



CITY OF POCATELLO, IDAHO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

WITH AUDITED GOVERNMENT WIDE FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

CITY OF POCA TELLO, IDAHO

COMPREHENSIVE ANNUAL FINANCIAL REPORT

WITH AUDITED GOVERNMENT WIDE FINANCIAL STATEMENTS

FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010

Prepared By:
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Chief Financial Officer

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Finance Manager

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City Treasurer

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Deputy Treasurer
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Accounting Clerk

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To the Honorable Mayor Brian Blad, Members of the City Council, and Citizens of the City of Pocatello:

Idaho State Law requires that all general-purpose local governments with an annual budget that exceeds two hundred fifty thousand dollars submit copies of their audited financial statements to the legislative council. The statements must be presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report for the City of Pocatello for the fiscal year ended September 30, 2010.

Management assumes full responsibility for the completeness and reliability of the information contained in this report, based upon a comprehensive framework of internal control that it has established for this purpose. Because the cost of internal control should not exceed anticipated benefits, the objective is to provide reasonable, rather than absolute, assurance that the financial statements are free of any material misstatements.

Deaton & Company, Chartered, a firm of licensed certified public accountants has issued an unqualified opinion on the City of Pocatello's financial statements for the year ended September 30, 2010. The independent auditor's report is located at the front of the financial section of this report.

Management's Discussion and Analysis (MD&A) immediately follows the independent auditor's report and provides a narrative introduction, overview, and analysis of the basic financial statements. MD&A complement this letter of transmittal and should be read in conjunction with it.

Profile of the City of Pocatello

The City of Pocatello (population 54,255) was incorporated in 1889 as a junction on the Union Pacific railroad. Pocatello is located in the southeastern portion of the State of Idaho and is the fifth largest city in the State of Idaho after Boise (205,671), Nampa (81,557), Meridian (75,092) and Idaho Falls (56,813).

Pocatello has a land area of 34 square miles and is bordered by the City of Chubbuck, with its own population of 13,992. The City is located in Bannock County with a 2010 census population of 82,839. The City is empowered to levy property taxes on both real and personal property within the city limits. It also is empowered by state statute to extend its corporate limits by annexation, which it has done from time to time.

The City of Pocatello operates under the Council-Mayor form of government. Policy-making and legislative authority are vested in a governing council (City Council) consisting of the mayor and six other members, all elected on a non-partisan basis. The Council is responsible for passing ordinances, adopting the budget, appointing committees, approval of the internal control framework, and hiring city

management. The Mayor acts as the Chief Executive Officer and oversees the day-to-day operations of the City. The Mayor and Council members are elected at large for 4-year terms, with three of the Council members standing for election every two years.

The City of Pocatello provides a full range of services. These services include **Public Safety** (police, fire, regional ambulance, animal control and building inspection); **Environmental Health** (sanitation, water, waste water treatment and storm water management); **Transportation** (street & highway maintenance, traffic engineering, regional public transit services and airport operations); **Cultural, Recreational and Educational** (parks, recreation, zoo, cemetery, library and government television channel); **Neighborhood Quality** (engineering, planning and development, community services) and **Administration** (mayor/council, finance, elections, human resources, legal, risk management and information technology). In addition to general government activities, the Mayor and City Council exercise, or have the ability to exercise, oversight of the Pocatello Development Authority, a legally separate corporation. Therefore, its activities are included in the reporting entity.

The annual budget serves as the foundation for the City of Pocatello’s financial planning and control. After reviewing service levels from the previous fiscal year, the Council analyzes draft budget requests during May. The Chief Financial Officer and Mayor are responsible for preparing a draft budget for the Council. The budget is prepared by fund, function and activity, and includes information on the past year, current year estimates and requested appropriation for the next fiscal year. Prior to August 1, the City’s Chief Financial Officer and the Mayor submit the proposed budget to the City Council for review. The City Council holds public hearings and may add to, subtract from or change the proposed budget, but may not change the form of the budget. Prior to August 30, the budget is legally enacted through passage of the annual appropriation ordinance (not in excess of the proposed budget) by the City Council. Expenditures may not exceed budgeted appropriations at the fund level. City management can legally amend or transfer appropriations within individual funds but not between funds which requires the approval of the City Council in a budget amendment, which follows a public notice, public hearing and amended ordinance adoption process similar to the adoption of the original budget . Budgets are integrated into the accounting system to facilitate management control during the year.

Local Economy

The City continues to transition from a traditional economic base of railroading and heavy fabrication to a more diversified economy focusing on high technology and services. Idaho State University continues to be the largest principal employer with 3,300 employees. Key employers with employment of 500 employees or more are shown below:

City of Pocatello Key Employers

Company	Employees
Idaho State University	3,300
School District #25	1,700
Portneuf Medical Center	1,225
Heinz Frozen Foods	800
ON Semiconductor	650
Convergys Business Systems	650
Pocatello City Govt.	650
Union Pacific Railroad	550

The City attracted a new industry, with Hoku Scientific building a polysilicon production plant with a scheduled operating start in September, 2011. After some delays, the construction is now proceeding with about 300 construction workers on site on any given day. The plant will employ about 250 employees once operations begin. Portneuf Medical Center transitioned from a County-owned facility to a private/non-profit joint venture in 2008. The transaction facilitated a \$140M capital project for a new 189 bed hospital and placed the hospital on the property tax base. The new hospital is under construction and is nearly completed. The new hospital opens at 7:00 AM on Tuesday, May 10, 2011. Management anticipates that the new facility will be a regional medical center and attract more physicians and other medical services to the local economy. In August, 2011 ON Semiconductor announced an expansion of their semiconductor business and an \$11M capital investment in a new fabrication line at their Pocatello plant. At the end of the fiscal year, the City of Pocatello and the City of Chubbuck announced that Allstate Insurance would locate a service center on the border between the two cities. The site is under excavation and will be a \$20M capital investment, with about 600 employees.

Although the local economy reflected a slow recovery mirroring the State of Idaho and the nation after a very deep recession, the Hoku project, new hospital, expansion at ON Semiconductor and the new Allstate service center are four very significant projects that hold the promise of a stronger rebound than in some other areas.

Local and regional labor statistics in September, 2010 are presented in the table below, along with comparisons one year ago and two years ago. The statistics show that the local economy slowed significantly in 2009 and that 2010 was a year of stability, with no real recovery back to 2008 levels but no further decline.

	Labor Force	# unemployed	% unemployed	# employed
<u>City of Pocatello</u>				
Sept, 2008	28,220	1,279	4.5%	26,941
Sept, 2009	28,262	2,248	8.0%	26,014
Sept, 2010	27,929	2,250	8.1%	25,679
1 yr change	-333	2	0.1%	-335
2 yr change	-291	971	3.6%	-1,262
<u>Metropolitan Statistical Area (MSA); all of Bannock & Power Counties</u>				
Sept, 2008	43,537	2,026	4.7%	41,511
Sept, 2009	43,590	3,507	8.0%	40,083
Sept, 2010	43,719	3,545	8.1%	40,174
1 yr change	129	38	0.1%	91
2 yr change	182	1,519	3.4%	-1,337
<u>State of Idaho</u>				
Sept, 2008	757,316	36,515	4.8%	720,801
Sept, 2009	749,139	59,769	8.0%	689,370
Sept, 2010	759,236	66,455	8.8%	692,781
1 yr change	10,097	6,686	0.8%	3,411
2 yr change	1,920	29,940	4.0%	-28,020
Source: State of Idaho Department of Labor				
September 2008, 2009 and September 2010 Benchmarks				

The labor force, # of unemployed and the total employment in the Pocatello MSA was virtually unchanged from September 2009 to September 2010, but significantly worse than September 2008. Although the recession halted, the recovery had not yet begun. Compared to September 2008, the MSA has lost 1,337 jobs and the unemployment rate is 8.1%, up 3.4% from September 2008. The state statistics mirror these or worse. Other areas in Idaho that previously showed very strong growth have also retracted significantly. Notably, Nampa now has an unemployment rate of 10.9% and the state capitol of Boise struggles at 8.7%.

