total liabilities	<b>\$ 221,370</b>	<b>1,250</b>	<b>144,268</b>	<b>95</b>	<b>-</b>	<b>366,983</b>
<b>FUND BALANCE</b>						
Reserved for restricted investments	-	616,743	-	-	406,900	1,023,643
Reserved for encumbrances	589,055	-	-	-	-	589,055
Reserved for inventory	-	-	-	89,150	-	89,150
Reserved for loans to other funds	-	-	-	184,848	-	184,848
Unreserved, Designated	-	-	282,423	-	-	282,423
Designated for downtown promotion	-	215,000	-	-	-	215,000
Designated for debt service	3,098,557	654,934	-	962,811	14,514	4,730,816
Unreserved/fundesignated	3,687,612	1,486,677	282,423	1,236,809	421,414	7,114,935
Total fund equity	<b>\$ 3,908,982</b>	<b>\$ 1,487,927</b>	<b>\$ 426,691</b>	<b>\$ 1,236,904</b>	<b>\$ 421,414</b>	<b>\$ 7,481,918</b>
Total liabilities and fund balances	<b>\$ 3,908,982</b>	<b>\$ 1,487,927</b>	<b>\$ 426,691</b>	<b>\$ 1,236,904</b>	<b>\$ 421,414</b>	<b>\$ 7,481,918</b>

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE**  
**NONMAJOR GOVERNMENT FUNDS**  
Year Ended June 30, 2010

	Capital Improvement Projects	Municipal Building Authority	Special Revenue Downtown Special Assessment	Cemetery Perpetual Care	Permanent		Totals
					Gomer A.	Nicholas	
<b>REVENUES:</b>							
Charges for services	\$ -	\$ 604,375	\$ 248,564	\$ -	\$ -	\$ -	\$ 604,375
Special assessments	38,856	10,173	1,837	17,273	-	-	248,564
Interest	297,702	-	-	-	135	-	68,274
Intergovernmental	488,062	-	23,000	-	-	-	297,702
Miscellaneous							511,062
<b>Total revenue</b>	<b>824,620</b>	<b>614,548</b>	<b>273,401</b>	<b>17,273</b>	<b>135</b>	<b>-</b>	<b>1,729,977</b>
 <b>83 EXPENDITURES:</b>							
Public services	1,306,666	-	97,675	900	-	-	1,307,566
Non-departmental	554,661	-	156,000	-	-	3,065	655,401
Community and economic development	-	270,000	-	-	-	-	156,000
Bond principal	-	270,814	-	-	-	-	270,000
Interest							270,814
<b>Total expenditures</b>	<b>1,861,327</b>	<b>540,814</b>	<b>253,675</b>	<b>900</b>	<b>3,065</b>	<b>-</b>	<b>2,659,781</b>
 Excess (deficiency) of revenues over expenditures before operating transfers	<b>(1,036,707)</b>	<b>73,734</b>	<b>19,726</b>	<b>16,373</b>	<b>(2,930)</b>	<b>-</b>	<b>(929,804)</b>
 <b>OTHER FINANCING SOURCES (USES):</b>							
Transfers in (out)	<b>(223,737)</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>-</b>	<b>(223,737)</b>
Total financing sources/uses:							
 Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses							
Fund balance at the beginning of year	<b>(1,260,444)</b>	<b>73,734</b>	<b>19,726</b>	<b>16,373</b>	<b>(2,930)</b>	<b>(1,153,541)</b>	
Fund balance at the end of year	<b>4,948,056</b>	<b>1,412,943</b>	<b>262,697</b>	<b>1,220,436</b>	<b>424,344</b>	<b>8,268,476</b>	
 <b>\$ 3,687,612</b>	<b>\$ 1,486,677</b>	<b>\$ 282,423</b>	<b>\$ 1,236,809</b>	<b>\$ 421,414</b>	<b>\$ 7,114,935</b>		

**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**DEBT SERVICE**  
**Year Ended June 30, 2010**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>	<b>Actual</b>		
<b>REVENUES:</b>					
Taxes and special assessments	\$ 80,000	\$ 80,000	\$ 35	\$ (79,965)	
Interest	21,175	21,175	-	(21,175)	
Total revenues	<u>101,175</u>	<u>101,175</u>	<u>35</u>	<u>(101,140)</u>	
<b>EXPENDITURES:</b>					
Debt service:					
Principal	86,000	86,000	-	86,000	
Interest and fiscal charges	15,175	15,175	210	14,965	
Total expenditures	<u>101,175</u>	<u>101,175</u>	<u>210</u>	<u>100,965</u>	
Excess (deficiency) of revenues over expenditures	-	-	(175)	(202,105)	
<b>OTHER FINANCING SOURCES (USES):</b>					
Transfers in	-	-	-	-	
Transfers out	-	-	-	-	
Total other financing sources (uses)	-	-	-	-	
Excess (deficiency) of revenues/sources over (under) expenditures/uses	-	-	(175)	(202,105)	
Fund balance at beginning of year	<u>114,322</u>	<u>114,322</u>	<u>114,322</u>	<u>-</u>	
Fund balance at end of year	<u>\$ 114,322</u>	<u>\$ 114,322</u>	<u>\$ 114,147</u>	<u>\$ (202,105)</u>	

**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**CAPITAL IMPROVEMENT PROJECTS**  
**Year Ended June 30, 2010**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES:</b>				
Intergovernmental	\$ -	\$ 380,567	\$ 297,702	\$ (82,865)
Miscellaneous	-	5,192,089	488,062	(4,704,027)
Interest	15,200	15,200	38,856	23,656
Total revenues	<u>15,200</u>	<u>5,587,856</u>	<u>824,620</u>	<u>(4,763,236)</u>
<b>EXPENDITURES:</b>				
Current:				
Non-departmental	5,200	829,113	554,661	274,452
Public services	220,000	4,788,273	1,306,666	3,481,607
Total expenditures	<u>225,200</u>	<u>5,617,386</u>	<u>1,861,327</u>	<u>3,756,059</u>
Excess (deficiency) of revenues over expenditures	<u>(210,000)</u>	<u>(29,530)</u>	<u>(1,036,707)</u>	<u>(1,007,177)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers in	210,000	701,200	691,200	(10,000)
Transfers out	-	(914,937)	(914,937)	-
Total other financing sources (uses)	<u>210,000</u>	<u>(213,737)</u>	<u>(223,737)</u>	<u>(10,000)</u>
Excess (deficiency) of revenues/sources over (under) expenditures/uses	-	(243,267)	(1,260,444)	(1,017,177)
Fund balance at beginning of year	<u>4,948,056</u>	<u>4,948,056</u>	<u>4,948,056</u>	-
Fund balance at end of year	<u>\$ 4,948,056</u>	<u>\$ 4,704,789</u>	<u>\$ 3,687,612</u>	<u>\$ (1,017,177)</u>

**OGDEN CITY CORPORATION  
BUDGETARY COMPARISON SCHEDULE  
MUNICIPAL BUILDING AUTHORITY  
Year Ended June 30, 2010**

	<b>Budgeted Amounts</b>		<b>Actual</b>	<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>		
<b>REVENUES:</b>				
Charges for services	\$ 535,150	\$ 535,150	\$ 604,375	\$ 69,225
Interest	10,050	10,050	10,173	123
Total revenues	<u>545,200</u>	<u>545,200</u>	<u>614,548</u>	<u>69,348</u>
<b>EXPENDITURES:</b>				
Debt service:				
Principal	270,000	270,000	270,000	-
Interest and fiscal charges	275,200	275,200	270,814	4,386
Total expenditures	<u>545,200</u>	<u>545,200</u>	<u>540,814</u>	<u>4,386</u>
Excess (deficiency) of revenues over expenditures	-	-	<u>73,734</u>	<u>73,734</u>
Excess (deficiency) of revenues and other financing sources over (under) expenditures and other financing uses	-	-	73,734	73,734
Fund balance at beginning of year	<u>1,412,943</u>	<u>1,412,943</u>	<u>1,412,943</u>	-
Fund balance at end of year	<u>\$ 1,412,943</u>	<u>\$ 1,412,943</u>	<u>\$ 1,486,677</u>	<u>\$ 73,734</u>

**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**DOWNTOWN SPECIAL ASSESSMENT**  
**Year Ended June 30, 2010**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget</b>	
	<b>Original</b>	<b>Final</b>	<b>Actual</b>		
<b>REVENUES:</b>					
Taxes and special assessments	\$ 100,000	\$ 100,000	\$ 248,564	\$ 148,564	
Miscellaneous	23,000	23,000	23,000		-
Interest	1,000	1,000	1,837		837
<b>Total revenues</b>	<b>124,000</b>	<b>124,000</b>	<b>273,401</b>		<b>149,401</b>
<b>EXPENDITURES:</b>					
Current:					
Non-departmental	-	107,000	97,675		9,325
Community and Economic Development	124,000	124,000	156,000		(32,000)
<b>Total expenditures</b>	<b>124,000</b>	<b>231,000</b>	<b>253,675</b>		<b>(22,675)</b>
Excess (deficiency) of revenues over expenditures	-	(107,000)	19,726		126,726
<b>Fund balance at beginning of year</b>	<b>262,697</b>	<b>262,697</b>	<b>262,697</b>		-
<b>Fund balance at end of year</b>	<b>\$ 262,697</b>	<b>\$ 155,697</b>	<b>\$ 282,423</b>		<b>\$ 126,726</b>

**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**CEMETERY PERPETUAL CARE**  
**Year Ended June 30, 2010**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES:</b>				
Charges for services	\$ 6,000	\$ 6,000	\$ -	\$ (6,000)
Interest	45,000	45,000	17,273	(27,727)
Total revenues	<u>51,000</u>	<u>51,000</u>	<u>17,273</u>	<u>(33,727)</u>
<b>EXPENDITURES:</b>				
Current:				
Public services	51,000	51,000	900	50,100
Total expenditures	<u>51,000</u>	<u>51,000</u>	<u>900</u>	<u>50,100</u>
Excess (deficiency) of revenues over expenditures	<u>-</u>	<u>-</u>	<u>16,373</u>	<u>16,373</u>
Fund balance at beginning of year	<u>1,220,436</u>	<u>1,220,436</u>	<u>1,220,436</u>	<u>-</u>
Fund balance at end of year	<u>\$ 1,220,436</u>	<u>\$ 1,220,436</u>	<u>\$ 1,236,809</u>	<u>\$ 16,373</u>

**OGDEN CITY CORPORATION**  
**BUDGETARY COMPARISON SCHEDULE**  
**Permanent Trust Fund**  
**GOMER A. NICHOLAS**  
**Year Ended June 30, 2010**

	<b>Budgeted Amounts</b>			<b>Variance with Final Budget</b>
	<b>Original</b>	<b>Final</b>	<b>Actual</b>	
<b>REVENUES:</b>				
Interest	\$ 15,000	\$ 15,000	\$ 135	\$ (14,865)
Total revenues	<u>15,000</u>	<u>15,000</u>	<u>135</u>	<u>(14,865)</u>
<b>EXPENDITURES:</b>				
Current:				
Management services	-	-	3,065	(3,065)
Total expenditures	<u>-</u>	<u>-</u>	<u>3,065</u>	<u>(3,065)</u>
Excess (deficiency) of revenues over expenditures	<u>15,000</u>	<u>15,000</u>	<u>(2,930)</u>	<u>(11,800)</u>
<b>OTHER FINANCING SOURCES (USES):</b>				
Transfers out	(15,000)	(15,000)	-	15,000
Total other financing sources (uses)	<u>(15,000)</u>	<u>(15,000)</u>	<u>-</u>	<u>15,000</u>
Excess (deficiency) of revenues/sources over (under) expenditures/uses	-	-	(2,930)	(2,930)
Fund balance at beginning of year	424,344	424,344	424,344	-
Fund balance at end of year	<u>\$ 424,344</u>	<u>\$ 424,344</u>	<u>\$ 421,414</u>	<u>\$ (2,930)</u>

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## **Nonmajor Enterprise Funds**

### **Airport Fund**

To account for administration, operation and maintenance of the Ogden Hinckley Airport.

### **Golf Courses Fund**

To account for the provision of two recreational golf facilities to Ogden City residents and residents of the surrounding area.

### **Dinosaur Park Fund**

To account for the administration, operation and maintenance of the dinosaur park.

### **Recreation Fund**

To account for adult and youth recreational programs administered by Ogden City.

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**

June 30, 2010

Page 1 of 2

<b>ASSETS</b>	<b>Airport</b>	<b>Golf Courses</b>
<b>Current assets</b>		
Cash	\$ 331,570	\$ -
Accounts receivable (net)	721,533	12,173
Inventory, at cost	-	63,424
<b>Total current assets</b>	<u>1,053,103</u>	<u>75,597</u>
<b>Noncurrent assets</b>		
<b>Restricted:</b>		
Cash	50	775
<b>Total restricted assets</b>	<u>50</u>	<u>775</u>
<b>Capital Assets:</b>		
Land	1,941,460	34,800
Buildings	884,658	714,486
Construction in process	275,026	-
Improvements	22,598,630	2,199,687
Office furniture	12,841	-
Equipment	-	-
	<u>25,712,615</u>	<u>2,948,973</u>
<b>Less accumulated depreciation</b>	<u>(11,339,942)</u>	<u>(1,789,040)</u>
<b>Net capital assets</b>	<u>14,372,673</u>	<u>1,159,933</u>
<b>Total noncurrent assets</b>	<u>14,372,723</u>	<u>1,160,708</u>
<b>Total assets</b>	<u>15,425,826</u>	<u>1,236,305</u>
<b>LIABILITIES AND FUND EQUITY</b>		
<b>LIABILITIES:</b>		
<b>Current liabilities</b>		
Due to other funds	-	69,604
Accounts payable	66,787	10,416
Accrued wages payable	10,288	25,850
Accrued compensated absences	18,163	12,961
Retainage payable	21,036	-
Unearned revenue	517,404	1,306
<b>Total current liabilities</b>	<u>633,678</u>	<u>120,137</u>
<b>Noncurrent liabilities</b>		
Compensated absences	42,380	30,243
Loans from other funds	1,962,238	1,120,317
<b>Total noncurrent liabilities</b>	<u>2,004,618</u>	<u>1,150,560</u>
<b>Total liabilities</b>	<u>2,638,296</u>	<u>1,270,697</u>
<b>NET ASSETS:</b>		
Investment in capital assets (net of related debt)	14,372,673	975,085
Unrestricted net assets	(1,585,143)	(1,009,477)
<b>Total net assets</b>	<u>\$ 12,787,530</u>	<u>\$ (34,392)</u>

Dinosaur Park	Recreation	Total
\$ 6,774	\$ 164,978	\$ 503,322
12,778	200	746,684
59,689	-	123,113
<u>79,241</u>	<u>165,178</u>	<u>1,373,119</u>
 - -	 170 170	 995 995
 - 3,266,481 - 2,539,613 - 110,000 5,916,094 (2,999,713) 2,916,381 2,916,381 2,995,622	 - - 231,626 - 8,090 239,716 (235,916) 3,800 3,970 169,148	 1,976,260 4,865,625 275,026 27,569,556 12,841 118,090 34,817,398 (16,364,611) 18,452,787 18,453,782 19,826,901
 - 113 13,037 4,219 - - 17,369	 - 8,928 3,358 - - 12,286	 69,604 86,244 52,533 35,343 21,036 518,710 783,470
 9,843 - 9,843 27,212	 - - - 12,286	 82,466 3,082,555 3,165,021 3,948,491
 2,916,380 52,030 \$ 2,968,410	 3,800 153,062 \$ 156,862	 18,267,938 (2,389,528) \$ 15,878,410