Retail sales in the area have held relatively steady, after some store closures in 2009. We're starting to see new activity arrive in previously vacated buildings (Dick's Sporting Goods in the old Sportsman's Warehouse, Scott's Ski & Sports in the old Rex Electronics, Snake River Outdoor in the old Crafts & Frames, etc.). City population and road network continue to expand at about 1/2% per year. Building activity was stagnant in 2010, especially in residential activity. The following table shows recent building trends:

Building & Construction Activity							5 year % change
	2005	2006	2007	2008	2009	2010	
Permits Sold	4,391	4,896	4,839	4,274	3,614	2,955	-32.7%
Fees Paid	\$951	\$1,543	\$1,842	\$2,336	\$2,171	\$737	-22.5%
Valuation	\$67,889	\$83,311	\$70,109	\$185,287	\$148,615	\$28,015	-58.7%
New 1 family	200	306	169	93	84	74	-63.0%
Inspections	10,106	11,250	12,634	9,775	10,019	7,504	-25.7%

The City government has struggled with increased expenses, particularly in public safety (fire and police) over the past ten years. In more recent years, the City's budget has grown slower than the rate of inflation, but it is being pressured by incremental real growth (about 1/2% a year). Additionally, state pass-thru revenues such as fuel taxes, sales taxes and liquor taxes have not kept pace with inflation and then declined significantly as a result of the recession. In mid-FY10, management reduced expenditure authority by another \$360,000 dollars in order to compensate for declining state pass-thru revenues. Efforts to address the highway user fee declines, at the urging of the Governor, had failed in 2009 and were not addressed again in 2010.

Long-term Financial Planning

The City continues with a long-term conservative budgeting program to modestly exceed revenue targets and modestly under-expend, which enables the City to create an operating balance.

In Fiscal 2010, the City recognized forthcoming weakness in the economy and built an FY10 budget that reduced non-property tax revenue sources (sales tax, highway user, interest income and building permits) even more than had been reduced in 2009. Still, necessary spending was approved, including increased funding for street repairs and replacement fire apparatus. Management continued to monitor events and imposed additional modest reductions mid-year as discussed previously. The result was that the City maintained its fund cash balances and actually increased them in governmental activities (rising from \$7,486,379 to \$8,443,343). In FY11, the city will complete debt service on bonds used to finance city hall and the library buildings. Planning is on-going to determine the best use of these degrees of freedom in the FY12 budget, holding the promise of both better capital planning and lower property tax rates.

Relevant financial policies

The City sets utility rates in accordance with a rate study validated by an external consultant. The Council reviews service levels for all departments prior to entertaining budget requests for the next fiscal year. Revenue projections receive equal attention and the Council makes budget decisions sufficient to balance the budget against projected revenues. Cash balances and budget to actual trends are monitored monthly. The City annually applies for the Government Finance Officers Association (GFOA) certificate of excellence in financial reporting. In 2010, the City was again recognized by GFOA for excellence in financial reporting (for the sixth straight year).

Major initiatives

The City continued a multi-year program to improve the pavement ratings of city streets and raised the pavement quality index to 70%. That's an improvement from the prior year (65%) but still short of what is typical in most cities (around 82%). Several federal stimulus-funded projects were completed or nearly completed at year end, including a new water tank in the south valley area, repairs to the Gould Street overpass and Custer Street bridge and a \$4.5 Million dollar expansion of the airport terminal. The City had no layoffs and no forced furlough days (although a hiring freeze had reduced the fulltime workforce by 1% by year end). The FY11 budget contained a modest 1% cost of living increase, after 0% the prior year. The City closed one tax increment financing urban renewal area which will add \$83M to the taxable value of the city next year. A new area was opened at the airport, which will provide some incentives for businesses to locate there. At the fiscal year close, Petersen Inc. had started construction on their new manufacturing facility there, which saved 30-50 jobs, which had previously been announced to be moving out of our area. The City approved expansion of the curbside residential recycling program. In April, 2011 the program will become included in the residential basic service, with bi-weekly pickup of a blue mix-stream recycle cart. Rates will go up 25 cents; previously the program had been voluntary with a \$5.00 charge (about 1/3 of the city residents had been participating in the voluntary program). The \$5.00 charge will be removed. The City was seeking approval to become self-insured for Worker's Compensation insurance, in a move to emulate several other public entities in Idaho who had moved in this direction to stabilize costs and improve claims processing.

Awards and Acknowledgments

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to the City of Pocatello for its comprehensive annual financial report (CAFR) for the fiscal year ended September 30, 2009. This was the sixth consecutive year that the City has achieved this prestigious award. 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.

The 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.

The preparation of the comprehensive annual financial report was made possible by the dedicated service

of the entire staff of the City and, in particular, the Finance Department. Each member of these departments has our sincere appreciation for the contributions made in the preparation of this project. Credit also must be given to the Mayor and the City Council for their unfailing support for maintaining the highest standards of professionalism in the management of the City of Pocatello's finances.

Respectfully submitted March 28, 2011



David Swindell
Chief Financial Officer



Joyce Stroschein
Finance Manager

Certificate of Achievement for Excellence in Financial Reporting

Presented to
City of Pocatello, A Municipal
Corporation of Idaho

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
September 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

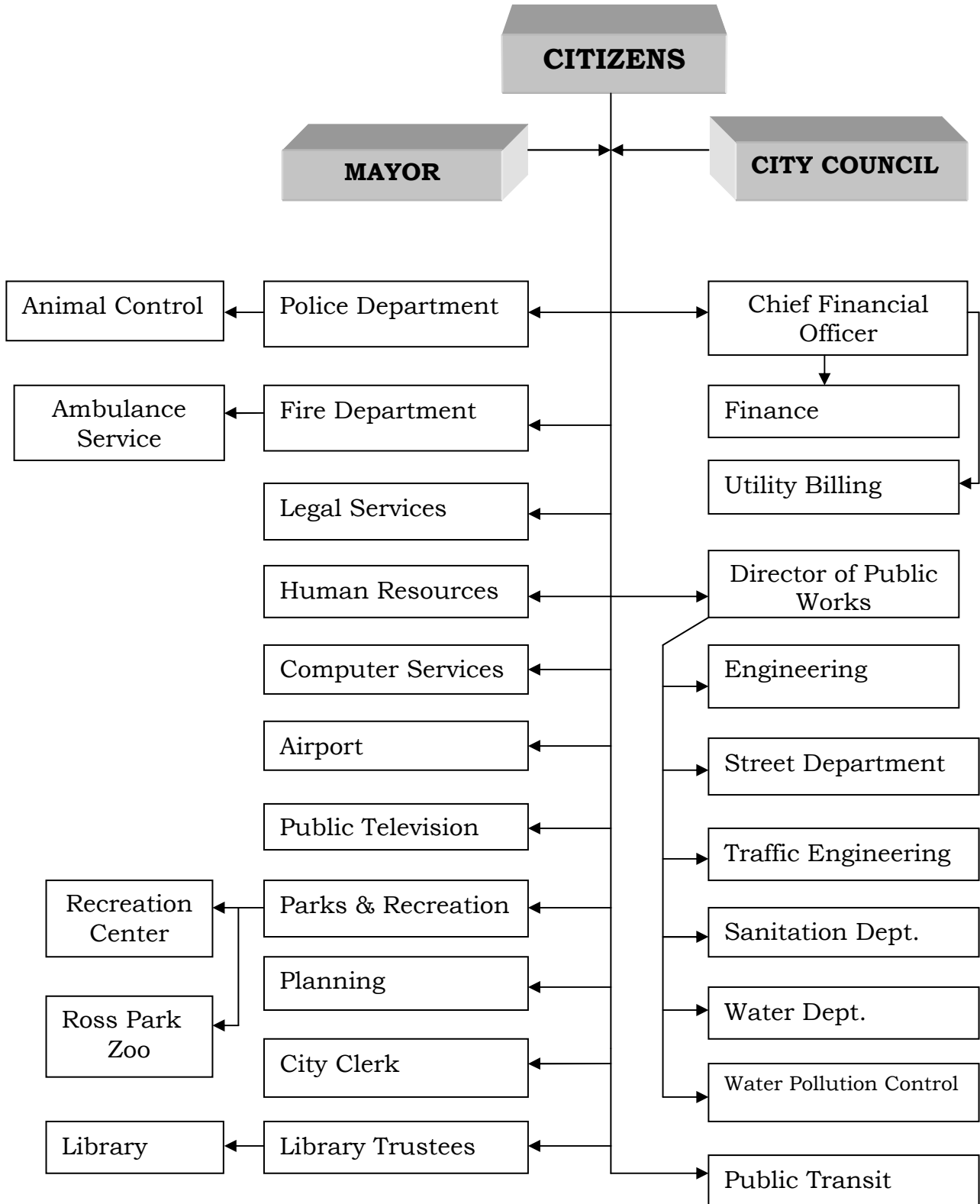
Executive Director

CITY OF POCA TELLO

List of Principal Officials
September 30, 2010

<u>Title</u>		<u>Name</u>
	Elected Officials	
Mayor		Brian Blad
Council President		Eva Nye
Council Member		Roger Bray
Council Member		Steve Brown
Council Member		Craig Cooper
Council Member		Ron Frasure
Council Member		Gary Moore
	Appointed Officials	
City Attorney		Dean Tranmer
Chief Financial Officer		David Swindell
Public Works Director		Greg Lanning
City Treasurer		Jerry Higgins
City Clerk		Rhonda Johnson
Airport Manager		David Allen
Planning & Neighborhood Services		Robert Chambers
Police Chief		James Miller
Transit Director		Dave Hunt
Computer Information Systems Director		Rick Parker
Parks & Recreation Director		Jerry Sepich
Library Director		Kathy Watson
Fire Chief		Michael Irwin
Sanitation Superintendent		Randy Allen
Street Superintendent		Randy Ghezzi
Water Superintendent		Justin Armstrong
Water Pollution Control Superintendent		Jon Herrick
Video Services Director		Kathy Oborn
Utility Billing Manager		Cindy Robbins
Human Resources Director		Kim Smith