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF REVENUES, EXPENSES**  
**AND CHANGES IN NET ASSETS**  
**NONMAJOR ENTERPRISE FUNDS**  
**Year Ended June 30, 2010**

Page 1 of 2

	<b>Airport</b>	<b>Golf Courses</b>
<b>OPERATING REVENUES</b>		
Charges for services	\$ 283,225	\$ 905,724
Miscellaneous income	12,397	971
	<u>295,622</u>	<u>906,695</u>
<b>OPERATING EXPENSES</b>		
Cost of materials and parts	-	132,636
Personal services:		
Salaries and wages	301,191	447,764
Benefits	101,948	111,280
Supplies		
Office supplies	4,007	1,873
Operating supplies	14,602	18,550
Repair and maintenance supplies	2,710	565
Charges for services:		
Public utility services	61,394	79,967
Travel and education	7,096	952
Contracted agreements	50,921	33,011
Other operating expenses:		
Rental charges	1,587	-
Fiscal charges	-	-
Depreciation	886,870	65,609
Data processing	16,075	10,000
Maintenance and repair	185,767	18,411
Vehicle operating expenses	102,728	184,588
Miscellaneous	6,599	17,982
Total operating expenses	<u>1,743,495</u>	<u>1,123,188</u>
Operating income (loss)	(1,447,873)	(216,493)
<b>NON-OPERATING REVENUES (EXPENSES)</b>		
Revenues		
Interest income	3,121	-
Grants and donations	1,096,687	-
Expenses:		
Interest expense	(1,345)	(20,800)
Total non-operating revenues (expenses)	<u>1,098,463</u>	<u>(20,800)</u>
Income before operating transfers	(349,410)	(237,293)
Transfers in	874,175	622,575
Transfers out	<u>(500)</u>	<u>-</u>
Change in net assets	524,265	385,282
Net assets, July 1	12,263,265	(419,674)
Net assets, June 30	<u>\$ 12,787,530</u>	<u>\$ (34,392)</u>

Dinosaur Park		Recreation	Totals
\$	695,829	\$ 122,160	\$ 2,006,938
			13,368
<u>695,829</u>	<u>122,160</u>		<u>2,020,306</u>
	77,266	-	209,902
	298,383	25,204	1,072,542
	49,650	3,624	266,502
	2,475	1,513	9,868
	7,369	42,718	83,239
	1,763	-	5,038
	61,187	5,123	207,671
	1,556	-	9,604
	124,835	51,466	260,233
	-	3,865	5,452
	-	6,900	6,900
	249,880	760	1,203,119
	20,825	-	46,900
	24,912	3,861	232,951
	3,948	-	291,264
	-	7,130	31,711
<u>924,049</u>	<u>152,164</u>		<u>3,942,896</u>
	(228,220)	(30,004)	(1,922,590)
	516	1,536	5,173
	-	-	1,096,687
	-	-	(22,145)
<u>516</u>	<u>1,536</u>		<u>1,079,715</u>
	(227,704)	(28,468)	(842,875)
	-	-	1,496,750
	-	-	(500)
	(227,704)	(28,468)	653,375
	3,196,114	185,330	15,225,035
<u>\$ 2,968,410</u>	<u>\$ 156,862</u>		<u>\$ 15,878,410</u>

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF CASH FLOWS**  
**NONMAJOR ENTERPRISE FUNDS**  
**Year Ended June 30, 2010**

	<b>Airport</b>	<b>Golf</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>		
Cash received from customers	\$ (169,632)	\$ 901,363
Cash received (paid) from (to) other funds	-	(192,092)
Cash payments to suppliers for goods and services	(649,069)	(509,043)
Cash payments to employees for services	(403,128)	(549,688)
Net cash provided by operating activities	<u>(1,221,829)</u>	<u>(349,460)</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>		
Transfers in	874,175	622,575
Transfers (out)	(500)	-
Net cash provided by noncapital financing activities	<u>873,675</u>	<u>622,575</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>		
Acquisition of capital assets	(1,011,628)	-
Capital grants	1,096,687	-
Change in retainage payable	21,036	-
Change in loans from other funds	(115,425)	(252,315)
Net cash provided by capital and related financing activities	<u>(9,330)</u>	<u>(252,315)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>		
Interest on investments	3,121	-
Interest expense on deficit balances	(1,345)	(20,800)
Net cash for investing activities	<u>1,776</u>	<u>(20,800)</u>
Net increase (decrease) in cash equivalents	(355,708)	-
Cash/equivalents at beginning of year	687,328	775
Cash/equivalents at end of year	<u>\$ 331,620</u>	<u>\$ 775</u>
Cash/equivalents, end of year (unrest.)	331,570	-
Cash/equivalents, end of year (restricted)	50	775
Total cash/equivalents, end of year	<u>\$ 331,620</u>	<u>\$ 775</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>		
Operating income (loss)	\$ (1,447,873)	\$ (216,493)
Reconciliation adjustments:		
Depreciation	886,870	65,609
Changes in assets and liabilities:		
Change in accounts receivable	(465,254)	(5,332)
Change in inventory	-	2,829
Change in due to other funds	-	(192,092)
Change in accounts payable	(181,983)	(14,191)
Change in other unearned revenue	(13,600)	854
Change in wages payable and compensated absences	11	9,356
Total adjustments	<u>226,044</u>	<u>(132,967)</u>
Net cash provided by operating activities	<u>\$ (1,221,829)</u>	<u>\$ (349,460)</u>

Dinosaur Park	Recreation	Total
\$ 688,378	\$ 121,960	\$ 1,542,069
		(192,092)
(338,363)	(127,439)	(1,623,914)
(357,187)	(26,739)	(1,336,742)
<u>(7,172)</u>	<u>(32,218)</u>	<u>(1,610,679)</u>
		1,496,750
		(500)
		<u>1,496,250</u>
		(1,011,628)
		1,096,687
		21,036
		(367,740)
		(261,645)
514	1,536	5,171
		(22,145)
514	1,536	(16,974)
(6,658)	(30,682)	(393,048)
13,432	195,830	897,365
<u>\$ 6,774</u>	<u>\$ 165,148</u>	<u>\$ 504,317</u>
6,774	164,978	503,322
	170	995
<u>\$ 6,774</u>	<u>\$ 165,148</u>	<u>\$ 504,317</u>
\$ (228,220)	\$ (30,004)	\$ (1,922,590)
249,880	760	1,203,119
(7,451)	(200)	(478,237)
1,965		4,794
		(192,092)
(14,192)	(4,863)	(215,229)
		(12,746)
(9,154)	2,089	2,302
221,048	(2,214)	311,911
<u>\$ (7,172)</u>	<u>\$ (32,218)</u>	<u>\$ (1,610,679)</u>

## **Internal Service Funds**

### **Fleet & Facilities Fund**

To account for the costs of operating a maintenance facility for automotive, mechanical, and electrical equipment used by other departments. Such costs are billed to the other departments at actual cost, which includes depreciation on the garage building and improvements and the machinery and equipment used to provide the service. This fund also accounts for the City's physical facilities maintenance activities.

### **Management Information Systems Fund**

Provides information system services to other departments, all of which are integrated into the City's network and pc computers, and accounts for the costs of these services. Costs are charged to the departments on an estimated usage basis.

### **Risk Management Fund**

Accounts for the risk management activities of the City which include monitoring and administering liability and workman's compensation claims against the City, determining the City's insurance needs and implementing safety programs. Costs are charged to departments on percentage basis according to type of employees and total payroll.

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
June 30, 2010

<b>ASSETS</b>	<b>Fleet, Facilities, Electronics and Stores</b>	<b>Management Information Systems</b>	<b>Risk Management</b>	<b>Totals</b>
Current assets				
Cash	\$ 1,275,370	\$ 225,111	\$ 547,361	\$ 2,047,842
Accounts receivable (net)	344,804	3,598	2,347	350,749
Prepaid expenses	385,080	-	-	385,080
Inventory, at cost	954,243	-	-	954,243
Total current assets	<u>2,959,497</u>	<u>228,709</u>	<u>549,708</u>	<u>3,737,914</u>
Noncurrent assets				
Restricted assets:				
Employee PC loans receivable	-	79,629	-	79,629
Total noncurrent restricted assets	-	79,629	-	79,629
Capital assets:				
Land	9,000	-	-	9,000
Buildings	1,603,918	-	-	1,603,918
Improvements other than buildings	19,877	-	-	19,877
Equipment	6,211,895	4,348,208	-	10,560,103
Vehicles	11,938,373	-	-	11,938,373
Intangible	-	23,805	-	23,805
Total capital assets	<u>19,783,063</u>	<u>4,372,013</u>	<u>-</u>	<u>24,155,076</u>
Less accumulated depreciation/amortization	<u>(13,838,990)</u>	<u>(3,700,245)</u>	<u>-</u>	<u>(17,539,235)</u>
Net capital assets	<u>5,944,073</u>	<u>671,768</u>	<u>-</u>	<u>6,615,841</u>
Total noncurrent assets	<u>5,944,073</u>	<u>751,397</u>	<u>-</u>	<u>6,695,470</u>
Total assets	<u>\$ 8,903,570</u>	<u>\$ 980,106</u>	<u>\$ 549,708</u>	<u>\$ 10,433,384</u>
LIABILITIES AND FUND EQUITY				
Current liabilities				
Accounts payable	\$ 163,885	\$ 26,872	\$ 37,475	\$ 228,232
Contracts payable	1,021,384	-	-	1,021,384
Other payable	24,425	-	-	24,425
Claims payable	-	-	790,660	790,660
Accrued wages payable	33,618	33,089	6,329	73,036
Accrued compensated absences	27,806	20,359	4,791	52,956
Total current liabilities	<u>1,271,118</u>	<u>80,320</u>	<u>839,255</u>	<u>2,190,693</u>
Noncurrent liabilities				
Claims payable	-	-	1,985,870	1,985,870
Contracts payable	2,229,508	-	-	2,229,508
Compensated absences	64,882	47,505	11,180	123,567
Total noncurrent liabilities	<u>2,294,390</u>	<u>47,505</u>	<u>1,997,050</u>	<u>4,338,945</u>
Total liabilities	<u>3,565,508</u>	<u>127,825</u>	<u>2,836,305</u>	<u>6,529,638</u>
NET ASSETS				
RETAINED EARNINGS:				
Investment in general capital assets (net of related debt)	2,693,181	671,768	-	3,364,949
Restricted net assets	-	51,440	-	51,440
Unrestricted net assets	2,644,881	129,073	(2,286,597)	487,357
Total net assets	<u>5,338,062</u>	<u>852,281</u>	<u>(2,286,597)</u>	<u>3,903,746</u>
Total liabilities/fund equity	<u>\$ 8,903,570</u>	<u>\$ 980,106</u>	<u>\$ 549,708</u>	<u>\$ 10,433,384</u>

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS**  
**INTERNAL SERVICE FUNDS**  
**Year Ended June 30, 2010**

	<b>Fleet, Facilities, Electronics and Stores</b>	<b>Management Information Systems</b>	<b>Risk Management</b>	<b>Totals</b>
<b>OPERATING REVENUES:</b>				
Charges to departments	\$ 7,765,127	\$ 3,532,978	\$ 1,602,518	\$ 12,900,623
Miscellaneous income	2,053,813	83,639	90,189	2,227,641
<b>Total operating income</b>	<b>9,818,940</b>	<b>3,616,617</b>	<b>1,692,707</b>	<b>15,128,264</b>
<b>OPERATING EXPENSES:</b>				
Cost of materials and parts	2,247,073	-	-	2,247,073
Personal services:				
Salaries and wages	970,180	935,472	180,964	2,086,616
Benefits	373,639	348,633	38,366	760,638
Supplies:				
Office supplies	50,684	6,253	8,006	64,943
Operating supplies	96,399	959	2,320	99,678
Repair and maintenance Supplies	3,720	-	-	3,720
Charges for services:				
Public utility services	895,652	353,511	7,839	1,257,002
Travel and education	1,750	32,695	699	35,144
Contracted agreements	1,161,374	1,133,384	296,517	2,591,275
Other operating expenses:				
Computer equipment	-	538,715	-	538,715
Depreciation/amortization	2,010,291	250,320	-	2,260,611
Data processing	114,850	12,713	24,750	152,313
Maintenance and repair	79,175	5,905	19,268	104,348
Vehicle operating expenses	82,908	4,062	8,328	95,298
Claims payments	-	-	1,956,225	1,956,225
Rental expense	-	-	238	238
Miscellaneous	13,643	207,537	1,144	222,324
<b>Total operating expenses</b>	<b>8,101,338</b>	<b>3,830,159</b>	<b>2,544,664</b>	<b>14,476,161</b>
<b>Operating income (loss)</b>	<b>1,717,602</b>	<b>(213,542)</b>	<b>(851,957)</b>	<b>652,103</b>
<b>NON-OPERATING REVENUES (EXPENSES):</b>				
Revenues:				
Interest income	-	5,461	1,836	7,297
Gain on sale of assets	62,774	-	-	62,774
Expenses:				
Interest expense	(174,184)	-	-	(174,184)
<b>Total non-operating revenue (expense)</b>	<b>(111,410)</b>	<b>5,461</b>	<b>1,836</b>	<b>(104,113)</b>
Income before operating transfers	1,606,192	(208,081)	(850,121)	547,990
Transfers in	164,900	-	-	164,900
Change in net assets	1,771,092	(208,081)	(850,121)	712,890
Net Assets, July 1 (restated)	3,566,970	1,060,362	(1,436,476)	3,190,856
<b>Net Assets, June 30</b>	<b>\$ 5,338,062</b>	<b>\$ 852,281</b>	<b>\$ (2,286,597)</b>	<b>\$ 3,903,746</b>

**OGDEN CITY CORPORATION**  
**COMBINING STATEMENT OF CASH FLOWS**  
**INTERNAL SERVICE FUNDS**  
**Year Ended June 30, 2010**

	<b>Fleet, Facilities, Electronics and Stores</b>	<b>Management Information Systems</b>	<b>Risk Management</b>	<b>Totals</b>
<b>CASH FLOWS FROM OPERATING ACTIVITIES:</b>				
Cash received from customers	\$ 9,910,839	\$ 3,613,673	\$ 1,751,190	\$ 15,275,702
Cash received (paid) from (to) other funds	(2,301,966)	-	-	(2,301,966)
Cash payments to suppliers for goods and services	(5,739,939)	(2,395,933)	(1,523,091)	(9,658,963)
Cash payments to employees for services	(1,338,921)	(1,267,009)	(217,893)	(2,823,823)
Net cash from operating activities	<u>530,013</u>	<u>(49,269)</u>	<u>10,206</u>	<u>490,950</u>
<b>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES:</b>				
Operating transfers in	164,900	-	-	164,900
PC loans paid	-	5,823	-	5,823
Net cash from noncapital financing activities	<u>164,900</u>	<u>5,823</u>	-	<u>170,723</u>
<b>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:</b>				
Acquisition of capital assets	(966,499)	(468,641)	-	(1,435,140)
Payments on contracts payable	(1,010,765)	-	-	(1,010,765)
Interest expense on loans	(174,184)	-	-	(174,184)
Proceeds from sale of assets	62,774	-	-	62,774
Net cash from capital financing activities	<u>(2,088,674)</u>	<u>(468,641)</u>	-	<u>(2,557,315)</u>
<b>CASH FLOWS FROM INVESTING ACTIVITIES:</b>				
Interest on investments	-	5,461	1,836	7,297
Net cash from investing activities	<u>-</u>	<u>5,461</u>	<u>1,836</u>	<u>7,297</u>
Net increase in cash equivalents	(1,393,761)	(506,626)	12,042	(1,888,345)
Cash/equivalents, July 1	<u>2,669,031</u>	<u>731,737</u>	<u>535,319</u>	<u>3,936,087</u>
Cash/equivalents, June 30	<u>\$ 1,275,270</u>	<u>\$ 225,111</u>	<u>\$ 547,361</u>	<u>\$ 2,047,742</u>
Cash and cash equivalents at end of year:				
Unrestricted cash	1,275,370	225,111	547,361	2,047,842
Total cash at end of year	<u>\$ 1,275,370</u>	<u>\$ 225,111</u>	<u>\$ 547,361</u>	<u>\$ 2,047,842</u>
<b>RECONCILIATION OF OPERATING INCOME TO NET CASH PROVIDED BY OPERATING ACTIVITIES:</b>				
Operating income (loss)	\$ 1,717,602	\$ (213,542)	\$ (851,957)	\$ 652,103
Reconciliation adjustments:				
Depreciation	2,010,291	250,320	-	2,260,611
Changes in assets and liabilities:				
Change in accounts receivable	91,899	(2,944)	58,483	147,438
Change in inventory	94,396	-	-	94,396
Change in prepaids	(6,667)	-	-	(6,667)
Change in due to other funds	(2,301,966)	-	-	(2,301,966)
Change in accounts payable	(1,080,440)	(100,199)	13,090	(1,167,549)
Change in claims payable	-	-	789,153	789,153
Change in wages payable and compensated absences	4,898	17,096	1,437	23,431
Total adjustments	<u>(1,187,589)</u>	<u>164,273</u>	<u>862,163</u>	<u>(161,153)</u>
Net cash provided by operating activities	<u>\$ 530,013</u>	<u>\$ (49,269)</u>	<u>\$ 10,206</u>	<u>\$ 490,950</u>

**OGDEN CITY, UTAH**  
Year Ended June 30, 2010  
**Supplementary Information**

**INFORMATION ABOUT IMPACT FEES AS REQUIRED BY UTAH CODE**

The laws of the State of Utah require that within 180 days after the close of the fiscal year-end, each municipality prepare an annual financial report. "Each annual report shall identify impact fee funds by the year in which they were received, the project from which the funds were collected, the capital projects for which the funds are budgeted, and the projected schedule of expenditure."

**CAPITAL ASSETS – GOVERNMENTAL ACTIVITIES  
EXCLUDING INTERNAL SERVICE FUNDS CAPITAL ASSETS**

The following schedule presents only the capital assets related to governmental funds. Accordingly, the capital assets reported in internal service funds are excluded from the amounts presented. Generally, the capital assets of internal service funds are included as governmental activities in the statement of net assets.

Governmental funds, capital assets	<b>2010</b>	<b>2009</b>
Land	\$ 19,969,604	\$ 19,730,796
Buildings and improvements	\$ 107,497,063	114,771,162
Machinery and equipment	\$ 2,225,346	2,087,634
Infrastructure	\$ 96,264,230	93,675,439
Construction in progress	\$ 2,223,456	1,805,588
Intangibles	\$ -	-
Accumulated depreciation	<u>\$ (65,597,971)</u>	<u>(62,959,371)</u>
Net Governmental Funds, capital assets	<u>\$ 162,581,728</u>	<u>\$ 169,111,248</u>

# Statistical Section





## **Statistical Section (Unaudited)**

This part of the Ogden City'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**

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**

These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.

#### **Debt Capacity**

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**

These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.

#### **Operating Information**

These schedules contain service and infrastructure data to help the reader understand how the information in the City's financial report relates to the services the City provides and the activities it performs.

**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.

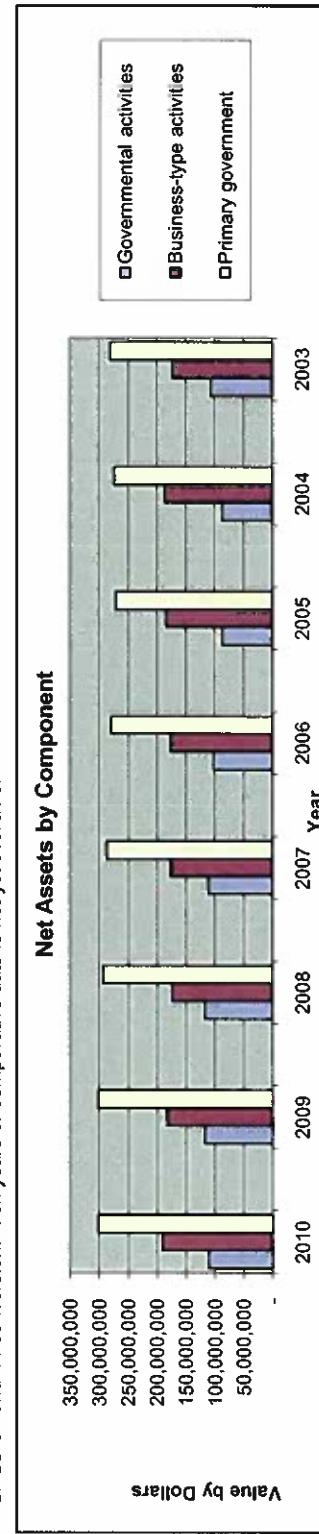
## **FINANCIAL TRENDS (Unaudited)**

**Ogden City**  
**Net Assets by Component**  
**Last Eight Fiscal Years**  
**(accrual basis of accounting)**  
**(UNAUDITED)**

	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
<b>Governmental activities</b>								
Invested in capital assets, net of related debt	\$ 92,749,342	\$ 95,889,453	\$ 92,141,925	\$ 84,313,339	\$ 87,589,530	\$ 88,862,111	\$ 90,026,228	\$ 90,469,850
Restricted	15,070,975	16,566,676	23,404,053	23,109,238	11,702,871	11,419,430	11,917,845	14,956,114
Unrestricted	2,262,708	5,161,968	3,034,912	3,829,377	3,290,456	(12,816,700)	(14,377,522)	1,225,344
<b>Total governmental activities net assets</b>	<b>\$ 110,083,025</b>	<b>\$ 117,618,097</b>	<b>\$ 118,580,890</b>	<b>\$ 111,251,954</b>	<b>\$ 102,582,857</b>	<b>\$ 87,464,841</b>	<b>\$ 87,566,551</b>	<b>\$ 106,661,308</b>
<b>Business-type activities</b>								
Invested in capital assets, net of related debt	\$ 172,332,110	\$ 176,302,702	\$ 168,598,250	\$ 166,219,757	\$ 159,802,111	\$ 172,829,482	\$ 173,651,238	\$ 137,083,566
Restricted	349,228	349,228	49,280,783	992,091	956,676	1,971,539	2,045,380	1,986,251
Unrestricted	18,668,733	8,044,063	(42,979,592)	8,898,286	15,735,682	9,881,273	10,687,031	34,547,615
<b>Total business-type activities net assets</b>	<b>\$ 191,350,071</b>	<b>\$ 184,695,993</b>	<b>\$ 174,899,441</b>	<b>\$ 176,110,114</b>	<b>\$ 176,494,469</b>	<b>\$ 184,682,294</b>	<b>\$ 186,383,649</b>	<b>\$ 173,617,432</b>
<b>Primary government</b>								
Invested in capital assets, net of related debt	\$ 265,081,452	\$ 272,192,155	\$ 260,740,175	\$ 250,533,096	\$ 247,391,641	\$ 261,691,593	\$ 263,677,466	\$ 227,553,416
Restricted	15,420,203	16,915,904	72,884,836	24,101,329	12,659,547	13,390,969	13,963,225	16,942,365
Unrestricted	20,931,441	13,206,031	(39,944,680)	12,727,643	19,026,138	(2,935,427)	(3,690,491)	35,772,959
<b>Total primary government net assets</b>	<b>\$ 301,433,096</b>	<b>\$ 302,314,090</b>	<b>\$ 293,480,331</b>	<b>\$ 287,362,068</b>	<b>\$ 279,077,326</b>	<b>\$ 272,147,135</b>	<b>\$ 273,950,200</b>	<b>\$ 280,268,740</b>

Source: Ogden City Comptroller Division

<sup>1</sup> GASB 34 and 44 conversion. Ten years of comparative data is not yet available.



Further discussion of this data is available in the Management Discussion and Analysis, the transmittal letter and the notes found in the financial section.

**Ogden City**  
**Changes in Net Assets**  
**Last Eight Fiscal Years**  
**(accrual basis of accounting)**  
**(UNAUDITED)**

Page 1 of 2

	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year			Fiscal Year			Fiscal Year	
				2007	2006	2005	2004	2003	1	2004	2003
<b>Revenues</b>											
<b>Governmental Activities:</b>											
General Revenues:											
Taxes	\$ 42,240,214	\$ 41,657,956	\$ 42,270,568	\$ 42,870,200	\$ 38,373,228	\$ 38,328,343	\$ 36,017,959	\$ 33,971,622			
Other General Revenues	(8,614,254)	1,585,578	3,077,324	971,051	2,043,186	2,488,483	882,611	4,307,620			
Charges for Services:											
General Administration	15,809,004	15,875,234	17,093,520	7,748,767	9,403,129	12,258,702	9,910,771	8,047,423			
Public Safety	3,251,048	3,529,180	3,321,966	2,762,457	2,206,926	3,240,239	3,059,210	1,450,229			
Transportation	110,025	-	-	-	-	-	-	60,000			
Environmental Protection	3,383,824	2,995,996	4,025,826	3,344,855	3,080,519	5,425	10,342	99,096			
Leisure Opportunities	340,475	314,290	1,039,951	1,147,366	1,104,187	-	1,326,588	1,203,545			
Community Development	3,024,362	2,617,546	2,799,860	2,655,432	1,896,147	2,206,970	1,909,324	3,665,677			
Operating Grants and Contributions	4,680,386	4,637,076	4,472,445	3,237,918	5,469,986	7,264,383	7,743,220	4,561,636			
Capital Grants and Contributions	3,095,794	2,834,716	3,269,306	5,332,442	2,552,825	2,650,734	3,158,693	2,310,903			
Total Governmental Activities Revenues	67,320,878	76,047,572	81,370,766	70,070,488	66,130,133	68,443,279	64,016,718	59,677,751			
<b>Business-Type Activities:</b>											
General Revenues:											
Other General Revenues	1,452,281	1,359,677	1,085,558	869,725	4,664,474	862,142	828,125	1,057,772			
Charges for Services:											
Medical Services	4,855,855	5,731,709	4,315,263	3,493,928	2,599,408	3,005,572	2,019,242	1,694,577			
Airport	295,622	275,495	323,346	273,730	304,641	274,992	208,732	240,079			
Utilities	25,012,682	24,161,797	19,583,131	15,947,745	20,703,204	17,354,190	16,459,367	16,246,793			
Refuse	4,678,149	4,925,650	4,889,881	4,019,859	-	-	-	1,109,338			
Recreation	1,724,684	1,774,510	1,058,545	1,066,098	1,012,274	1,177,656	1,238,980	7,338,021			
Property Management	3,599,422	3,225,121	2,877,729	2,141,335	2,474,339	7,175,425	8,025,864	-			
Operating Grants and Contributions	-	-	-	1,630,527	2,974,921	2,042,822	4,694,006	8,964,319			
Capital Grants and Contributions	1,922,050	2,182,647	2,640,419	2,543,454	265,319	716,645	3,148,221	-			
Total Business-Type Activities Revenues	43,540,745	43,636,606	36,753,872	31,986,401	34,998,580	32,609,444	36,622,537	36,650,899			
Total Primary Government Revenues	110,861,623	119,684,178	118,124,638	102,056,889	101,128,713	\$ 101,052,723	\$ 100,641,255	\$ 96,328,650			
<b>Expenses</b>											
<b>Governmental Activities:</b>											
General Administration	\$ 23,323,641	\$ 24,976,880	\$ 25,603,725	\$ 15,515,738	\$ 16,592,363	\$ 12,743,125	\$ 14,870,625	\$ 15,513,093			
Public Safety	26,262,584	27,133,365	26,822,607	22,761,963	21,241,719	19,749,804	20,761,099	19,290,381			
Transportation	5,187,967	5,462,687	5,641,984	5,763,544	7,526,427	4,288,029	4,511,192	5,206,523			
Environmental Protection	557,528	510,501	520,604	422,424	398,019	25,072	13,848	1,650,660			
Leisure Opportunities	5,264,019	5,357,892	5,799,222	5,783,791	6,162,480	1,004,428	1,878,428	1,378,373			
Community Development	7,837,498	8,117,169	9,934,181	6,935,707	8,422,124	19,807,703	18,252,479	16,896,453			
Interest on Long-Term Debt	4,327,042	5,246,392	4,236,068	4,841,020	3,138,558	3,745,000	3,691,124	1,440,965			
Total Governmental Activities Program Expenses	72,760,279	76,804,886	78,558,391	62,024,187	63,481,690	61,363,161	63,978,795	61,376,448			

	Fiscal Year 2010	Fiscal Year 2009		Fiscal Year 2008		Fiscal Year 2007		Fiscal Year 2006		Fiscal Year 2005		Fiscal Year 2004		Fiscal Year 2003		
		2010	2009	2008	2007	2006	2005	2004	2003							
<b>Business-Type Activities:</b>																
Medical Services	5,052,084	4,649,854	5,309,021	4,610,850	3,946,947	3,528,822	3,165,958	3,183,742								
Airport	1,744,840	1,423,212	2,324,058	1,793,226	1,499,326	1,408,112	1,603,342	1,176,054								
Utilities	21,666,957	21,585,626	16,145,793	15,293,929	18,937,363	18,871,487	17,474,990	15,662,746								
Refuse	4,082,848	4,122,402	4,356,267	4,148,941	1,347,449	1,585,168	1,498,993	1,507,983								
Recreation	2,220,201	2,083,593	1,272,750	1,337,385	4,721,336	10,257,504	9,156,306	6,279,954								
Property Management	4,215,409	4,213,562	4,351,300	4,563,629	-	-	-	-								
Total Business-Type Activities Program Expenses	<u>38,982,339</u>	<u>38,078,249</u>	<u>33,759,189</u>	<u>31,747,960</u>	<u>30,452,391</u>	<u>35,651,093</u>	<u>32,899,589</u>	<u>27,810,479</u>								
Total Primary Government Program Expenses	\$ 111,742,618	\$ 114,883,135	\$ 112,317,580	\$ 93,772,147	\$ 93,934,081	\$ 97,014,254	\$ 96,878,384	\$ 89,186,927								
<b>Change in Net Assets Before Transfers:</b>																
Net (Expense)/Revenue	\$ (5,439,401)	\$ (757,314)	\$ 2,812,375	\$ 8,046,301	\$ 2,648,443	\$ 7,080,118	\$ 39,923	\$ (1,698,697)								
Governmental activities	4,558,406	5,558,357	2,994,683	238,441	4,546,189	(3,041,649)	3,722,948	8,840,420								
Business-type activities																
Total primary government net (expense)/revenue	<u>\$ (80,995)</u>	<u>\$ 4,801,043</u>	<u>\$ 5,807,058</u>	<u>\$ 8,284,742</u>	<u>\$ 7,194,632</u>	<u>\$ 4,038,469</u>	<u>\$ 3,762,871</u>	<u>\$ 7,141,723</u>								
<b>General Revenues and Other Changes in Net Assets</b>																
Governmental Activities:	\$ (2,095,672)	\$ 847,340	\$ 4,070,296	\$ 622,796	\$ 12,734,014	\$ (2,960,213)	\$ (7,817,707)	\$ (4,545,300)								
Transfers	<u>(2,095,672)</u>	<u>847,340</u>	<u>4,070,296</u>	<u>622,796</u>	<u>12,734,014</u>	<u>(2,960,213)</u>	<u>(7,817,707)</u>	<u>(4,545,300)</u>								
Total Governmental Activities																
<b>Business-Type Activities:</b>																
Transfers	2,095,672	(847,340)	(4,070,296)	(622,796)	(12,734,014)	2,960,213	7,817,707	4,545,300								
Total Business-Type Activities	<u>2,095,672</u>	<u>(847,340)</u>	<u>(4,070,296)</u>	<u>(622,796)</u>	<u>(12,734,014)</u>	<u>2,960,213</u>	<u>7,817,707</u>	<u>4,545,300</u>								
Total Primary Government	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -								
<b>Change in Net Assets</b>																
Governmental Activities	\$ (7,535,073)	\$ 90,026	\$ 6,882,671	\$ 8,669,097	\$ 15,382,457	\$ 4,119,905	\$ (7,777,784)	\$ (6,243,997)								
Business-Type Activities	6,654,078	4,711,017	(1,075,613)	(384,356)	(8,187,825)	(81,436)	11,540,655	13,385,720								
Total primary government	<u>\$ (80,995)</u>	<u>\$ 4,801,043</u>	<u>\$ 5,807,058</u>	<u>\$ 8,284,742</u>	<u>\$ 7,194,632</u>	<u>\$ 4,038,469</u>	<u>\$ 3,762,871</u>	<u>\$ 7,141,723</u>								

Source: Ogden City Comptroller Division

<sup>1</sup> GASB 34 and 44 conversion. Ten years of comparative data is not yet available.