CITY OF POCA TELLO ORGANIZATION CHART



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FINANCIAL SECTION

- Independent Auditor's Reports

Management's Discussion and Analysis

- Government Wide Financial Statements

**- Nonmajor Combining and Individual Fund
Financial Statements**



INDEPENDENT AUDITOR'S REPORT

To the Honorable Mayor and Members of the City Council
City of Pocatello, Idaho

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information of the City of Pocatello as of and for the year ended September 30, 2010, which collectively comprise the City's basic financial statements as listed in the table of contents. We also have audited the statements of revenues, expenditures and changes in fund balance - budget and actual of the City of Pocatello for the year ended September 30, 2010, as displayed in the City's basic financial statements. These financial statements are the responsibility of the City of Pocatello'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 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, the aggregate discretely presented component units, each major fund, and the aggregate remaining fund information, as well as the statements of revenues, expenditures and changes in fund balance - budget and actual, of the City of Pocatello as of September 30, 2010, and the respective changes in financial position and, where applicable, cash flows thereof for the years 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 March 25, 2011, on our consideration of the City of Pocatello 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 Standard* and should be considered in assessing the results of our audit.

The management's discussion and analysis and required supplementary information on pages 12 through 26 and page 77 are not a required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise the City of Pocatello basic financial statements. The introductory section, combining and individual nonmajor fund financial statements and schedules, and statistical section are presented for purposes of additional analysis and are not a required part of the basic financial statements. The accompanying schedule of expenditures of federal awards is presented for purposes of additional analysis as required by U.S. Office of Management and Budget Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*, and is also not a required part of the basic financial statements of the City of Pocatello. The accompanying schedule of expenditures of passenger facility charges is presented for purposes of additional analysis as specified in the *Passenger Facility Charge Audit Guide for Public Agencies*, issued by the Federal Aviation Administration, and is not a required part of the basic financial statements of the City of Pocatello. The combining and individual nonmajor fund financial statements and schedules, the schedule of expenditures of federal awards and the schedule of expenditures of passenger facility charges have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated in all material respects in relation to the basic financial statements taken as a whole. The introductory and statistical sections have been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, are fairly stated, in all material respects, in relation to the basic financial statements taken as a whole.



Pocatello, Idaho
March 25, 2011

Management's Discussion and Analysis

As management of the City of Pocatello, we offer readers of the City of Pocatello's financial statements this narrative overview and analysis of the financial activities of the City of Pocatello for the fiscal year ended September 30, 2010. We encourage readers to consider the information presented here in conjunction with additional information that we have furnished in our letter of transmittal, which can be found on pages 1-6 of this report. All dollar amounts, unless otherwise indicated, are expressed in thousands.

Financial Highlights

- The assets of the City of Pocatello exceeded its liabilities at the close of the most recent fiscal year by \$168,416 (*net assets*).
- The government's total net assets increased by \$10,598 over the prior year balances of \$157,818.
- Governmental Activities realized increases in net assets of \$7,582 which were the result of increased cash, cash equivalents and investments, receivables, capital assets, and a decrease in long term debt. The major components of the change were the increase in cash and cash equivalents and investments of \$957, receivables by \$674, non-current assets \$111, and capital assets by \$5,791 with long term debt reduced by \$48.
- Business-type Activities realized an increase in net assets of \$3,015. This change was the result of a increase in total assets of \$1,136 and a decrease in liabilities of \$1,879. The increase in total assets was the result of a decrease in cash and cash equivalents of \$3,488, receivables increased by \$201. While non-current assets increased by \$4,423 which is mostly the result of an increase in capital assets by \$3,608. Non-current assets are composed of long term investments, water right assets, note receivables, and capital assets.
- As of the close of the current year, the City of Pocatello's governmental funds reported combined ending fund balances of \$6,472, an increase of \$642 in comparison with the prior year balances of \$5,830. Of this amount \$5,503 is *available for spending* at the government's discretion.
- At the end of the current fiscal year, unreserved fund balance for the general fund was \$3,335, or 12% of total general fund expenditures. This is an increase of 3.2% from last year.
- The City of Pocatello's total liabilities decreased by \$1,928 (5%) during the current fiscal year. The key factors in this change were continued reduction of liabilities from current debt payments, no new bonded debt, and a minor increase in capital financing.

Overview of the Financial Statements

This discussion and analysis are intended to serve as an introduction to the City of Pocatello's basic financial statements. The City of Pocatello's basic financial statements comprise three components: 1) government-wide financial statements, 2) fund financial statements, and 3) notes to the financial statements. This report also contains other supplementary information in addition to the basic financial statements themselves.

Government-wide Financial Statements

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

The *statement of net assets* presents information on all of the City of Pocatello's assets and liabilities, with the difference between the two reported as *net assets*. Over time, increase or decreases in net assets may

serve as a useful indicator of whether the financial position of the City of Pocatello is improving or deteriorating.

The *statement of activities* presents information showing how the government's net assets changed during the most recent fiscal year. All changes in net assets are reported as soon as the underlying event giving rise to the change occurs, *regardless of the timing of related cash flows*. Thus, revenues and expenses are reported in this statement for some items that will only result in cash flows in future fiscal periods (e.g. uncollected taxes and earned but unused vacation leave).

Both of the government-wide financial statements distinguish functions of the City of Pocatello that are principally supported by taxes and intergovernmental revenues (*governmental activities*) from other functions that are intended to recover all or a significant portion of their costs through user fees and charges (*business-type activities*). The governmental activities of the City of Pocatello include general government, public safety, highways and streets, economic development, transportation, airport operations, public education, and culture and recreation. The business-type activities of the City of Pocatello include the Water department, Sanitation department, Environmental Pollution Control department, and the Ambulance District operations.

The government-wide financial statements include not only the City of Pocatello itself (known as the *primary government*), but also a legally separate development authority, Pocatello Development Authority, (PDA), for which the City of Pocatello is financially accountable. Financial information for this component unit is reported separately from the financial information presented for the primary government itself.

The government-wide financial statements can be found on pages 27-28 of this report.

Fund Financial Statements

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

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

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

The City of Pocatello maintains thirty individual governmental funds. Information is presented separately in the governmental fund balance sheet and in the governmental fund statement of revenues, expenditures, and changes in fund balances for the General Fund and the Street Fund, which are the City of Pocatello's only major governmental funds. Data from the other twenty-eight funds are combined into a single, aggregated presentation. Individual fund data for each of these non-major governmental funds is provided in the form of *combining statements* elsewhere in this report.

The City of Pocatello adopts an annual appropriated budget for its general fund, major funds, and its non-major funds. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with these budgets.

The basic governmental fund financial statements can be found on pages 29-33 of this report.

Proprietary Funds. The City of Pocatello maintains 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 of Pocatello uses enterprise funds to account for its Water department, Sanitation department, Environmental Pollution Control department, and Ambulance District operations. *Internal service funds* are an accounting device used to accumulate and allocate costs internally among the City of Pocatello's various functions. The City of Pocatello uses internal service funds to account for its utility billing operations, computer information systems operations, operations of the public works director, operations of its liability insurance plan, fuel operations, and the operations of its medical insurance plan and to accumulate monies for retirement payoffs. Because all of these services, except for the utility billing operations and the public works function, predominantly benefit governmental rather the business-type functions, they have been included within *governmental type activities* in the government-wide financial statements. The internal service fund operations of utility billing and public works benefits the *Enterprise funds* so their operations have been included within business-type *activities* in the government-wide financial statements.

Proprietary funds provide the same type of information as the government-wide financial statements, only in more detail. The proprietary fund financial statements include the operational and financial data from both types of funds. The Water, Sanitation, and Environmental Pollution Control (sanitary sewer) funds are major funds and their information is shown in separate columns. The internal service funds and the non-major enterprise funds are combined into a single, aggregated presentation in the proprietary funds financial statements. Individual fund data for the internal service funds and the non-major enterprise funds is provided in the form of *combining statements* elsewhere in this report.

The City of Pocatello adopts an annual appropriated budget for its proprietary funds. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with these budgets.