Further discussion of this data is available in the Management Discussion and Analysis, the transmittal letter and the notes found in the financial section.

**Ogden City**  
**Changes in Fund Balances, Governmental Funds**  
**Last Eight Fiscal Years**  
**(modified accrual basis of accounting)**  
**(UNAUDITED)**

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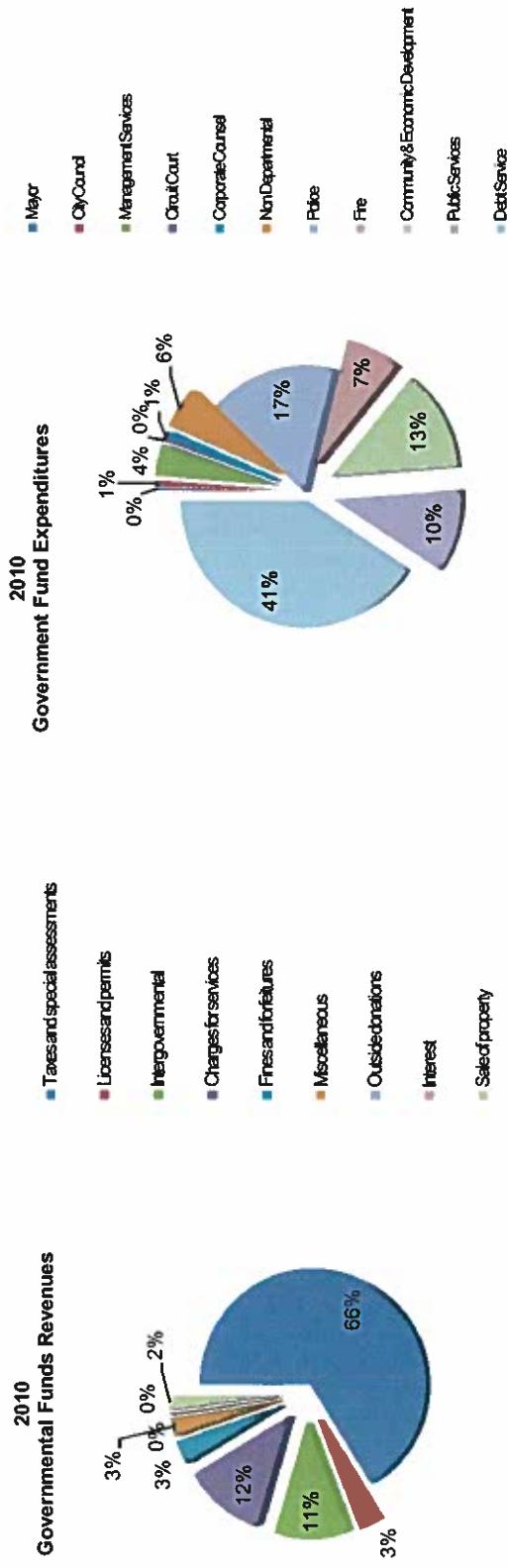
	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
<b>Revenues</b>								
Taxes and special assessments	\$ 45,249,486	\$ 44,597,418	\$ 43,611,330	\$ 42,623,435	\$ 40,600,630	\$ 38,300,398	\$ 36,017,959	\$ 33,674,649
Licenses and permits	2,023,309	1,893,276	2,878,949	2,363,717	2,100,508	2,165,027	1,760,100	1,761,584
Intergovernmental	7,283,399	6,738,715	7,039,957	5,849,188	7,707,958	9,827,317	9,873,197	6,118,536
Charges for services	8,088,203	7,906,072	8,801,731	7,618,203	6,531,996	6,117,989	5,993,359	7,016,822
Fines and forfeitures	2,339,788	2,708,901	2,313,651	1,822,689	960,148	832,712	847,954	561,075
Miscellaneous	1,814,732	2,667,732	4,793,505	1,893,025	1,793,608	1,419,727	1,948,517	2,172,698
Outside donations	27,602	3,000	1,651	128,464	80,806	63,431	114,306	718,694
Interest	252,352	1,198,243	1,348,315	1,863,408	1,287,672	896,004	802,363	999,930
Sale of property	1,446,331	134,042	2,920,324	802,272	569,303	1,424,827	29,352	1,703,047
<b>Total revenues</b>	<b>68,525,202</b>	<b>67,847,399</b>	<b>73,709,413</b>	<b>64,964,401</b>	<b>61,632,629</b>	<b>61,057,442</b>	<b>57,387,107</b>	<b>54,727,035</b>
<b>Expenditures</b>								
General government:								
Mayor	431,006	462,660	494,642	496,415	433,797	415,256	419,481	422,142
City Council	735,459	781,376	793,726	752,183	634,277	537,695	606,812	600,025
Management Services	4,115,384	3,982,475	3,597,970	3,366,890	2,293,113	2,027,169	2,089,066	2,042,904
Circuit Court	66,709	63,600	61,200	34,020	34,020	34,020	34,020	32,400
Corporate Counsel	1,007,730	973,207	955,813	922,204	896,177	814,485	803,345	765,768
Non Departmental	5,416,204	3,828,073	3,394,572	2,984,936	4,620,366	2,579,605	4,176,233	4,736,949
Police	16,448,740	15,574,326	16,148,734	14,187,387	14,267,656	12,799,940	13,017,997	11,769,534
Fire	6,862,720	6,812,223	7,321,580	6,109,653	6,326,334	6,488,091	6,458,664	6,290,897
Public Works <sup>2</sup>	-	-	-	-	-	-	4,708,270	6,434,126
Community Services <sup>2</sup>	11,326,448	19,160,621	25,940,165	26,055,225	21,197,793	12,672,324	7,265,426	7,576,512
Community & Economic Development	12,569,582	11,268,583	12,140,211	12,578,410	10,655,033	9,670,977	10,901,179	8,567,845
Public Services <sup>2</sup>								
Debt Service:								
Principal	6,015,000	5,063,000	4,646,000	3,781,000	5,002,000	4,018,091	2,634,000	4,802,447
Interest and Fiscal Charges	4,607,697	4,189,469	3,905,117	4,853,032	3,864,630	2,721,531	2,984,634	2,011,960
Fees and Assessments	-	-	-	-	39,950	-	657,362	569,375
Capital Outlay	-	-	-	-	91,000	9,064,289	935,738	2,950,360
<b>Total expenditures</b>	<b>69,602,779</b>	<b>72,159,613</b>	<b>79,399,730</b>	<b>76,121,355</b>	<b>70,356,146</b>	<b>63,843,473</b>	<b>57,692,227</b>	<b>59,573,244</b>
Excess of revenues over (under) expenditures	(1,077,577)	(4,312,214)	(5,690,317)	(11,156,954)	(8,723,517)	(2,786,031)	(305,120)	(4,846,209)

Other Financing Sources (Uses)	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year 2007	Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
Loan/Bond Proceeds	30,345,000	3,000,000	3,000,000	11,300,000	43,440,000	2,100,000	8,072,255	1,426,359
Bond Premium/(Discount)	-	483,884	(6,500)	-	(336,300)	-	-	-
Payment for Refunded Bonds	(29,145,000)	(8,572,980)	-	-	(2,865,000)	-	(7,970,446)	-
Issuance of Refunding Bond	-	8,125,000	-	-	-	-	-	-
Operating Transfers In	7,287,973	10,924,814	6,785,278	6,517,942	22,580,824	16,064,479	4,482,782	12,253,102
Operating Transfers Out	(10,229,267)	(11,506,530)	(6,126,178)	(7,676,161)	(25,051,312)	(19,187,992)	(12,300,490)	(17,183,552)
<b>Total other financing sources (uses)</b>	<b>(1,741,294)</b>	<b>2,455,188</b>	<b>3,652,600</b>	<b>10,141,781</b>	<b>37,768,212</b>	<b>(1,023,513)</b>	<b>(7,715,899)</b>	<b>(3,504,091)</b>
<b>Net change in fund balances</b>	<b>\$ (2,818,871) \$</b>	<b>(1,857,026) \$</b>	<b>(2,037,717) \$</b>	<b>(1,015,173) \$</b>	<b>29,044,695 \$</b>	<b>(3,809,544) \$</b>	<b>(8,021,019) \$</b>	<b>(8,350,300)</b>

Source: Ogden City Comptroller Division

<sup>1</sup> GASB 34 and 44 conversion. Ten years of comparative data not yet available.

<sup>2</sup> The departments of Public Works and Community Services were combined into one department of Public Services in fiscal year 2005.



Further discussion of this data is available in the Management Discussion and Analysis, the Transmittal Letter and the notes found in the financial section.

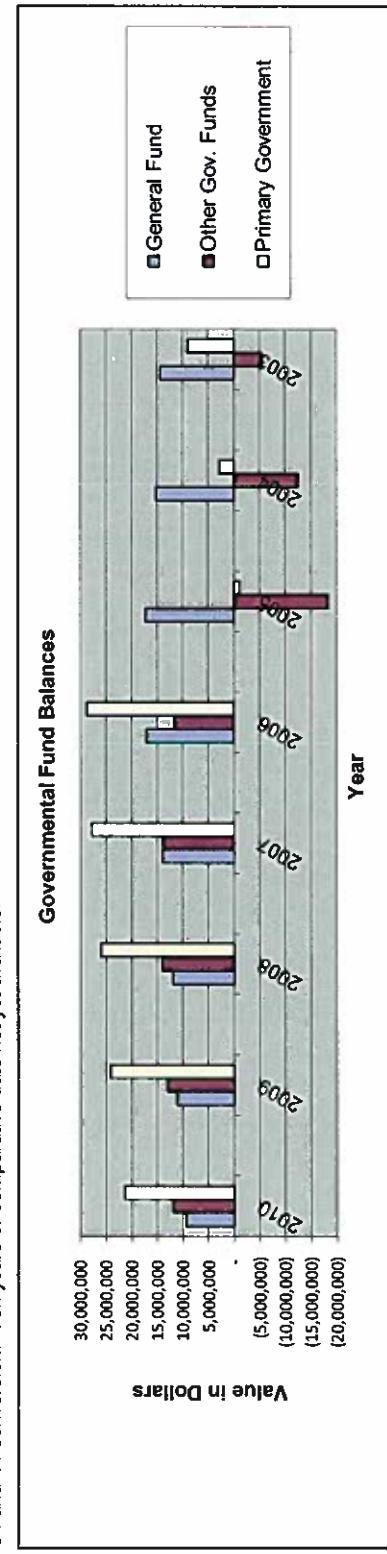
**Ogden City**  
**Fund Balances, Governmental Funds**  
**Last Eight Fiscal Years**  
**(modified accrual basis of accounting)**  
**(UNAUDITED)**

	Fiscal Year 2010	Fiscal Year 2009	Fiscal Year 2008	Fiscal Year			Fiscal Year 2006	Fiscal Year 2005	Fiscal Year 2004	Fiscal Year 2003
				2007	2007	2007				
General Fund										
Reserved	\$ 4,746,524	\$ 6,716,162	\$ 7,576,817	\$ 8,926,257	\$ 12,431,274	\$ 10,596,273	\$ 10,875,511	\$ 11,476,944	\$ 11,476,944	\$ 11,476,944
Unreserved/Designated	1,684,623	1,445,969	1,160,253	983,584	84,109	276,897	321,722	302,961	302,961	302,961
Unreserved/Undesignated	3,036,171	2,994,167	3,201,230	3,983,421	4,579,463	6,443,606	4,059,669	2,672,865	2,672,865	2,672,865
Total General Fund	\$ 9,467,318	\$ 11,156,298	\$ 11,938,300	\$ 13,893,262	\$ 17,094,846	\$ 17,316,776	\$ 15,256,902	\$ 14,452,770	\$ 14,452,770	\$ 14,452,770
All Other Governmental Funds										
Reserved	\$ 9,575,882	\$ 9,435,074	\$ 9,667,006	\$ 12,530,227	\$ 16,732,816	\$ 1,290,744	\$ 872,571	\$ 1,537,499	\$ 1,537,499	\$ 1,537,499
Unreserved/Designated, reported in:										
Debt Service	114,147	114,322	202,364	282,684	366,563	2,894,858	(8,897,891)	(8,201,873)	(8,201,873)	(8,201,873)
Redevelopment Agency Funds	-	-	-	-	1,777,515	-	-	-	-	-
Nonmajor Funds										
Capital Improvement Projects	-	-	-	-	-	-	-	-	-	-
Special Revenue	497,423	477,697	561,096	-	610,345	-	-	-	-	-
Permanent	-	-	-	-	-	-	-	-	-	-
Unreserved/Undesignated, reported in:										
Redevelopment Agency Funds	(2,813,962)	(3,042,542)	(311,414)	(1,750,917)	(8,971,457)	(24,378,933)	(5,787,733)	969,739	969,739	969,739
Nonmajor Funds										
Capital Improvement Projects	3,098,557	4,704,789	3,243,723	1,611,599	566,744	525,491	175,252	(850,345)	(850,345)	(850,345)
Special Revenue	1,385,378	1,295,046	648,128	1,184,445	569,106	896,905	736,284	764,255	764,255	764,255
Permanent	11,449	14,379	14,377	5	5	410,642	410,642	410,795	410,795	410,795
Total all Other Governmental Funds	\$ 11,868,874	\$ 12,998,765	\$ 14,025,280	\$ 13,858,043	\$ 11,671,632	\$ (18,360,293)	\$ (12,490,875)	\$ (5,369,930)	\$ (5,369,930)	\$ (5,369,930)
Total Primary Government	\$ 21,336,192	\$ 24,155,063	\$ 25,963,580	\$ 27,751,305	\$ 28,766,478	\$ (1,043,517)	\$ 2,766,027	\$ 9,082,840	\$ 9,082,840	\$ 9,082,840

Note: Fund balances are discussed in detail in Management's Discussion and Analysis

Source: Ogden City Comptroller Division

<sup>1</sup> GASB 34 and 44 conversion. Ten years of comparative date not yet available.