The basic proprietary fund financial statements can be found on pages 37-44 of this report.

Fiduciary Funds. Fiduciary funds are used to account for resources held for the benefit of parties outside the government. Fiduciary funds are not reflected in the government-wide financial statements because the resources of those funds are not available to support the City of Pocatello's own programs. The accounting used for fiduciary funds is similar for proprietary funds.

The City of Pocatello adopts an annual appropriated budget for its fiduciary funds. Budgetary comparison schedules have been provided for these funds to demonstrate compliance with these budgets. The fiduciary fund financial statements can be found on pages 45-46 of this report.

Notes to the Financial Statements. The notes provide additional information that is essential to obtain a full understanding of the data provided in the government-wide and fund financial statements. The notes to the financial statements can be found on pages 47-76 of this report.

Other information. In addition to the basic financial statements and accompanying notes, this report also presents certain *required supplementary information* concerning the City of Pocatello’s progress in funding its obligation to provide pension benefits to its employees. Required supplementary information can be found on page 77 of this report.

The combining statements referred to earlier in connection with non-major governmental funds and internal service funds are presented immediately following the required supplementary information on pensions. Also included in the section are individual fund schedules of changes in fund balance - budget to actual. Combining and individual fund statements and schedules can be found on pages 78-148 of this report.

Government-wide Financial Analysis

As noted earlier, net assets may serve over time as a useful indicator of a government’s financial position. In the case of the City of Pocatello, assets exceeded liabilities by \$168,416 at year end.

The largest portion of the City of Pocatello’s net assets (82 percent) is its investment in capital assets (e.g., land, buildings, machinery, equipment and infrastructure), less any related debt used to acquire those assets that is still outstanding. The City of Pocatello uses these capital assets to provide services to citizens and consequently is not available for future spending. Although the City of Pocatello’s investment in its capital assets is reported net of related debt, it should be noted that the resources needed to repay this debt must be provided from other sources, since the capital assets themselves cannot be used to liquidate these liabilities.

City of Pocatello’s Net Assets

	Governmental activities			Business-type activities			Total		
	2008	2009	2010	2008	2009	2010	2008	2009	2010
Current and other assets	\$10,666	\$13,401	\$15,143	\$28,773	\$26,712	\$24,241	\$39,439	\$40,113	\$39,384
Capital assets	87,916	88,435	94,227	69,795	71,319	74,927	157,711	159,754	169,154
Total assets	98,582	101,836	109,370	98,568	98,031	99,168	197,150	199,867	208,538
Long-term liabilities outstanding	5,496	4,961	4,724	29,697	28,349	26,711	35,193	33,310	31,435
Other liabilities	4,702	4,782	4,971	3,436	3,957	3,716	8,138	8,739	8,687
Total liabilities	10,198	9,743	9,695	33,133	32,306	30,427	43,331	42,049	40,122
Net Assets:	\$88,384	\$92,093	\$99,675	\$65,435	\$65,725	\$68,741	\$153,819	\$157,818	\$168,416
Invested in capital assets, net of related debt	84,270	85,958	91,852	\$39,445	\$42,401	\$47,500	\$123,715	\$128,359	\$139,352
Restricted	505	1,843	2,226	2,913	2,166	2,166	3,418	4,009	4,392
Unrestricted	3,609	4,292	5,597	23,077	21,158	19,075	26,686	25,450	24,672
Total net assets	\$88,384	\$92,093	\$99,675	\$65,435	\$65,725	\$68,741	\$153,819	\$157,818	\$168,416

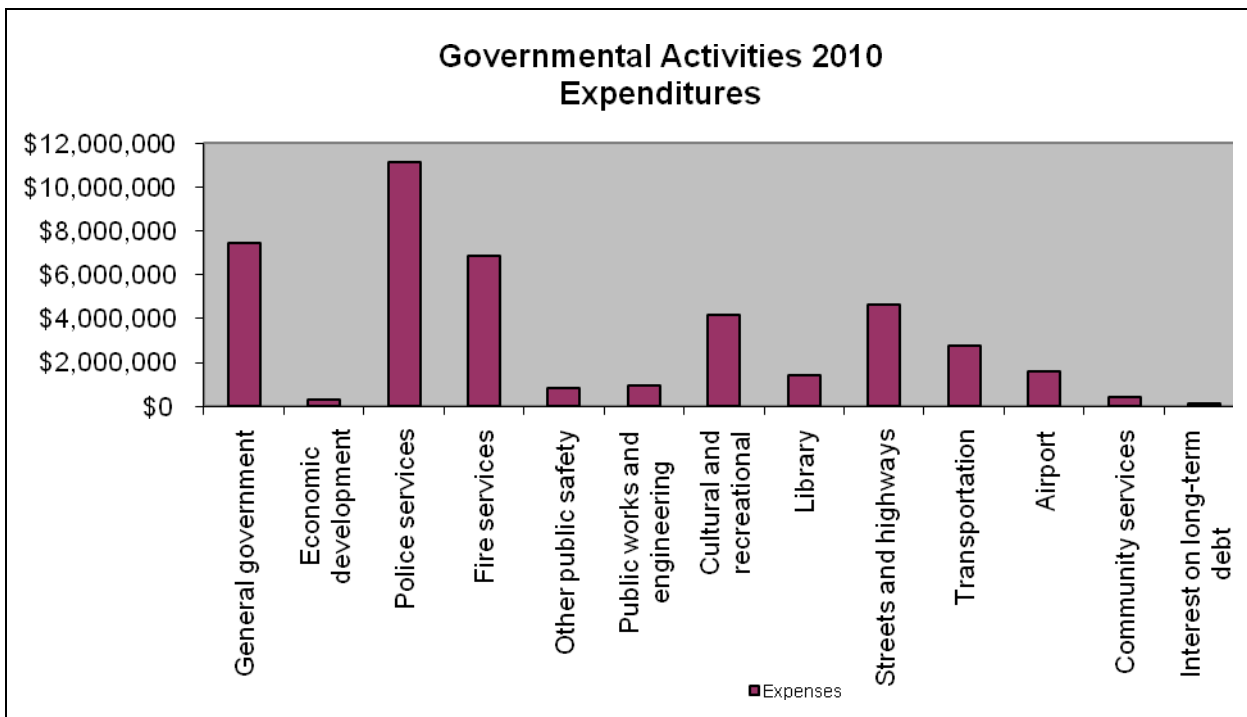
An additional portion of the City of Pocatello’s net assets (2 percent) represents resources that are subject to external restrictions on how they may be used. The remaining \$24,672 balance of unrestricted net assets may be used to meet the government’s ongoing obligation to citizens and creditors.

The City of Pocatello reported positive balances in all three categories of net assets, both for the government as a whole, as well as for its separate governmental and business-type activities.

During the current fiscal year, the net assets of the government increased by \$10,598. The value of assets created by developers of subdivision and accepted by the City accounted for 24% of the increase. The remainder of this growth largely reflects rate and fee increases and assets obtained from capital grants.

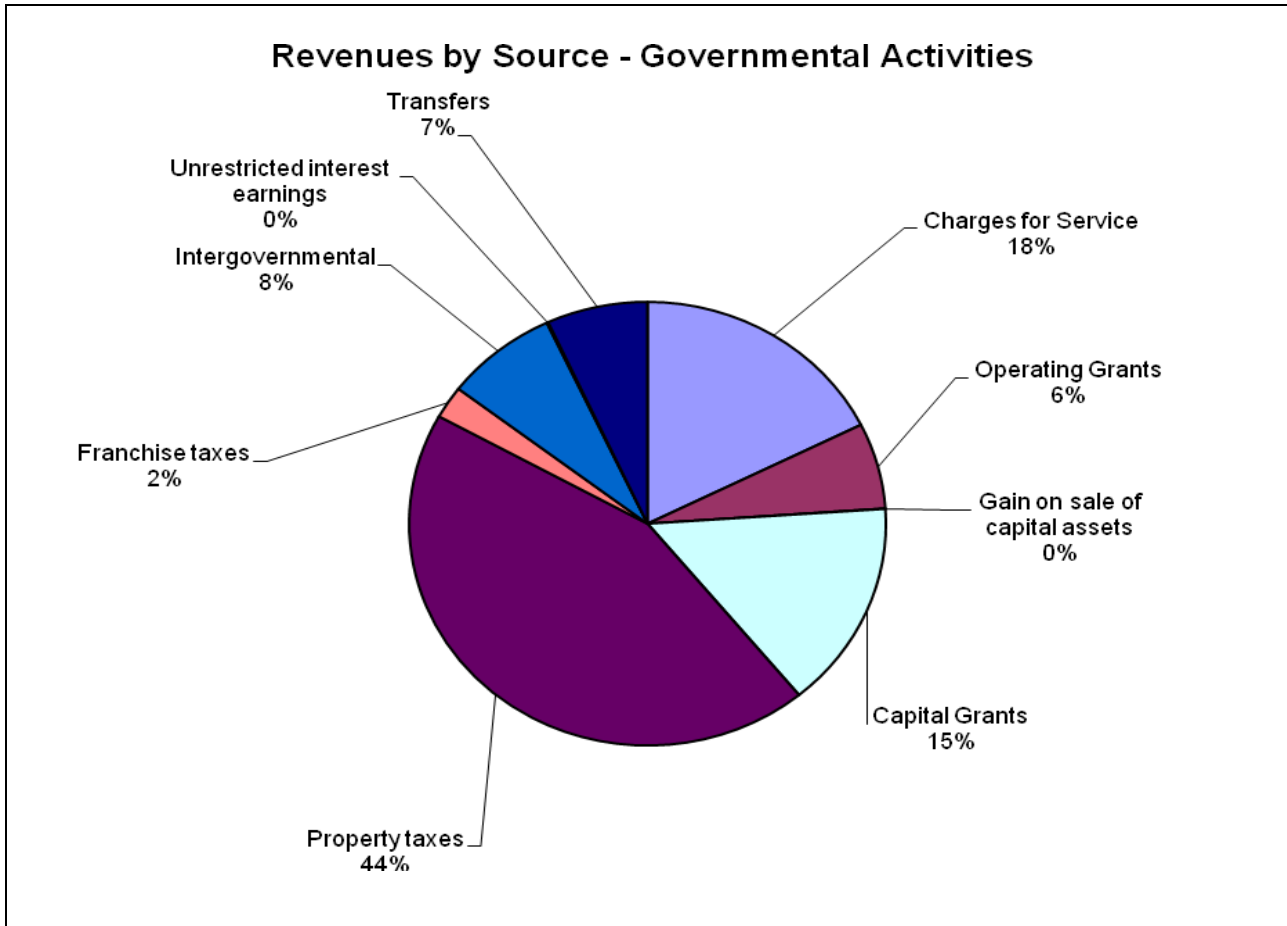
Governmental activities. Governmental activities increased the City of Pocatello’s net assets by \$7,582, thereby accounting for 72% of the total growth in the net assets of the City of Pocatello. Key elements of this increase are as follows:

- The increase in property tax revenue was \$1,283 or 6.2 percent during the year.



City of Pocatello's Changes in Net Assets

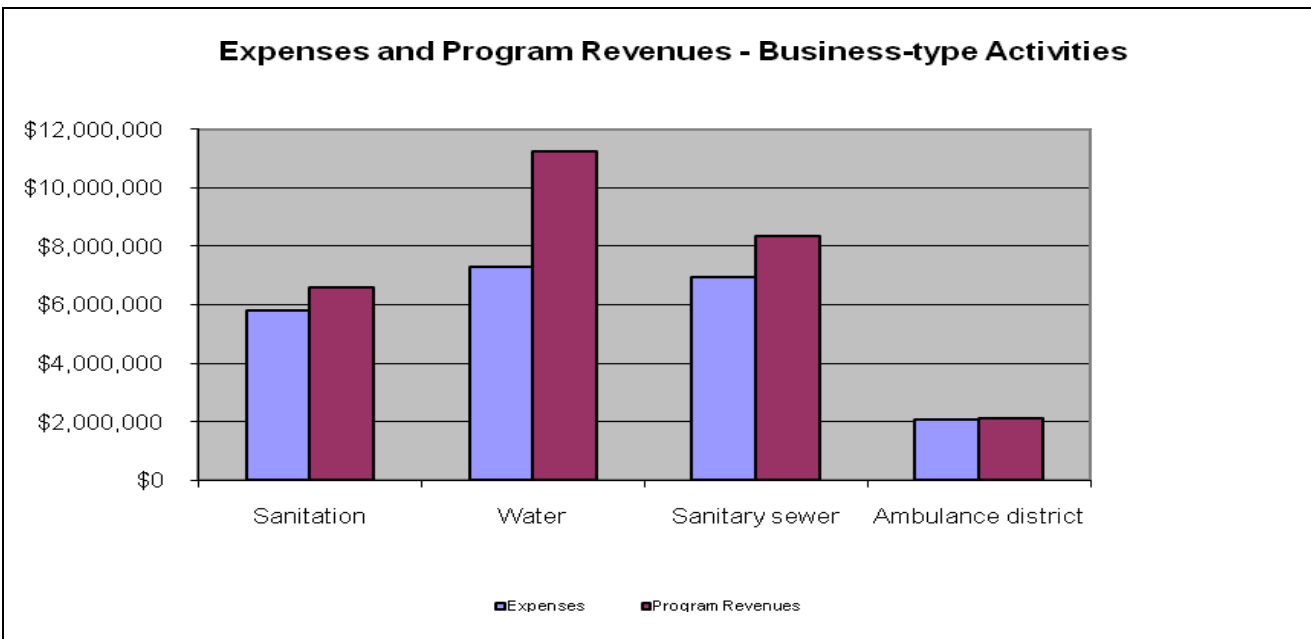
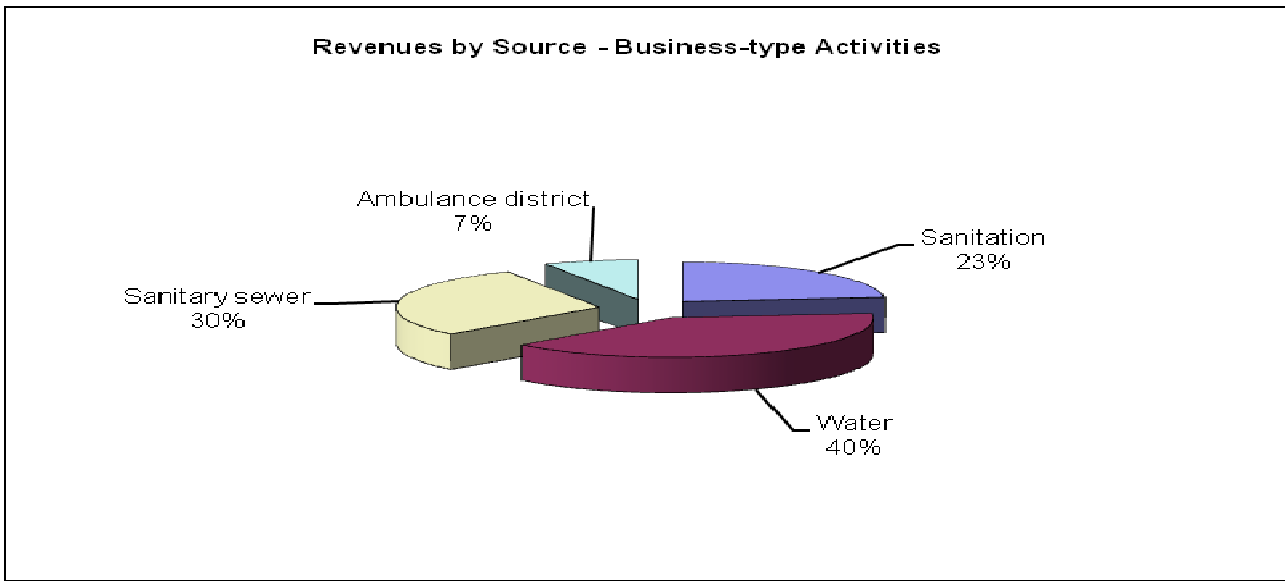
	Governmental activities			Business-type activities			Total		
	2008	2009	2010	2008	2009	2010	2008	2009	2010
Revenues:									
Program revenues:									
Charges for service	\$9,817	\$10,591	\$8,852	\$25,966	\$25,496	\$25,934	\$35,783	\$36,087	\$34,786
Operating grants and contributions	1,699	2,925	3,152	-	-	-	1,699	2,925	3,152
Capital grants and contributions	4,021	2,132	7,602	1,673	895	2,362	5,694	3,027	9,964
General revenues:									
Property taxes	19,586	20,808	22,092	-	-	-	19,586	20,808	22,092
Other taxes	5,524	5,190	5,025	-	-	-	5,524	5,190	5,025
Other revenue	314	152	66	522	350	266	836	502	332
Total revenues	40,961	41,798	46,789	28,161	26,741	28,562	69,122	68,539	75,351
Expenses:									
General government	5,921	6,177	7,452	-	-	-	5,921	6,177	7,452
Public safety	18,518	18,659	18,799	-	-	-	18,518	18,659	18,799
Highways and streets	4,672	4,916	4,655	-	-	-	4,672	4,916	4,655
Economic development	106	79	278	-	-	-	106	79	278
Public works and engineering	1,341	1,440	931	-	-	-	1,341	1,440	931
Culture and recreation	4,289	4,176	4,196	-	-	-	4,289	4,176	4,196
Community services	350	430	444	-	-	-	350	430	444
Transportation	2,893	2,615	2,770	-	-	-	2,893	2,615	2,770
Library	1,501	1,527	1,445	-	-	-	1,501	1,527	1,445
Airport	1,447	1,474	1,566	-	-	-	1,447	1,474	1,566
Enterprise	-	-	-	22,595	22,893	22,115	22,595	22,893	22,115
Interest on long-term debt	176	154	102	-	-	-	176	154	102
Total expenses	41,214	41,647	42,638	22,595	22,893	22,115	63,809	64,540	64,753
Increase in net assets before transfers	(253)	151	4,151	5,566	3,848	6,447	5,313	3,999	10,598
Transfers	3,427	3,558	3,431	(3,427)	(3,558)	(3,431)	-	-	-
Increase in net assets	3,174	3,709	7,582	2,139	290	3,016	5,313	3,999	10,598
Net assets – beginning balance	85,210	88,384	92,093	63,296	65,435	65,725	148,506	153,819	157,818
Net assets – ending balance	\$88,384	\$92,093	\$99,675	\$65,435	\$65,725	\$68,741	\$153,819	\$157,818	\$168,416