## **REVENUE CAPACITY (Unaudited)**

**OGDEN CITY CORPORATION**  
**ASSESSED AND ESTIMATED ACTUAL VALUE OF TAXABLE PROPERTY**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

Fiscal Year	<u>Real Property</u>		<u>Personal Property</u>		<u>Total</u>		Total Direct Tax Rate <sup>5</sup>
	Taxable Value <sup>2</sup>	Est. Market Value <sup>2</sup>	Taxable Value <sup>2</sup>	Est. Market Value <sup>2</sup>	Taxable Value <sup>4</sup>	Est. Market Value <sup>4</sup>	
2001	1,934,343,839	<sup>3</sup>	440,861,847	<sup>3</sup>	2,375,205,686	<sup>3</sup>	4.295
2002	2,224,267,428	<sup>3</sup>	366,364,801	<sup>3</sup>	2,590,632,229	<sup>3</sup>	4.135
2003 <sup>1</sup>	2,323,499,514	3,423,332,047	381,171,565	385,751,543	2,704,671,079	3,809,083,590	4.082
2004	2,397,547,847	3,533,599,330	404,124,480	408,578,318	2,801,672,327	3,942,177,648	4.061
2005	2,420,191,163	3,574,141,695	398,027,860	402,294,494	2,818,219,023	3,976,436,189	4.161
2006	2,448,901,445	3,614,684,061	424,839,874	428,998,796	2,873,741,319	4,043,682,857	4.253
2007	2,534,955,309	4,045,823,892	424,233,158	424,233,158	2,959,188,467	4,470,057,050	3.905
2008	2,826,620,677	4,573,342,298	470,435,170	470,435,170	3,297,055,847	5,043,777,468	3.384
2009	3,177,442,909	5,291,016,777	568,934,583	568,934,583	3,746,377,492	5,859,951,360	3.109
2010	3,202,409,477	5,244,781,463	592,440,209	592,440,209	3,794,849,686	5,837,221,672	3.164

Source: Weber County Auditor's Office

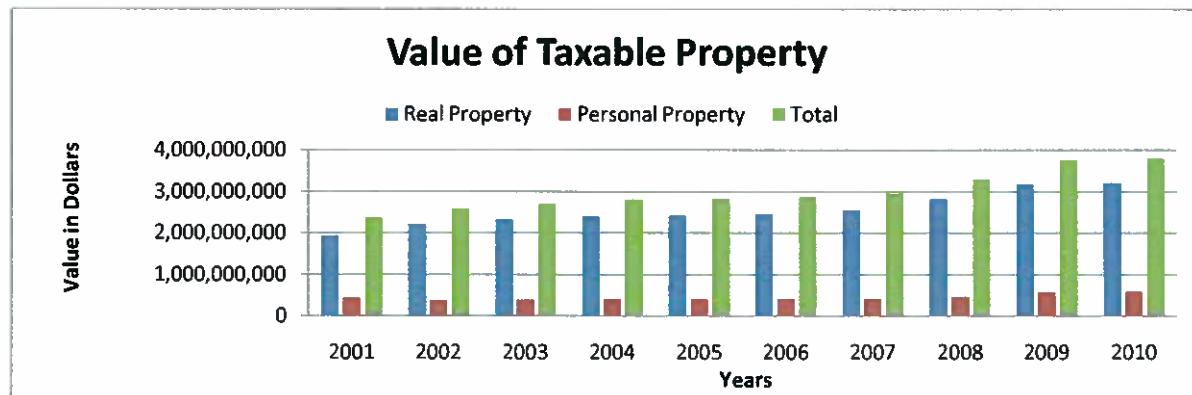
<sup>1</sup> GASB 34 and <sup>44</sup> conversion; comparative data in previous years provided as available

<sup>2</sup> Taxable and market values as provided by Weber County Auditor's office. Includes State Assessed Utilities.

<sup>3</sup> Information not available in previous years

<sup>4</sup> Calendar year valuations (i.e., fiscal year 2010 is the 2009 calendar year valuation)

<sup>5</sup> Total direct tax rate is the Ogden City General Fund tax rate for the calendar year as provided by Weber County. (i.e., fiscal year 2010 is the 2009 calendar year tax rate)



**OGDEN CITY CORPORATION**  
**PRINCIPAL TAXPAYERS FOR THE CALENDAR YEAR 2009**  
**June 30, 2010**

**TEN LARGEST PROPERTY TAXPAYERS**  
**(UNAUDITED)**

<b>Taxpayer</b>	<b>Type of Business</b>	<b>2009</b>	<b>Percentage of</b>	<b>1999</b>	
		<b>Taxable</b> <b>Value</b>	<b>Total Taxable</b> <b>Value</b>	<b>Taxable</b> <b>Value</b>	<b>Ranking</b>
Fresenius USA (Delmed Medical)	Health care products	\$ 180,866,309	4.8%		
Boyer Company	Construction/space leasing	175,208,656	4.6%	30,610,337	4
Williams International	Manufacture of jet airplane engines	80,919,669	2.1%	17,067,546	7
IHC Health Services	Health services	60,762,183	1.6%	10,147,613	10
Newgate Mall	Space leasing for retail sales	56,792,258	1.5%	89,204,255	1
McDonnell Douglas (The Boeing Company)	Air force subcontractor	56,413,450	1.5%	20,712,334	5
Morton International/Autoliv	Automotive safety products	50,300,469	1.3%	30,967,347	3
The Hershey Company	Chocolate manufacturer	41,946,742	1.1%		
Pacificorp (Utah Power)	Electric utility	40,707,404	1.1%		
Nutraceutical Corporation	Nutritional supplements	34,706,300	0.9%		
U.S. West Communications	Telephone/communications			41,119,959	2
Questar Gas	Natural gas utility			17,025,584	8
Sunstone Hotel Investors LP	Hotel & convention facilities			10,742,340	9
Total taxable value of 10 largest taxpayers.....		\$ 778,623,440	20.5%	267,597,315	
Total taxable value of all other taxpayers.....		3,016,226,246	79.5%	2,184,451,605	
Total taxable value of all taxpayers.....		\$ 3,794,849,686	100.0%	2,452,048,920	

Sources: Weber County Treasurer's Office  
Weber County Auditor's Office

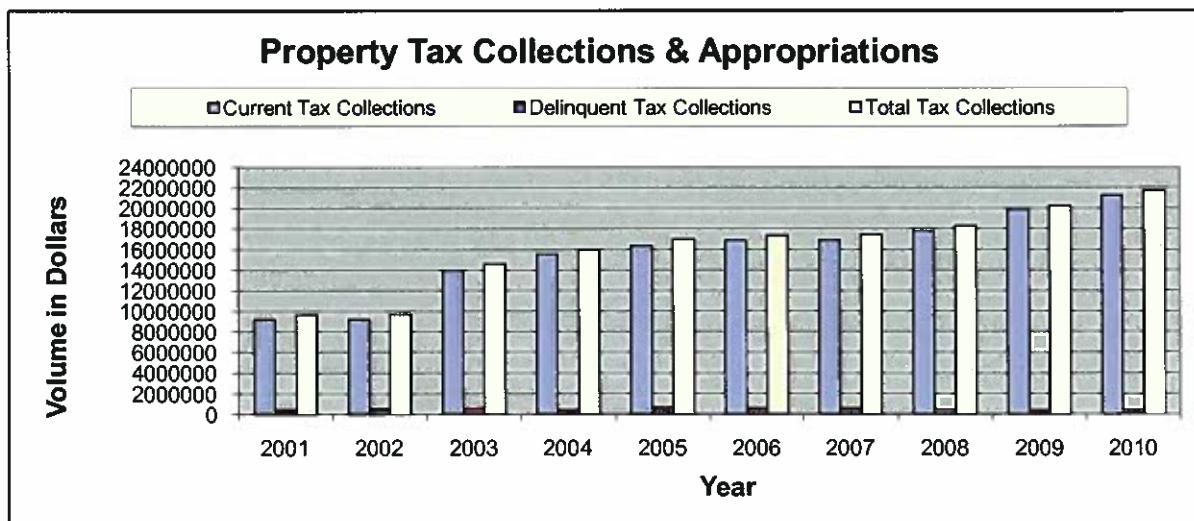
**OGDEN CITY CORPORATION  
PROPERTY TAX APPROPRIATIONS AND COLLECTIONS  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Total Tax Appropriation	Current Tax Collections	Percent of Approp. Collected	Delinquent Tax Collections <sup>2</sup>	Total Tax Collections	Percent of Total Tax Collections to Tax Approp.
2001	9,234,050	9,208,085	99.7%	450,212	9,658,297	104.6%
2002	9,545,200	9,197,405	96.4%	485,721	9,683,126	101.4%
2003 <sup>1</sup>	15,834,825	14,004,703	88.4%	582,987	14,587,690	92.1%
2004	17,371,150	15,541,405	89.5%	426,611	15,968,016	91.9%
2005	18,089,832	16,377,964	90.5%	594,603	16,972,567	93.8%
2006	19,306,325	16,820,852	87.1%	556,156	17,377,008	90.0%
2007	18,257,350	16,892,631	92.5%	550,557	17,443,188	95.5%
2008	20,222,150	17,795,330	88.0%	509,009	18,304,339	90.5%
2009	22,931,825	19,863,615	86.6%	373,517	20,237,132	88.2%
2010	24,412,425	21,285,399	87.2%	420,595	21,705,993	88.9%

<sup>1</sup> GASB 34 conversion; now includes Redevelopment Agency

<sup>2</sup> Property taxes are collected by Weber County and then disbursed to the appropriate entities. Remittance of delinquent tax collections does not include information as to the amounts being collected for particular past years taxing levies. This information is not available at this time. The amounts listed are simply the collections of prior years' taxes that were remitted to the City by the County in that particular fiscal year.

Source: Ogden City Comptroller Division



**OGDEN CITY CORPORATION  
PROPERTY TAX RATES  
DIRECT AND OVERLAPPING GOVERNMENTS  
PER \$1,000 ASSESSED VALUATION  
LAST TEN CALENDAR YEARS  
(UNAUDITED)**

Calendar Year	Ogden City General Fund	Weber County General Fund	Weber County Library Fund	Consolidated Health Fund	Weber County Paramedic	Mosquito Abatement Dist.	General Levy	Weber Basin Water Levy	Weber Basin Water Levy	Central Weber Sewer Special Levy	Ogden City School District	State Assess and Collect	<u>Total</u>
								Levy	Levy				
2000	4.295	1.973	1.221	0.198	0.247	0.118	0.200	0.222	0.603	7.761	0.373	17.211	
2001	4.135	1.853	1.028	0.186	0.232	0.111	0.193	0.216	0.578	7.476	0.348	16.356	
2002	4.082	1.868	1.004	0.187	0.234	0.111	0.193	0.159	0.575	7.458	0.336	16.207	
2003	4.061	1.880	0.968	0.187	0.234	0.111	0.196	0.282	0.574	7.284	0.340	16.117	
2004	4.161	1.893	1.006	0.188	0.236	0.112	0.198	0.358	0.552	7.342	0.340	16.386	
2005	4.253	2.405	1.124	0.193	0.185	0.110	0.193	0.310	0.567	7.312	0.377	17.029	
2006	3.905	2.309	1.056	0.185	0.480	0.106	0.178	0.306	0.573	8.380	0.335	17.813	
2007	3.384	2.376	0.615	0.164	0.451	0.094	0.200	0.345	0.519	8.176	0.295	16.619	
2008	3.109	2.235	0.585	0.156	0.428	0.089	0.181	0.323	0.800	7.453	0.321	15.680	
2009	3.164	2.303	0.601	0.112	0.488	0.128	0.188	0.276	0.811	7.782	0.342	16.195	

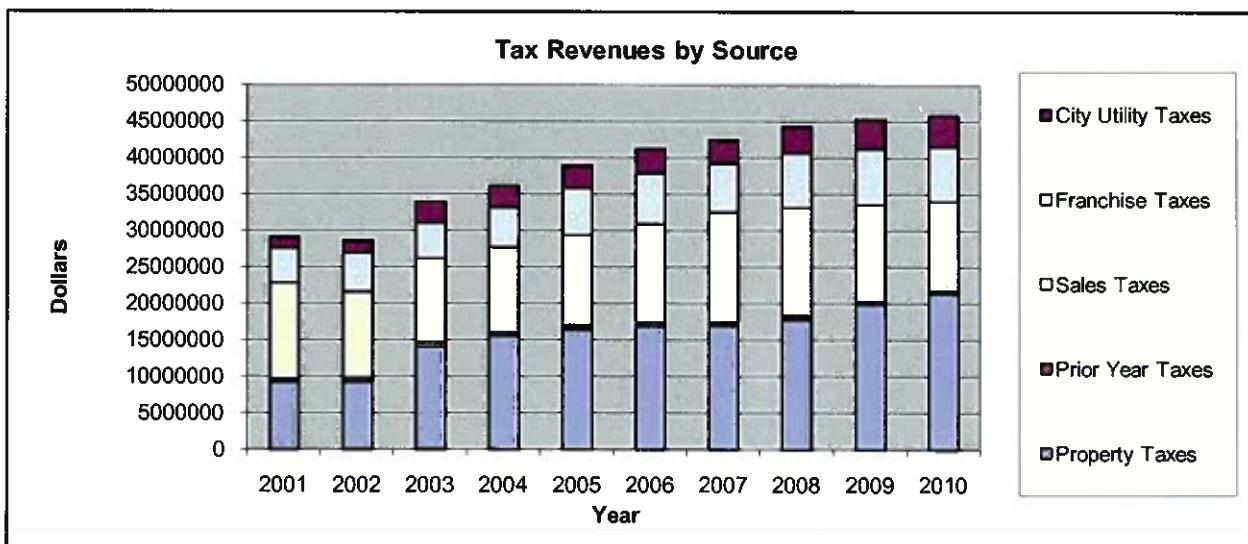
Source: Weber County Auditor's Office

**OGDEN CITY CORPORATION  
TAX REVENUES BY SOURCE  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

Fiscal Year	Property Taxes	Prior Year Taxes	Sales Taxes	Franchise Taxes	City Utility Taxes	Total
2001	9,208,085	450,212	13,153,887	4,714,683	1,602,975	29,129,842
2002	9,197,405	485,721	11,900,477	5,368,914	1,607,400	28,559,917
2003 <sup>1</sup>	14,004,702	582,987	11,573,480	4,893,599	2,857,528	33,912,296
2004	15,541,405	426,611	11,756,091	5,456,826	2,943,145	36,124,078
2005	16,377,964	594,603	12,383,198	6,502,958	3,078,524	38,937,247
2006	16,820,852	556,156	13,452,590	7,054,842	3,289,875	41,174,315
2007	16,892,631	550,557	15,100,532	6,687,005	3,212,744	42,443,469
2008	17,795,330	509,009	14,812,621	7,583,031	3,599,048	44,299,039
2009	19,863,615	373,517	13,348,067	7,611,391	4,180,422	45,377,012
2010	21,285,399	420,595	12,293,276	7,549,969	4,265,064	45,814,303

<sup>1</sup> GASB 34 conversion; now includes Ogden City Redevelopment Agency

Source: Ogden City Comptroller Division



## **DEBT CAPACITY (Unaudited)**

**Ogden City**  
**Ratios of Outstanding Debt by Type**  
**Last Eight Fiscal Years**  
**(UNAUDITED)**

Fiscal Year	Governmental Activities					
	Population		Personal Income		Lease Revenue Bonds	
	1	2	3	4	5	6
2003	80,599	\$ 5,053,300,000	\$ 21,410,000	\$ 4,315,000	\$ 14,655,000	\$ 543,000
2004	81,416	5,228,500,000	20,850,000	3,905,000	13,770,000	477,000
2005	82,007	5,471,100,000	19,475,000	3,475,000	12,875,000	408,000
2006	82,007	5,780,700,000	20,020,000	3,340,000	50,305,000	257,000
2007	82,843	6,489,000,000	18,455,000	3,005,000	57,925,000	176,000
2008	82,843	7,085,100,000	16,810,000	5,845,000	55,400,000	90,000
2009	82,865	7,325,600,000	14,795,000	5,602,000	55,505,000	-
2010	83,296	7,325,600,000	13,060,000	5,332,000	52,945,000	-

Fiscal Year	Business-Type Activities					
	Revenue Bonds		Notes Payable		Government	
	1	2	3	4	5	6
2003	\$ 12,500,000	\$ -	\$ -	\$ 55,160,309	1.09	\$ 684.38
2004	11,868,650	-	-	52,489,706	1.00	644.71
2005	11,206,633	4,806,530	56,467,598	1.03	-	688.57
2006	10,518,496	4,702,742	93,029,568	1.61	-	1,134.41
2007	9,798,765	4,568,950	100,918,598	1.56	-	1,218.19
2008	58,221,951	415,160	143,361,787	2.02	-	1,730.52
2009	58,463,000	311,370	143,587,334	1.96	-	1,732.79
2010	56,924,000	207,580	136,187,456	1.86	-	1,634.98

Notes: Details regarding the City's outstanding debt can be found in the notes to the financial statements.  
 These ratios are calculated using personal income and population for the prior calendar year.