Business-type activities. Business-type activities increased the City of Pocatello’s net assets by \$3,016, accounting for only 28% of the total growth in the government’s net assets.

Key elements of the changes in net assets are as follows:

- Charges for services for business-type activities increased an average of 6.47% for the sanitation, water, and sewer services. During April 2010, the Sanitation department added an additional service of curbside recycling. Those participating paid a rate of \$5.00 for this service.
- Developer’s contributions of capital assets had a modest increase in net assets by \$1,675.
- These elements of change reflect the slowed residential building activity and the utility rates to remain consistent with a low inflation rate.



Financial Analysis of the Government’s Funds

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

Governmental funds. The focus of the City of Pocatello’s *governmental funds* is to provide information on near-term inflows, outflows, and balances of *spendable* resources. In particular, *unreserved fund balance* may serve as a useful measure of a government’s net resources available for spending at the end of the fiscal year.

At year end, the City of Pocatello’s governmental funds reported combined ending fund balances of \$6,472 an increase of \$641 in comparison with the prior year. The General Fund balance increased by \$64. The Street Fund increased by \$505. The balance in the Other Governmental Funds increased \$71.

The reserved fund balances are not available for new spending because they have already been committed to liquidate contracts or obligations of the prior period \$119, and to pay debt service \$2.

The general fund is the chief operating fund of the City of Pocatello. At the end of the fiscal year, unreserved fund balance of the general fund was \$3,335. As a measure of the general fund’s liquidity, it may be useful to compare the unreserved fund balance to total fund expenditures. Unreserved fund balance represents 11.8% of the total general fund expenditures. This measure has increased by 1.4% compared to last year’s measurement of 10.4%.

The fund balance of the City of Pocatello’s general fund has increased by \$64 and the Street Fund increased by \$505 during the current fiscal year. Key factors in these increases are as follows:

- Operations produced costs of \$503 less than budgeted which includes transfers. Revenues were more than budgeted by \$629 which recognized positive variances in all revenue lines except charges for service revenues which reported an under budgeted amount of \$172. The budgeted net change in fund balance was \$(1,695), but the actual net change was \$64 which resulted in a variance of \$1,759.

Proprietary funds. The City of Pocatello’s proprietary funds provide the same type of information found in the government-wide financial statements, but in more detail.

Net assets of the Sanitation department, the Water department, the Environmental Pollution Control department, and the Ambulance District operation amounted to \$7,118, \$34,641, \$26,070, and \$(131) respectively. The total growth in net assets for these funds was \$386, \$2,339, \$191, and \$16 respectively. Other factors concerning the finances of these funds have already been addressed in the discussion of the City of Pocatello’s business-type activities.

Budgetary Highlights

Budgetary amendments for the 2010 fiscal year were as follows:

	Original Budget	Final Budget	Increase (Decrease)
General Fund	\$28,789	\$30,131	\$1,342

The General Fund budget was reopened for the following reasons: purchase of fire pumper/ladder truck, building software, fire department equipment, training grant, economic development grant to assist local business, and to replenish Medical Insurance fund to comply with contractual commitments. These expenditures were funded by grant monies, lease financing, and reserves.

Capital Assets and Debt Administration

Capital assets. The City of Pocatello’s investment in capital assets for its governmental and business-type activities as of September 30, 2010, amounts to \$169,154 (net of accumulated depreciation). This investment in capital assets includes, land, buildings and improvements, machinery and equipment, park facilities, roads and alleys, bridges, and distribution and collection systems. The total increase in the City

of Pocatello’s investment in capital assets for the current fiscal year was 5.9 percent. Major capital asset events during the current fiscal year included the following:

- Various construction projects were in progress by the end of the fiscal year. The major projects were the Airport parking lot and terminal expansion, South Valley Water Tank project, Cheyenne Crossing project, various environmental pollution control projects. In addition, the City realized major vehicle purchases this past year for Sanitation, Street, Water and Police departments. Two departments completed land purchases this year, Transit \$971 and the Environmental Pollution Control department \$657.
- Various system additions were acquired through acceptance and annexation of sub-divisions. The estimated value of these systems was \$3,073.

City of Pocatello’s Capital Assets

	Governmental Activities			Business-type Activities			Total		
	2008	2009	2010	2008	2009	2010	2008	2009	2010
Land	\$10,114	\$10,114	\$11,085	\$2,480	\$2,480	\$3,137	\$12,594	\$12,594	\$14,222
Buildings and structures	13,595	13,380	12,839	12,164	11,784	11,400	25,759	25,164	24,239
Non-building improvements	5,789	5,409	6,902	1,105	1,098	1,050	6,894	6,507	7,952
Machinery and equipment	2,575	2,323	2,003	8,219	7,634	7,191	10,794	9,957	9,194
Vehicles	3,241	3,766	4,271	2,581	3,447	3,504	5,822	7,213	7,775
Office furniture and equipment	702	653	622	146	156	127	848	809	749
Collection and distribution systems	428	377	330	42,322	42,507	43,836	42,750	42,884	44,166
Infrastructure	44,148	46,147	46,849	----	----	----	44,148	46,147	46,849
Capital leases	2,746	1,248	1,957	----	----	----	2,746	1,248	1,957
Construction in progress	4,578	5,018	7,369	778	2,213	4,682	5,356	7,231	12,051
Total	\$87,916	\$88,435	\$94,227	\$69,795	\$71,319	\$74,927	\$157,711	\$159,754	\$169,154

Additional information on the City of Pocatello’s capital assets can be found in Note 4 C on pages 63-65 of this report.

Long-term debt. At the end of the current fiscal year, the City of Pocatello had total long-term bonded debt outstanding of \$440. Of this amount, \$440 comprises debt backed by the full faith and credit of the government. The City is responsible for \$25,893 in revenue notes issued to renovate the Sanitary Sewer Treatment Facility, for Water infrastructure projects, and the purchase of Water Rights. The remainder of the City of Pocatello’s long-term debt represents capital lease debt, contracts payable and compensated absences.

State statutes limit the amount of general obligation debt a government entity may issue to 2 percent of its total assessed valuation. The current debt limitation for the City of Pocatello is \$62,201 which is significantly in excess of the City of Pocatello’s outstanding general obligation debt.

During the fiscal year the City created \$1,315 in new debt and decreased total debt by \$2,640.

The City of Pocatello maintains a “AA” rating from Standard & Poor’s and Fitch and a “A1” rating from Moody’s for general obligation debt. The revenue notes of the Environmental Pollution Control Fund have been rated “A” by all three of these rating agencies. The revenue notes of the Water Fund have been rated “A2” by Moody’s.

City of Pocatello’s Long-term Debt

	Governmental activities			Business-type activities			Total		
	2008	2009	2010	2008	2009	2010	2008	2009	2010
Compensated absences	\$2,846	\$3,382	\$3,125	\$767	\$910	\$818	\$3,613	\$4,292	\$3,943
Contracts payable	162	128	119	-	-	-	162	128	119
Notes payable	42	-	-	-	-	-	42	-	-
General Obligation Bonds –									
City	845	645	440	-	-	-	845	645	440
Refunded C.O.P Bonds	840	355	-	-	-	-	840	355	-
Utility Services Revenue notes	-	-	-	28,930	27,440	25,893	28,930	27,440	25,893
Capital Leases	761	450	1,039	-	-	-	761	450	1,039
Total	\$5,496	\$4,960	\$4,723	\$29,697	\$28,350	\$26,711	\$35,193	\$33,310	\$31,434

Additional information on the City of Pocatello’s long-term debt can be found in note 4 F on pages 68-70 of this report.

Economic Factors and Next Year’s Budget and Rates

The seasonally adjusted unemployment rate for the City of Pocatello as of September 30, 2010 was 8.1%. The nationwide recession impacted the city after somewhat of a delay compared to the rest of the region. Although the unemployment situation avoided the double digit statistics in other parts of the state, the city shed 1,262 jobs compared to two years ago.

	Labor Force	# unemployed	% unemployed	# employed
City of Pocatello				
Sept, 2008	28,220	1,279	4.5%	26,941
Sept, 2009	28,262	2,248	8.0%	26,014
Sept, 2010	27,929	2,250	8.1%	25,679
1 yr change	-333	2	0.1%	-335
2 yr change	-291	971	3.6%	-1,262
Metropolitan Statistical Area (MSA); all of Bannock & Power Counties				
Sept, 2008	43,537	2,026	4.7%	41,511
Sept, 2009	43,590	3,507	8.0%	40,083
Sept, 2010	43,719	3,545	8.1%	40,174
1 yr change	129	38	0.1%	91
2 yr change	182	1,519	3.4%	-1,337
State of Idaho				
Sept, 2008	757,316	36,515	4.8%	720,801
Sept, 2009	749,139	59,769	8.0%	689,370
Sept, 2010	759,236	66,455	8.8%	692,781
1 yr change	10,097	6,686	0.8%	3,411
2 yr change	1,920	29,940	4.0%	-28,020
Source: State of Idaho Department of Labor September 2008, 2009 and September 2010 Benchmarks				

- The City's population is estimated to have grown 5.4% over the decade to 54,255 (April 1, 2010 population census count according to the US Census Bureau).
- The building activity in FY10 continued FY09's slow pace. In particular, the residential market paused from the record activity in 2006 with only 74 new one family homes. Commercial activity also slowed and total valuation of new construction declined from the previous years of record activity (with the new hospital and Hoku projects) and totaled only \$28,015. Recent trends in building and construction activity are summarized in the table below:

Building & Construction Activity	2005	2006	2007	2008	2009	2010	5 year % change
Permits Sold	4,391	4,896	4,839	4,274	3,614	2,955	-32.7%
Fees Paid	\$951	\$1,543	\$1,842	\$2,336	\$2,171	\$737	-22.5%
Valuation	\$67,889	\$83,311	\$70,109	\$185,287	\$148,615	\$28,015	-58.7%
New 1 family	200	306	169	93	84	74	-63.0%
Inspections	10,106	11,250	12,634	9,775	10,019	7,504	-25.7%

- The taxable valuation of the city (net of homeowners and other exemptions) rose 1.8% to \$2,252,630.
- Construction at the Hoku Scientific Inc. polysilicon plant re-started after financing difficulties were resolved. The project is on pace to open with limited production in the fall of 2011. The new hospital project continued on track and will open on May 11, 2011. At year end, several new

businesses and restaurants opened, contributing to a mixed outcome for the year after some weakness the previous year. Allstate Insurance announced a new service center to be located on the city's border in Chubbuck; it will employ about 600 when it opens next year.

- The City of Pocatello's budget for the 2011 fiscal year reflected the economic slowdown that was evident. The following provisions were incorporated:
 - Predicted nearly \$2 Million less in non-property tax revenues such as sales tax, highway user fees and building permits compared to FY08 actuals although \$122 more than the FY10 budget. The following table was presented in the FY2011 budget digest document:

Item	2004 actual	2005 actual	2006 actual	2007 actual	2008 actual	2009 actual	2010 budget	2011 Budget
Sales Tax	\$3,377,762	\$3,593,543	\$3,894,777	\$3,977,283	\$3,772,125	\$3,347,640	\$3,104,328	\$3,293,513
Highway User	\$1,945,068	\$1,955,581	\$2,049,514	\$2,085,013	\$2,008,970	\$1,876,545	\$1,788,920	\$1,823,920
Building Permits	\$553,270	\$725,299	\$982,311	\$849,458	\$1,342,815	\$1,273,444	\$320,000	\$375,000
Natural Gas Franchise	\$379,538	\$430,928	\$545,912	\$567,069	\$548,530	\$533,604	\$550,000	\$500,000
Liquor Tax	\$379,434	\$392,107	\$384,439	\$472,871	\$519,360	\$568,934	\$517,613	\$520,000
Gen Fund Interest	\$35,010	\$107,308	\$338,046	\$415,258	\$266,029	\$119,423	\$22,512	\$30,000
Cable Franchise	\$365,511	\$347,647	\$354,089	\$360,903	\$373,805	\$393,987	\$363,139	\$393,000
Magistrate Court	\$316,564	\$322,355	\$310,054	\$310,228	\$314,449	\$294,511	\$314,449	\$294,511
Electric Franchise	\$272,704	\$278,266	\$279,824	\$260,470	\$307,901	\$346,003	\$284,185	\$346,000
SRO support	\$179,842	\$186,414	\$156,397	\$187,422	\$209,486	\$221,089	\$216,130	\$28,249
Total For FY	\$7,804,702	\$8,339,448	\$9,295,363	\$9,485,976	\$9,663,470	\$8,975,180	\$7,481,276	\$7,604,193

(not expressed in thousands)

- One new employee position was approved in the tax-supported funds (street fund, for improved river flood levee maintenance).
- Budgeted for expensive fuel @ \$3.00/gal (diesel).
- A 1% cost of living wage increase was approved.
- A hiring freeze remained, effectively reducing the full-time workforce by 1% during the year.
- Reduced the levy rate to the second lowest in a decade @ 0.009736059.

As this FY10 financial report went to press, management estimated that the FY11 year to date execution was satisfactory and no mid-year budget reductions were planned (as had been executed in both FY10 and FY09).

The City of Pocatello did not appropriate any unreserved fund balance in the General Fund for spending in the 2011 fiscal year budget.

The overall FY11 budget declined by 6.68% vs. original adopted FY10, reflecting less capital spending in the enterprise funds. Budgets in the tax supported funds remained flat.

- The FY11 general fund budget increased 1.32% from FY10 to \$29,170. \$73 was an accounting change to move activity from Fund 957 (Zoo Animal Education Fund) to the Zoo Department of the General Fund.
- The property tax levy rate increased slightly to (1.54%) to 0.009736059. The property tax dollars rose 3.34% from \$21,222 to \$22,931. The amount of foregone property tax authority stood at \$1,127. This means that the City levied 95.1% of the property taxes authorized under Idaho’s “3% cap” law. That law limits property tax increases to no more than 3%, with additional increases allowed for annexation, new construction and “foregone” amounts from the previous year. The City has the legal authority to levy \$1,127 more in taxes than it has chosen to do.
- Enterprise Fund utility rates were adjusted for the 2011 budget year, reflecting the results of a new rate study. The following table shows the adjustments made:

City of Pocatello, ID Utility rate comparison

	FY10 (current)	FY11 (proposed)	\$ difference	% difference
Sanitation 96 gallon service	\$13.82	\$14.41	\$0.59	4.27%
Water 3/4" fixed line charge	\$7.05	\$7.45	\$0.40	5.67%
Water 9,000 gallons	\$18.00	\$19.53	\$1.53	8.50%
Sewer, residential service	\$20.20	\$21.50	\$1.30	6.44%
Monthly Total	\$59.07	\$62.89	\$3.82	6.47%

Effective 1 April, 2011 (approximately)

	FY11 (proposed Oct 1, 2010)	FY11 (proposed Apr 1, 2011)	\$ difference	% difference
Sanitation 96 gallon service	\$14.41	\$14.66	\$0.25	1.73%
Curbside Recycle	\$5.00	included	-\$5.00	-100.00%
Water 3/4" fixed line charge	\$7.45	\$7.45	\$0.00	0.00%
Water 9,000 gallons	\$19.53	\$19.53	\$0.00	0.00%
Sewer, residential service	\$21.50	\$21.50	\$0.00	0.00%
Monthly Total w/o curbside	\$62.89	\$63.14	\$0.25	0.40%
Monthly Total w/ curbside	\$67.89	\$63.14	-\$4.75	-7.00%

The table shows a change in Sanitation services to be effective on or about April 1, 2011. Previously, residents could voluntarily sign up for a blue recycle cart with bi-weekly curbside pickup service for \$5.00 a month. About 1/3 of the residential accounts participated. Starting April 1, the service will be offered city-wide. Everyone will pay 25 cents more for their enhanced residential service; those that were paying the \$5.00 charge will see that charge removed.