Source: Ogden City Comptrollers Office  
 Utah Department of Workforce Services

<sup>1</sup> GASB 34 and 44 conversion. Ten years of comparative data not yet available.

<sup>2</sup> Population estimates are from the Utah Department of Workforce Services, (i.e., fiscal year 2010 population is the July 1, 2009 estimate).

<sup>3</sup> Personal income numbers are for Weber County. This data is not available on a city level. Ogden City is the largest city in Weber County. Calendar year numbers (i.e., fiscal year 2009 is calendar year 2008 numbers); calendar 2009 numbers were not available.

**OGDEN CITY CORPORATION**  
**RATIOS OF GENERAL BONDED DEBT OUTSTANDING**  
**TO ASSESSED VALUE AND PER CAPITA**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

<b>Fiscal Year</b>	<b>Population <sup>1</sup></b>	<b>Taxable Value/ Est. Market Value <sup>2</sup></b>	<b>Net General Obligation Bonded Debt</b>	<b>Ratio of Net Bonded Debt to Assessed Value</b>	<b>Net Bonded Debt per Capita</b>
2001	77,226	\$ 2,375,205,686	\$ 23,640,000	1.00	\$ 306.11
2002	79,757	2,590,632,229	22,550,000	0.87	282.73
2003	80,599	3,809,083,590	21,410,000	0.56	265.64
2004	81,416	3,942,177,648	20,850,000	0.53	256.09
2005	82,007	3,976,436,189	19,475,000	0.49	237.48
2006	82,007	4,043,682,857	20,020,000	0.50	244.13
2007	82,843	4,470,057,050	18,455,000	0.41	222.77
2008	82,843	5,043,777,468	16,810,000	0.33	202.91
2009	82,865	5,859,951,360	14,795,000	0.25	178.54
2009	83,296	5,837,221,672	13,060,000	0.22	156.79

**Sources:** Weber County Auditor's Office  
 Ogden City Planning and U.S. Census Bureau

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

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<sup>1</sup> Population estimates are from the Utah Department of Workforce Services (i.e., fiscal year 2010 population is the July 1, 2009 estimate.)  
 Population from the 1990 census was 63,909. The population figures have been revised to bring them in line with the census.

<sup>2</sup> Calendar year valuations (i.e., fiscal year 2010 is calendar year 2009 valuation). Taxable and market values as provided by the Weber County Auditor's office. Includes State Assessed Utilities. Estimated market value not available prior to fiscal year 2003; numbers provided in fiscal year 2002 and prior are taxable values.

**OGDEN CITY CORPORATION**  
**COMPUTATION OF DIRECT AND OVERLAPPING DEBT**  
**June 30, 2010**  
**(UNAUDITED)**

<b>Jurisdiction</b>	<b>Net Debt Outstanding</b>	<b>Percentage Applicable to Ogden City</b>	<b>Amount Applicable to Ogden City</b>
Ogden City Corporation	\$ 66,005,000	100%	\$ <u>66,005,000</u>
Total direct debt			<u>66,005,000</u>
Ogden City School District	95,248,000	100%	95,248,000
Weber County	13,950,000	32%	4,517,543
Weber Basin Water Conservancy Dist.	28,164,447	11%	<u>2,968,742</u>
Total overlapping debt			<u>102,734,285</u>
Total direct and overlapping debt			\$ <u>168,739,285</u>

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Notes: Percentage applicable to Ogden City calculated using taxable value data as provided by the entities listed above or from the Weber County Auditor's Office.

The State of Utah general obligation debt is not included in the calculation of Overlapping General Obligation Debt because the State currently levies no property tax for payment of general obligation bonds.

Sources: Ogden City Comptrollers Office  
 Ogden City School District  
 Weber County Auditor/Clerk/Treasurer's Office  
 Weber Basin Water Conservancy District

**OGDEN CITY CORPORATION**  
**COMPUTATION OF LEGAL DEBT MARGIN**  
Last Ten Fiscal Years  
June 30, 2010  
(UNAUDITED)

Net assessed value for 2009:	\$ 1,866,411,986	@ 55% <sup>1</sup>	\$ 1,026,526,592
Residential valuation	1,926,437,700	@ 100%	\$ 1,926,437,700
Total taxable value.....			<u>\$ 2,954,964,292</u>

**General Debt Margin**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Debt limit: 4% of total taxable value	2 \$ 73,261,381	\$ 80,180,293	\$ 84,056,101	\$ 87,131,155	\$ 87,547,887	\$ 89,362,274	\$ 92,046,441	\$ 102,099,145	\$ 116,519,924	\$ 118,198,572
Total net debt applicable to limit	3 \$ 23,640,000	\$ 22,550,000	\$ 21,410,000	\$ 20,850,000	\$ 19,475,000	\$ 20,020,000	\$ 18,455,000	\$ 16,810,000	\$ 14,795,000	\$ 13,060,000
Legal debt margin	\$ 49,621,381	\$ 57,630,293	\$ 62,646,101	\$ 66,281,155	\$ 68,072,887	\$ 69,342,274	\$ 73,591,441	\$ 85,289,145	\$ 101,724,924	\$ 105,138,572
Total net debt applicable to the limit as a percentage of debt limit	32.27%	28.12%	25.47%	23.93%	22.24%	22.40%	20.05%	16.46%	12.70%	11.05%

**Utilities Debt Margin**

	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>	<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
Debt limit: 4% of total taxable value for utilities	\$ 73,261,381	\$ 80,180,293	\$ 84,056,101	\$ 87,131,155	\$ 87,547,887	\$ 89,362,274	\$ 92,046,441	\$ 102,099,145	\$ 116,519,924	\$ 118,198,572
Total net debt applicable to limit	\$ 7,770,000	\$ 10,866,000	\$ 12,500,000	\$ 11,868,650	\$ 11,206,633	\$ 10,548,494	\$ 9,798,765	\$ 58,221,952	\$ 58,463,000	\$ 56,1924,000
Legal debt margin	\$ 65,491,381	\$ 69,315,293	\$ 71,556,101	\$ 75,262,505	\$ 76,341,254	\$ 78,843,780	\$ 82,247,676	\$ 43,877,193	\$ 58,056,924	\$ 61,274,572
Total net debt applicable to the limit as a percentage of debt limit	10.61%	13.55%	14.87%	13.62%	12.80%	11.77%	10.69%	57.02%	50.17%	48.16%

<sup>1</sup> Primary residences only. Secondary homes are assessed at 100%.

<sup>2</sup> Article XIV, Section 4, Constitution of Utah: Establishes that no city, town, school district or other municipal corporation, shall become indebted to an amount, including existing indebtedness, exceeding four per cent of the value of the taxable property with provisions that an additional four percent is allowed if the debt is incurred to provide the entity with water, light or sewer services.

<sup>3</sup> Bonded debt applicable to debt limit does not include Enterprise Fund revenue bonds or RDA bonded debt.

Sources: Ogden City Comptrollers Office  
Weber County Auditor's Office

**OGDEN CITY CORPORATION  
REVENUE BOND COVERAGE  
WATER UTILITY  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Fiscal Year</b>	<b>Gross Revenues</b> <sup>1</sup>	<b>Direct Operating Expense</b> <sup>2</sup>	<b>Net Revenue</b>		<b>Debt Service Requirements<sup>3</sup></b>		
			<b>Available for Debt Service</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>	<b>Coverage</b>
2001	\$ 6,005,759	\$ 5,841,241	\$ 164,518	\$ 133,400	\$ 243,150	\$ 376,550	0.44
2002	6,185,153	7,429,156	(1,244,003)	136,735	238,481	375,216	(3.32)
2003	6,704,260	6,347,438	356,822	140,070	233,422	373,492	0.96
2004	7,303,641	6,227,386	1,076,255	146,740	228,099	374,839	2.87
2005	6,930,588	7,475,593	(545,005)	153,410	222,376	375,786	(1.45)
2006	7,775,694	7,814,521	(38,827)	160,080	216,240	376,320	(0.10)
2007	9,028,800	9,221,001	(192,201)	166,665	209,552	376,217	(0.51)
2008	11,400,743	9,508,672	1,892,071	173,420	202,673	376,093	5.03
2009	13,727,378	11,288,163	2,439,215	677,005	1,761,870	2,438,875	1.00
2010	13,529,048	10,621,197	2,907,851	913,507	2,042,586	2,956,093	0.98

<sup>1</sup> Total operating revenues.

<sup>2</sup> Total operating expenses including depreciation.

<sup>3</sup> Operating income is used to cover debt service requirements.

Source: Ogden City Comptrollers Office

**OGDEN CITY CORPORATION  
REVENUE BOND COVERAGE  
SEWER UTILITY  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Fiscal Year</b>	<b>Gross Revenues<sup>1</sup></b>	<b>Direct Operating Expense<sup>2</sup></b>	<b>Net Revenue Available for Debt Service</b>		<b>Debt Service Requirements<sup>3</sup></b>			<b>Coverage</b>
			<b>Principal</b>	<b>Interest</b>	<b>Total</b>			
2001	\$ 3,515,391	\$ 3,303,623	\$ 211,768	\$ 66,600	\$ 121,393	\$ 187,993		1.13
2002	4,243,319	6,075,737	(1,832,418)	68,265	119,062	187,327		(9.78)
2003	4,794,832	3,534,101	1,260,731	69,930	116,536	186,466		6.76
2004	5,544,291	4,155,325	1,388,966	324,610	195,267	519,877		2.67
2005	5,541,685	4,353,094	1,188,591	338,607	181,743	520,350		2.28
2006	5,801,639	4,181,699	1,619,940	353,057	167,558	520,615		3.11
2007	6,918,945	5,582,307	1,336,638	368,064	152,814	520,878		2.57
2008	8,192,388	9,508,672	(1,316,284)	383,394	137,109	520,503		(2.53)
2009	10,434,419	7,606,271	2,828,148	647,407	902,941	1,550,348		1.82
2010	11,483,634	8,410,533	3,073,101	420,950	711,534	1,132,484		2.71

<sup>1</sup> Total operating revenues.

<sup>2</sup> Total operating expenses including depreciation.

<sup>3</sup> Operating income is used to cover debt service requirements.

Source: Ogden City Comptrollers Office

**OGDEN CITY CORPORATION  
REVENUE BOND COVERAGE  
REFUSE UTILITY  
LAST TEN FISCAL YEARS  
(UNAUDITED)**

<b>Fiscal Year</b>	<b>Gross Revenues</b> <sup>1</sup>	<b>Direct Operating Expense</b> <sup>2</sup>	<b>Net Revenue</b>			<b>Debt Service Requirements<sup>3</sup></b>			<b>Coverage</b>
			<b>Available for Debt Service</b>	<b>Principal</b>	<b>Interest</b>	<b>Total</b>			
2001	\$ 2,856,440	\$ 2,253,569	\$ 602,871	\$ -	\$ -	\$ -			N/A
2002	3,096,018	4,980,428	(1,884,410)						N/A
2003	3,543,164	2,898,915	644,249	155,000	161,700	316,700			2.03
2004	3,611,435	2,950,847	660,588	160,000	154,105	314,105			2.10
2005	3,691,825	3,198,080	493,745	170,000	146,265	316,265			1.56
2006	3,828,593	3,067,261	761,332	175,000	137,935	312,935			2.43
2007	4,019,859	3,940,483	79,376	185,000	129,360	314,360			0.25
2008	4,859,881	4,175,403	684,478	195,000	120,295	315,295			2.17
2009	4,925,650	3,942,764	982,886	205,000	110,740	315,740			3.11
2010	4,678,149	4,028,787	649,362	215,000	64,263	279,263			2.33

<sup>1</sup> Total operating revenues.

<sup>2</sup> Total operating expenses including depreciation.

<sup>3</sup> Operating income is used to cover debt service requirements.

Source: Ogden City Comptrollers Office

**OGDEN CITY CORPORATION**  
**INDUSTRIAL REVENUE BONDS OUTSTANDING**  
**As of June 30, 2010**  
**(UNAUDITED)**

<b>Company</b>	<b>Date Issued</b>	<b>Outstanding July 1, 2009</b>	<b>Issued in 2010</b>	<b>Retired in 2010</b>	<b>Outstanding June 30, 2010</b>
Albion Manufacturing	11-25-08	2,023,000	-	155,000	1,868,000
Enable Industries	10-29-97	430,000	-	100,000	330,000

**Sources:** Financial institutions, bond contracts, accounting firms

## **Demographic and Economic Information (Unaudited)**

**OGDEN CITY CORPORATION**  
**DEMOGRAPHIC AND ECONOMIC STATISTICS**  
**LAST TEN FISCAL YEARS**  
**(UNAUDITED)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Personal Income</b>	<b>Per Capita Personal Income</b>	<b>School Enrollment</b>	<b>Unemployment Rate</b>	
						5
2001	77,226	Not available	Not available	12,835	7.2%	
2002	79,757	Not available	Not available	12,816	9.2%	
2003 <sup>1</sup>	80,599	5,053,300,000	24,856	13,141	9.6%	
2004	81,416	5,228,500,000	25,414	12,877	8.1%	
2005	82,007	5,471,100,000	25,920	12,604	6.8%	
2006	82,007	5,780,700,000	27,021	12,059	4.6%	
2007	82,843	6,489,000,000	30,019	12,564	4.4%	
2008	82,843	7,085,100,000	32,053	12,781	6.8%	
2009	82,865	7,325,600,000	32,244	12,623		10.2%
2010	83,296	7,325,600,000	32,244	12,568	Not Available	5

Sources: Utah Department of Workforce Services  
 Ogden City School District  
 U.S. Census Bureau

<sup>1</sup> GASB 34 and 44 conversion; comparison data in prior years provided as available

<sup>2</sup> Population estimates are from the Utah Department of Workforce Services (i.e., fiscal year 2010 population is the July 1, 2009 estimate). Population from the 1990 census was 63,909. The population figures have been revised to bring them more in line with the census. Population from the 1980 census was 64,407. Fiscal year 2001 population is from the 2000 census.

<sup>3</sup> Personal income and per capita personal income numbers are for Weber County. This data is not available on a city level. Ogden City is the largest city in Weber County. Calendar year numbers (i.e., fiscal year 2009 is calendar year 2008 numbers); calendar 2009 is not available. Prior year data is adjusted as available.

<sup>4</sup> Calendar year data.

<sup>5</sup> Rates are raw annual calendar year averages. The unemployment rate for calendar year 2010 is not yet available.

**OGDEN CITY CORPORATION  
LARGEST EMPLOYERS  
FOR 2009  
(UNAUDITED)**

Company	Type of Business	1999		
		Employment Range	Employment Range	Ranking
Internal Revenue Service	Federal government	5,000-6,999	Not available	
McKay Kee Hospital Center	Hospital	3,000-3,999	Not available	
Weber County School District	Public education	3,000-3,999	Not available	
Weber State University	Public education	2,000-2,999	Not available	
Autoliv	Motor vehicle equipment manufacturing	1,000-1,999	Not available	
Fresenius USA Manufacturing Inc.	Medical instrument manufacturing	1,000-1,999	Not available	
Ogden City School District	Public education	1,000-1,999	Not available	
State of Utah	State government	1,000-1,999	Not available	
Wal-Mart	Discount department store	1,000-1,999	Not available	
Weber County	Local Government	1,000-1,999	Not available	

<sup>1</sup> The Utah Department of Workforce Services provides employer data by county in the State. The largest employers listed above are within the boundaries of Weber County. Ogden City is the major city within Weber County. Comparative data from 10 years ago not available at this time.

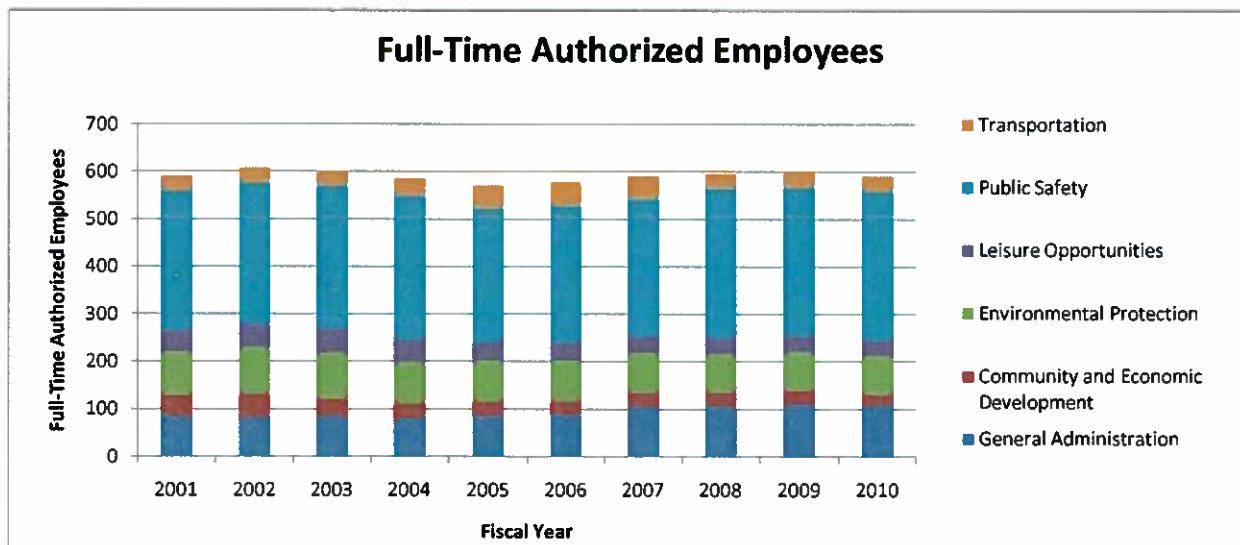
Source: Utah Department of Workforce Services

## **Operating Information (Unaudited)**

**Ogden City**  
**Full-Time Authorized Employees**  
**Summary by Program**  
**Last Ten Fiscal Years**  
**(UNAUDITED)**

Fiscal Year	General Administration	Community and Economic Development	Environmental Protection	Leisure Opportunities	Public Safety	Transportation	Total
2001	83.5	45	92.66	43	293	33.34	590.5
2002	80.8	50.2	98.66	46	299	33.34	608
2003	82.8	37.2	97.66	49	301	33.34	601
2004	78.8	32.2	87	47	302	38	585
2005	83.3	31.7	86	39	281	50	571
2006	86	29	86.66	36	289	51.34	578
2007	103.3	28.7	86.66	33	288	51.34	591
2008	105.3	27.7	83.66	33	313	32.34	595
2009	109.35	27.65	83.66	33	312	33.34	599
2010	106.35	22.65	83.66	31	313	34.34	591

Source: Ogden City Adopted Budget



**Ogden City**  
**Operating Indicators by Function/Program**  
**Last Ten Years**  
**(UNAUDITED)**

<b>Function</b>	<b>2000</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<sup>2</sup>
<b>Police</b>											
Part I: Crimes of Violence	443	358	387	392	372	250	290	373	257	391	<sup>1</sup>
Part I: Crimes of Non-Violence	5,088	4,886	4,900	4,790	5,177	4,853	4,723	5,140	4,416	3,726	<sup>1</sup>
<b>Total all UCR Offenses</b>	<b>5,531</b>	<b>5,244</b>	<b>5,287</b>	<b>5,182</b>	<b>5,549</b>	<b>5,103</b>	<b>5,013</b>	<b>5,513</b>	<b>4,673</b>	<b>4,117</b>	<sup>1</sup>
<b>Total Averages of UCR Crimes per 1,000 Population</b>											
Violent Crimes per 1,000	5.7	4.6	4.8	5.0	4.3	4.4	3.5	4.5	3.1	4.7	<sup>1</sup>
Non-Violent Crimes per 1,000	65.9	62.2	61.3	61.0	64.0	68.0	57.0	62.0	53.3	44.7	<sup>1</sup>
<b>All UCR Crime per 1,000</b>	<b>71.6</b>	<b>66.8</b>	<b>66.1</b>	<b>66.0</b>	<b>68.3</b>	<b>72.4</b>	<b>60.5</b>	<b>66.5</b>	<b>56.4</b>	<b>49.4</b>	<sup>1</sup>
<b>Function</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>	<sup>3</sup>
<b>Fire</b>											
Incident Reponses	10,469	11,199	10,917	12,113	12,152	12,979	13,428	14,387	14,450	14,147	
Inspections/Preplanning Property Visits (excludes Public Nuisance inspections)	<sup>4</sup>	2,285	3,372	2,943	1,072	1,460	2,972	2,871	2,345	1,762	
Fire Investigations	4	4	4	4	4	4	49	46	53	51	
Fire Investigation Hours	4	509	387	395	226	386	670	245	416	389	
Public Education Hours	4	4	4	793	635	990	382	255	190	257	

<sup>1</sup> 2009 Projected; 2008 revised to actual

<sup>2</sup> Police information is presented for the calendar year.

<sup>3</sup> Fire Information is presented for the fiscal year.

<sup>4</sup> Information not available for prior years

Notes: Information on this report presents available indicators of demand or level of service.

Sources: Ogden City Police Department, Uniform Crime Report  
Ogden City Fire Department

**Ogden City**  
**Capital Asset Statistics by Function/Program**  
**Last Ten Fiscal Years**  
**(UNAUDITED)**

<b>Function</b>	<b>2001</b>	<b>2002</b>	<b>2003</b>	<b>2004</b>	<b>2005</b>	<b>2006</b>	<b>2007</b>	<b>2008</b>	<b>2009</b>	<b>2010</b>
<b>Police</b>										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol units	1	1	1	1	1	1	1	133	139	151
Motorcycle units	1	1	1	1	1	1	1	8	8	8
Animal control units	1	1	1	1	1	1	1	3	3	3
<b>Fire</b>										
Stations	5	5	5	5	5	5	5	5	5	5
Ladder trucks	1	1	1	1	1	1	1	2	2	2
Pumper trucks	1	1	1	1	1	1	1	5	5	7
Ambulances	1	1	1	1	1	1	1	7	7	7
<b>Street</b>										
Streets (miles)	292	292	303	292	273	273	305	305	311	311
Curb and gutter (miles)	1	1	1	1	1	1	1	481	485	512
Sidewalk (miles)	1	1	1	1	1	1	1	316	333	359
Streetlights	2,965	2,965	2,965	2,965	2,965	2,965	3,619	3,619	2,830	3,300
Traffic signals	1	1	1	1	1	1	1	75	86	88
<b>Parks and recreation</b>										
Community centers	1	1	1	1	1	1	1	2	2	1
Parks	39	39	39	39	39	40	39	41	41	43
Park acreage	238.52	238.52	238.52	238.52	238.52	238.67	238.52	242.87	242.87	250.22
Covered picnic areas	1	1	1	1	1	1	1	29	29	30
Baseball/Softball diamonds	1	1	1	1	1	1	1	23	23	23
Soccer fields	1	1	1	1	1	1	1	10	10	10
Tennis courts	1	1	1	1	1	1	1	14	14	14
Skate Park	1	1	1	1	1	1	1	1	1	1
Swimming pools	1	1	1	1	1	1	1	2	2	1
Gymnasiums	1	1	1	1	1	1	1	1	1	0
<b>Sewer</b>										
Sanitary sewers (miles)	314	329	335	335	335	335	335	335	247	247
Storm sewers (miles)	106	111	116	116	116	116	116	116	106	136
<b>Water</b>										
Water lines (miles)	328	344	350	350	350	350	350	350	280	324
Fire hydrants	1	1	1	1	1	1	1	2,372	2,372	2,680

Source: Various City Departmental Data

<sup>1</sup> Information in prior years provided as available

**OGDEN CITY CORPORATION  
MISCELLANEOUS STATISTICS**  
June 30, 2010  
(UNAUDITED)

		<b>2000 Comparative Data</b>
Date of Incorporation:	February 6, 1851	
Form of government:	Council - Mayor	
Area (in square miles):	27	27
Miles of streets:	311	292
Number of street lights:	3,300	2,965
Fire protection:		
Number of stations	5	5
Number of firemen and officers	111	106
Police protection:		
Number of stations	1	1
Number of policemen and officers (Does not include reserve police officers)	129	112
Education (elementary only):		
Attendance centers	14	15
Number of teachers	733	260
Number of students	7,488	6,321
Municipal water department:		
Number of consumers	23,869	21,701
Miles of water mains	324	328
Sewers:		
Sanitary sewers (in miles)	247	314
Storm sewers (in miles)	136	103
Building permits issued:	2,123	2,871
Recreation and culture:		
Number of parks	43	38
Number of libraries	1	1
Number of volumes	546,951	380,446
Employees:		
Classified service	543	530
Exempt	239	282

Sources: Various Ogden City departments  
 Ogden School District  
 Weber County Library

Ogden City Corporation  
Schedule of Insurance Coverage  
as of June 30, 2010

(UNAUDITED)

Coverage	Carrier	Limits	Deductible	Expiration Date	Description
General Liability Law Enforcement Public Official	URMMA	\$ 6,000,000 6,000,000 6,000,000	\$ 15,000 15,000 15,000	July 1, 2010 July 1, 2010 July 1, 2010	Covers bodily injury, property damage, personal injury, errors and omissions, and personal injury protection. This is a Claims Made policy. Excludes Airport.
Auto Liability Auto Comprehensive Auto Collision Auto First Party Auto Uninsured Motorist	(Ogden)	6,000,000	15,000	Indefinite	
Planning and Zoning	URMMA	6,000,000	15,000	July 1, 2010	
Airport Liability Contractual Ground Hangar Keepers	StarNet	15,000,000 15,000,000 15,000,000	0 0 1,000	July 1, 2010	Covers general liability occurrences at airport.
Off-duty Auto Liability	Federal Ins. (Chubb Group) 74969965	1,000,000	0	July 1, 2010	Automobile liability coverage for off-duty vehicle usage.
Property Package Blanket Real & Personal Property (Including Equip Breakdown)	Affiliated F.M. TS485	169,294,055	10,000  Other deductibles on file with company.	July 1, 2010	Covers buildings and contents listed on statement of values as a result of covered causes of loss.
Earthquake & Flood	Included in Property	Included	10 or 100,000	July 1, 2010	Covers City properties from an Earthquake or Flood.
Mobile Equip Scheduled & Unscheduled	Included in Property	Included	10,000	July 1, 2010	Covers City Owned Mobile Equipment as a result of covered causes of loss.
Electronic Data Processing	Included in Property	Included	10,000	July 1, 2010	Covers EDP Equipment as a result of covered causes of loss.
Extra Expense	Included in Property	Included	10,000	July 1, 2010	Covers additional expenses incurred from a covered cause of loss.
Valuable Papers	Included in Property	Included	10,000	July 1, 2010	Covers costs to research and restore lost information from a covered case of loss.
Business Interruption (Municipal Bldg Authority)	Included in Property	Included	24 Hrs	July 1, 2010	Covers loss of income for Baseball Stadium as required by City contract.

Coverage	Carrier	Limits	Deductible	Expiration Date	Description
Auto Physical Damage Vehicles Under \$50,000 Comp & Collision Perils  Vehicles Over \$50,000 Comp & Collision Perils	Federal Ins. (Chubb Group) 74969966	Scheduled Vehicles  1,243,400	500  25,000	July 1, 2010	Covers property damage to owned city vehicles including Strike Force Vehicles.
Commercial Crime Employee theft, faithful performance of duty incl. forgery alterations & computer fraud coverage	St. Paul Travelers 104448569	1,000,000  Money & Security In & Outside 50,000	25,000  1 1/2 Yr Policy Term-Amended Exp Date from Jan to July.	July 1, 2010	Covers loss caused through failure of any employee to perform duties faithfully or account properly for all monies and property received.
Public Official Bond (Michael D. Goodwin, Treasurer)	St. Paul Travelers 103929954	3,147,000	N/A	July 1, 2011	Covers loss caused through failure of City Treasurer to perform duties faithfully or to account properly for all monies.
Excess Workers Compensation	Midwest Employers Casualty Co. EWC006298	Statutory work comp; 1,000,000 Employers Liability	500,000 Self insured Retention	July 1, 2010	Coverage for employee accident or illness as per workers compensation law above self-insured retention limit.
General Liability Parking Structures	Travelers #16603023M547	1,000,000 Each Occurrence	N/A	July 1, 2010	Covers Liability for North & South Parking Structures.
Liquor Liability Elmonte & Mt.Ogden Golf Courses & Baseball Staduim.	Mt. Vernon Fire Ins. Group #CL2277096E	1,000,000	N/A	July 1, 2010	Covers City liability for serving alcohol.

**Ogden City**  
**Staff per 1000 Residents**  
**Last Ten Fiscal Years**  
**(UNAUDITED)**

<b><u>Fiscal Year</u></b>	<b><u>Population</u></b>	<b>Total Full-Time Authorized Employees</b>	<b>Staff per 1000 Residents</b>
2001	77,226	590.5	7.65
2002	79,757	608	7.62
2003	80,599	601	7.46
2004	81,416	585	7.19
2005	82,007	571	6.96
2006	82,007	578	7.05
2007	82,843	591	7.13
2008	82,843	595	7.18
2009	82,865	599	7.23
2010	83,296	591	7.10

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<sup>1</sup> Population estimates are from the Utah Department of Workforce Services (i.e., FY 2010 population is the July 1, 2009 estimate). Population from the 1990 census was 63,909. The population figures have been revised to bring them more in line with the census. FY 2001 population is from the 2000 census.

<sup>2</sup> Total full-time authorized positions as approved by City Council when fiscal year budget is adopted. Authorized positions may be temporarily vacant.

**Ogden City**  
**Cost per Resident to Run City Government**  
**Last Ten Fiscal Years**  
**(UNAUDITED)**

<b>Fiscal Year</b>	<b>Population</b>	<b>Total General Government Expenditures (Excluding Capital Outlay)</b>		<b>Cost per Resident to Run City Government</b>
		<sup>1</sup>	<sup>2</sup>	
2001	77,226	\$ 2		\$ N/A
2002	79,757		2	N/A
2003	80,599	59,573,244		739.13
2004	81,416	57,692,227		708.61
2005	82,007	63,843,473		778.51
2006	82,007	70,356,146		857.93
2007	82,843	76,121,355		918.86
2008	82,843	79,399,730		958.44
2009	82,865	72,159,613		870.81
2010	83,296	97,249,991		1167.52

<sup>1</sup> Population estimates from the Department of Workforce Services (i.e., FY 2010 population is the July 1, 2009 estimate).

Population from the 1990 census was 63,909. The population figures have been revised to bring them more in line with the census. FY 2001 population is from the 2000 census.

<sup>2</sup> GASB 34 and 44 conversion. Ten years of comparative data is not yet available.

# **OGDEN CITY CORPORATION**

**Government Auditing Standards  
OMB Circular A-133 and Other Required Reports**

**Year Ended June 30, 2010**

**(With Independent Auditors' Report Thereon)**

**OGDEN CITY CORPORATION**  
**Government Auditing Standards, OMB Circular A-133 and**  
**Other Required Reports**  
**Year Ended June 30, 2010**

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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***

To the Mayor and Members of the City Council  
Ogden City Corporation

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ogden City Corporation, as of and for the year ended June 30, 2010, which collectively comprise the Ogden City Corporation's basic financial statements and have issued our report thereon dated December 8, 2010. 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.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Ogden City Corporation's internal control over financial reporting as a basis for designing our auditing procedures for the purpose of expressing our opinions on the financial statements, but not for the purpose of expressing an opinion on the effectiveness of Ogden City Corporation's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the Ogden City Corporation's internal control over financial reporting.

A *deficiency in internal control* exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent, or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or a combination of deficiencies, in internal control, such that there is a reasonable possibility that a material misstatement of the entity's financial statements will not be prevented, or detected and corrected on a timely basis.

Our consideration of internal control over financial reporting was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over financial reporting that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above. However, we identified a deficiency in internal control over financial reporting, described in the accompanying schedule of findings and questioned costs, that we consider to be a significant deficiency in internal control over financial reporting [2010-1]. 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.

### Compliance and Other Matters

As part of obtaining reasonable assurance about whether Ogden City Corporation'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 *Governmental Auditing Standards*.

This report is intended solely for the information and use of management, City Council, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

*Schmitt, Giffith, Smith & Co.*

December 8, 2010



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

To the Mayor and Members of the City Council  
Ogden City Corporation

Compliance

We have audited the compliance of Ogden City Corporation, with the types of compliance requirements described in the U. S. Office of Management and Budget (OMB) Circular A-133 *Compliance Supplement* that could have a direct and material effect on each of Ogden City Corporation's major federal programs for the year ended June 30, 2010. Ogden City Corporation's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of Ogden City Corporation's management. Our responsibility is to express an opinion on Ogden City Corporation's compliance based on our audit.

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 Ogden City Corporation's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination of Ogden City Corporation's compliance with those requirements.

In our opinion, Ogden City Corporation complied, in all material respects, with the compliance requirements referred to above that could have a direct and material effect on each of its major federal programs for the year ended June 30, 2010.

Internal Control Over Compliance

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

internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of Ogden City Corporation's internal control over compliance.

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

Our consideration of internal control over compliance was for the limited purpose described in the first paragraph of this section and was not designed to identify all deficiencies in internal control over compliance that might be deficiencies, significant deficiencies, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

#### Schedule of Expenditures of Federal Awards

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Ogden City Corporation, as of and for the year ended June 30, 2010, and have issued our report thereon dated December 8, 2010. Our audit was performed for the purpose of forming opinions on the financial statements that collectively comprise Ogden City Corporation's basic financial statements. The accompanying schedule of expenditures of federal awards is presented for the purposes of additional analysis as required by OMB Circular A-133 and is not a required part of the basic financial statements. Such 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 information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated, in all material respects, in relation to the basic financial statements as a whole.

This report is intended solely for the information and use of management, City Council, others within the entity, federal awarding agencies, and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.



December 8, 2010

**OGDEN CITY CORPORATION**  
**Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2010**

<b>Federal Grantor / Pass-Through Grantor / Program Title</b>	<b>Federal CFDA Number</b>	<b>Expenditures</b>
<b><u>U.S. Department of Energy</u></b>		
Energy Independence and Security Act	DE-SC0002940	\$ 14,900
<b>Total Department of Energy</b>		<u>14,900</u>
<b><u>U.S. Department of Homeland Security</u></b>		
Assist. to Firefighters Agreement EMW-2008-FO-11383	97.044	100,476
Pass through from State of Utah:		
EMP Grant EMPG-2009-HLS- 54	97.042	4,847
2007 SAFER - Asst. to Firefighters -- EMW-2007-FF-00460	97.044	<u>97,750</u>
<b>Total Department of Homeland Securitiy</b>		<u>203,073</u>
<b><u>U.S. Department of Housing and Urban Development</u></b>		
Community Development Block Grant	14.218	1,877,124
Community Development Block Grants/Economic Development Initiative	14.218	54,467
HOME Investment Partnerships Program	14.239	934,663
Community Development Block Grant - ARRA	14.253	<u>310,838</u>
<b>Total Department of Housing and Urban Development</b>		<u>3,177,092</u>
<b><u>U.S. Department of the Interior, NPS</u></b>		
Crossroads of the West Historical District Cooperative Agreement	15.ABG	268,510
<b>Total Department of the Interior, NPS</b>		<u>268,510</u>
<b><u>U.S. Department of Transportation</u></b>		
Airport Development Aid Program AIP 31	20.106	692,189
Airport Development Aid Program AIP 32	20.106	48,693
Airport Development Aid Program AIP 33	20.106	101,306
Airport Development Aid Program AIP 34	20.106	<u>50,000</u>
<b>Total Department of Transportation</b>		<u>892,188</u>
<b><u>U.S. Environmental Protection Agency</u></b>		
Brownfields Site Assessment	66.811	15,832
<b>Total Environmental Protection Agency</b>		<u>15,832</u>
<b><u>U.S. Department of Justice</u></b>		
Pass through from West Valley City:		
Project Safe Neighborhoods	16.609	40,668
Pass Through From Utah CCJJ:		
Violence Against Women Formula Grant	16.588	37,973
Bulletproof Vest Partnership Program	16.607	14,091
Justice Assistance Grant 2009-SB-B9-1435	16.738	436,353
Justice Assistance Grant 2009-DJ-BX-0270	16.738	810
Methamphetamine Initiative Grant 2007CKWX0325	16.710	<u>375,059</u>
<b>Total Department of Justice</b>		<u>904,954</u>
<b>TOTAL FISCAL YEAR 2010 EXPENDITURES</b>	<b>\$ 5,476,548</b>	

**OGDEN CITY CORPORATION**  
**Notes to Schedule of Expenditures of Federal Awards**  
**Year Ended June 30, 2010**

**Note 1 – Purpose of the Schedule**

The accompanying Schedule of Federal Awards (the Schedule) is a supplementary schedule to the basic financial statements. The Schedule is required by the U.S. Office of Management Budget (OMB) Circular A-133, *Audits of States, Local Governments and Non-Profit Organizations*. presents the activity of all federal awards Ogden City Corporation (the City). Federal awards received directly from federal agencies are included in the Schedule of Expenditures of Federal Awards.

**Note 2 – Significant Accounting Policies**

**Basis of Accounting**

The information in the Schedule is presented in accordance with OMB Circular A-133. The Schedule is prepared using the same accounting policies and basis of accounting as the basic financial statements.

**CFDA Numbers**

OMB Circular A-133 requires the Schedule to show the total expenditures for each entity's federal awards as identified in the Catalog of Federal Domestic Assistance (CFDA). The CFDA is a government-wide compendium of individual federal programs. Each program included in the CFDA is assigned a five-digit program identification number (CFDA number).

**OGDEN CITY CORPORATION**  
**Schedule of Findings and Questioned Costs**  
**June 30, 2010**

**Section I – Summary of Auditor’s Results**

*Financial Statements*

Type of auditors’ report issued – *Unqualified*

Internal control over financial reporting:

- Material weakness identified  yes  no
- Significant deficiency identified  yes  no
- Noncompliance material to financial statements  yes  no

Noncompliance material to financial statements noted?  yes  no

Internal control over major programs:

- Material weakness identified  yes  no
- Significant deficiency identified  yes  no

Type of auditors’ report issued on Compliance for major programs – *Unqualified*

Audit findings disclosed that are Required to be reported in accordance with section 410(a) of Circular A-133 – *None*

Federal programs tested as major programs:

<u>CFDA Number</u>	<u>Name of Federal Program or Cluster</u>
14.253	Community Development Block Grant - ARRA
15-ABG	Crossroads of the West Historical District Cooperative Agreement
16.710	Methamphetamine Initiative Grant
16.738	Justice Assistance Grant
16.738	Justice Assistance Grant
DE-SC0002940	Energy Independence and Security Act

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

Auditee qualification as high or low risk: Low

**OGDEN CITY CORPORATION**  
**Schedule of Findings and Questioned Costs, Continued**  
**June 30, 2010**

**Section II – Findings Related to the Financial Statements Required to be Reported in Accordance with Government Auditing Standards**

No matters were reported

**Section III – Federal and Questioned Costs Related to Federal Awards Required to be Reported in Accordance with OMB Circular A-133**

No matters were reported.

**OGDEN CITY CORPORATION**  
**Schedule of Findings and Questioned Costs, Continued**  
**Year Ended June 30, 2010**

**FINDINGS – FINANCIAL STATEMENT AUDIT**

2010-1 Property and Equipment

*Criteria:* It is the City's policy that property and equipment are recorded in conformity with generally accepted accounting principles.

*Condition:* Improvements were made to the City sewer system that were not capitalized, causing assets to be understated.

*Cause:* When capital assets are acquired or constructed the costs are initially expensed. During the year the City reviews all expenditures and determines which need to be capitalized according to the City's capital asset policy. The improvements mentioned above were identified as capital expenditures during the City's review process. However, when the detail records were summarized and officially recorded in the capital asset records, an error occurred causing the understatement.

*Recommendation:* We recommend that the City insure that all assets are reviewed so that they are properly capitalized.

*Effect:* Assets were understated.

*Management Response:* Management agrees with this finding and plans to implement additional control procedures to help mitigate the occurrence of errors during the review and summarization process.

**FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT**

No findings to report.

**OGDEN CITY CORPORATION**  
**Summary Schedule of Prior Audit Findings**  
**Year Ended June 30, 2010**

**PRIOR YEAR FINDINGS – FINANCIAL STATEMENT AUDIT**

**2009-1   Donated Property and Equipment**

*Criteria:* It is the City's policy that property and equipment are recorded in conformity with generally accepted accounting principles.

*Statement of Condition:* In prior years the Ogden Eccles Dinosaur Park Foundation donated property and equipment to the Ogden Eccles Dino Park; this amount had not been recorded in the financial statements. During the current fiscal year the City determined the appropriate amount of cost, depreciation and accumulated depreciation to properly state the assets and recorded an adjustment reflecting such.

*Cause:* The City did not have adequate controls in place to assure all donations in-kind were captured and properly recorded.

*Recommendation:* We recommend that the City take proper measures to ensure donated assets are being properly recorded in the general ledger control accounts.

*Effect:* If similar errors are made in the future, account balances could be under or over-stated.

*Management Response:* The City's Finance Manager has communicated with City management concerning their responsibility to report donations-in-kind to the Comptroller division of the City. The City Finance Manager is also working to develop stronger policies and procedures to help ensure donations-in-kind are properly captured and recorded.

*Status:* Resolved.



## INDEPENDENT AUDITORS' REPORT ON THE STATE OF UTAH LEGAL COMPLIANCE

### To the Mayor and Members of the City Council Ogden City Corporation

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of the Ogden City Corporation (the City) for the year ended June 30, 2010, and have issued our report thereon dated December 8, 2010. As part of our audit, we have audited the City's compliance with the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions applicable to each of its major State assistance programs as required by the State of Utah Legal Compliance Audit Guide for the year ended June 30, 2010. The City received the following major assistance programs from the State of Utah:

- B and C Road Funds (Department of Transportation)
- Liquor Law Enforcement (State Tax Commission)

The City also received the following nonmajor grants which are not required to be audited for specific compliance requirements: (However, these programs were subject to testwork as part of the audit of the City's basic financial statements.)

- Crime Reduction Assistance (Department of Public Safety)
- Emergency Medical Services (Bureau of Emergency Services)

Our audit also included testwork on the City's compliance with the following general compliance requirements identified in the State of Utah Legal Compliance Audit Guide:

<ul style="list-style-type: none"><li>• Public Debt</li><li>• Cash Management</li><li>• Purchasing Requirements</li><li>• Budgetary Compliance</li><li>• Truth in Taxation and Property Tax Limitations</li><li>• Liquor Law Enforcement</li></ul>	<ul style="list-style-type: none"><li>• Justice Courts</li><li>• B and C Road Funds</li><li>• Other General Compliance</li><li>• Uniform Building Code Standards</li><li>• Impact Fees and Other</li><li>• Utah Retirement Systems</li></ul>
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The management of the City is responsible for the City's compliance with all compliance requirements identified above. Our responsibility is to express an opinion on compliance with those requirements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and *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 material noncompliance with the requirements referred to above occurred. An audit includes examining, on a test basis, evidence about the City's compliance with those requirements. We believe that our audit provides a reasonable basis for our opinion.

Our audit does not provide a legal determination on the City's compliance with these requirements.

The results of our audit procedures disclosed no instances of noncompliance with requirements referred to above.

In our opinion, Ogden City Corporation, complied, in all material respects, with the general compliance requirements identified above and the requirements governing types of services allowed or unallowed; eligibility; matching, level of effort, or earmarking; reporting; and special tests and provisions that are applicable to each of its major State assistance programs for the year ended June 30, 2010.

The report is intended solely for the information and use of management of the City, the audit committee, City Council and is not intended to be and should not be used by anyone other than these specified parties. However, the report is a matter of public record and its distribution is not limited.



December 8, 2010