Request for information

This financial report is designed to provide a general overview of the City of Pocatello’s finances for all those with an interest in the government’s finances. Questions concerning any of the information provided in this report or requests for additional financial information should be addressed to the Finance

Department, P. O. Box 4169, Pocatello, Idaho 82305. Additional information is also available on the City's Web Site at www.pocatello.us.

Also, complete financial statements of the Pocatello Development Authority can be obtained from the City Finance Department or online at: http://www.pocatello.us/finance/finance_pda.htm

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CITY OF POCA TELLO

STATEMENT OF NET ASSETS

AS OF SEPTEMBER 30, 2010

ASSETS:	Primary Government			Component
	Governmental	Business-type	Total	Unit
	Activities	Activities		Development
				Authority
Current assets:				
Cash and cash equivalents	\$ 8,443,343	\$ 10,636,548	\$ 19,079,891	\$ 1,971,193
Receivables:				
Property taxes	1,238,955	-	1,238,955	121,073
Franchise taxes	205,254	-	205,254	-
Special assessments	69,411	-	69,411	-
Intergovernmental	3,035,154	117,308	3,152,462	-
Accounts	314,260	2,288,270	2,602,530	-
Interest	12,009	34,291	46,300	33
Employee	9,065	7,042	16,107	-
Notes, mortgages and loans	1,528,288	-	1,528,288	1,446,868
Internal balances	(814,271)	814,271	-	-
Prepaid expense	31,846	15,135	46,981	-
Inventory	-	818,180	818,180	-
Total current assets	14,073,314	14,731,045	28,804,359	3,539,167
Noncurrent assets:				
Restricted cash and cash equivalents	-	2,166,330	2,166,330	3,917,095
Long-term investments	1,010,120	3,677,854	4,687,974	-
Bond issuance costs - net of amortization	-	-	-	114,645
Other assets	60,000	3,348,555	3,408,555	-
Note receivable	-	317,000	317,000	-
Capital assets:				
Land and work-in-process	18,453,387	7,819,447	26,272,834	-
Depreciable building, equipment & property (net)	75,773,384	67,107,540	142,880,924	-
Total capital assets net of depreciation	94,226,771	74,926,987	169,153,758	-
Total noncurrent assets	95,296,891	84,436,726	179,733,617	4,031,740
Total Assets	109,370,205	99,167,771	208,537,976	7,570,907
LIABILITIES:				
Current liabilities:				
Payroll, payroll taxes and benefits payable	1,639,811	562,296	2,202,107	-
Compensated absences	1,370,361	451,800	1,822,161	-
Accounts payable	988,760	927,648	1,916,408	21,001
Claims and judgements payable	11,800	-	11,800	-
Deferred revenue - unearned	16,206	-	16,206	-
Interest payable	49,447	240,062	289,509	70,510
Bonds payable	205,000	-	205,000	1,155,000
Mortgages payable	355,000	1,534,279	1,889,279	-
Capital leases payable	334,769	-	334,769	-
Total current liabilities	4,971,154	3,716,085	8,687,239	1,246,511
Noncurrent liabilities:				
Compensated absences	3,124,714	818,151	3,942,865	-
Contracts payable	119,128	-	119,128	-
Bonds payable	440,000	-	440,000	7,150,000
Mortgages payable	-	25,892,780	25,892,780	-
Capital leases payable	1,039,612	-	1,039,612	-
Total noncurrent liabilities	4,723,454	26,710,931	31,434,385	7,150,000
Total Liabilities	9,694,608	30,427,016	40,121,624	8,396,511
NET ASSETS:				
Invested in capital net of related debt	91,852,390	47,499,928	139,352,318	-
Restricted for:				
Debt service	-	-	-	5,381,989
Medical Insurance	471,002	-	471,002	-
Capital projects	366,660	-	366,660	-
Special Revenue -Economic Development	784,314	-	784,314	-
Special Revenue -Community Service	516,313	-	516,313	-
Special Revenue -Cultural and Recreational	67,613	-	67,613	-
Special Revenue -General Government	19,889	-	19,889	-
Utility operations	-	2,166,330	2,166,330	-
Unrestricted	5,597,416	19,074,497	24,671,913	(6,207,593)
Total net assets	\$ 99,675,597	\$ 68,740,755	\$ 168,416,352	\$ (825,604)

CITY OF POCATELLO

STATEMENT OF ACTIVITIES

FOR THE YEAR ENDED SEPTEMBER 30, 2010

Functions/Programs	Program Revenues				Net (Expense) Revenue and Changes in Net Assets			Component Unit Development Authority
	Expenses	Charges for Services	Operating Grants and Contributions	Capital Grant and Contributions	Primary Government			
					Governmental Activities	Business-type Activities	Total	
Primary Government:								
Governmental activities:								
General government	\$ 7,452,240	\$ 2,503,732	\$ 1,312,254	\$ 435,746	\$ (3,200,508)	\$ -	\$ (3,200,508)	\$ -
Economic development	278,344	189,654	200,000	10	111,320	-	111,320	-
Police services	11,117,595	259,272	237,166	515,410	(10,105,747)	-	(10,105,747)	-
Fire services	6,856,248	242,595	70,278	-	(6,543,375)	-	(6,543,375)	-
Other public safety	825,365	534,262	8,118	-	(282,985)	-	(282,985)	-
Public works and engineering	931,533	376,450	-	-	(555,083)	-	(555,083)	-
Cultural and recreational	4,195,646	1,191,522	5,800	334,676	(2,663,648)	-	(2,663,648)	-
Library	1,445,355	17,666	3,441	-	(1,424,248)	-	(1,424,248)	-
Streets and highways	4,655,502	2,513,587	335	953,543	(1,188,037)	-	(1,188,037)	-
Transportation	2,769,831	586,436	1,314,575	2,092,186	1,223,366	-	1,223,366	-
Airport	1,565,575	395,285	120	3,270,330	2,100,160	-	2,100,160	-
Community services	443,644	41,737	163	-	(401,744)	-	(401,744)	-
Interest on long-term debt	101,971	-	-	-	(101,971)	-	(101,971)	-
Total governmental activities	<u>42,638,849</u>	<u>8,852,198</u>	<u>3,152,250</u>	<u>7,601,901</u>	<u>(23,032,500)</u>	<u>-</u>	<u>(23,032,500)</u>	<u>-</u>
Business-type activities:								
Sanitation	5,800,605	6,581,122	-	-	-	780,517	780,517	-
Water	7,293,629	9,214,582	-	2,031,965	-	3,952,918	3,952,918	-
Sanitary sewer	6,954,308	8,038,382	-	329,965	-	1,414,039	1,414,039	-
Ambulance district	<u>2,067,062</u>	<u>2,100,014</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>32,952</u>	<u>32,952</u>	<u>-</u>
Total business-type activities	<u>22,115,604</u>	<u>25,934,100</u>	<u>-</u>	<u>2,361,930</u>	<u>-</u>	<u>6,180,426</u>	<u>6,180,426</u>	<u>-</u>
Total primary government	<u>\$ 64,754,453</u>	<u>\$ 34,786,298</u>	<u>\$ 3,152,250</u>	<u>\$ 9,963,831</u>	<u>(23,032,500)</u>	<u>6,180,426</u>	<u>(16,852,074)</u>	<u>-</u>
Component Unit:								
Pocatello Development Authority	<u>\$ 920,427</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>				<u>(920,427)</u>
General revenues:								
Property taxes					22,091,881	-	22,091,881	2,673,699
Franchise taxes					1,192,083	-	1,192,083	-
Unrestricted State Sales and Liquor taxes					3,833,367	-	3,833,367	-
Unrestricted interest earnings					52,374	211,004	263,378	48,683
Gain on sale of capital assets					14,292	54,982	69,274	-
Transfers (including payments in lieu of taxes and franchise fees)					<u>3,430,893</u>	<u>(3,430,893)</u>	<u>-</u>	<u>-</u>
Total general revenues and transfers					<u>30,614,890</u>	<u>(3,164,907)</u>	<u>27,449,983</u>	<u>2,722,382</u>
Change in net assets					<u>7,582,390</u>	<u>3,015,519</u>	<u>10,597,909</u>	<u>1,801,955</u>
Net assets - beginning					<u>92,093,207</u>	<u>65,725,236</u>	<u>157,818,443</u>	<u>(2,627,559)</u>
Net assets - ending					<u>\$ 99,675,597</u>	<u>\$ 68,740,755</u>	<u>\$ 168,416,352</u>	<u>\$ (825,604)</u>

CITY OF POCA TELLO

**GOVERNMENTAL FUNDS
BALANCE SHEET**

AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009

	<u>General Fund</u>	<u>Street Special Revenue Fund</u>	<u>Other Governmental Funds</u>	<u>2010 Total Governmental Funds</u>	<u>2009 Total Governmental Funds</u>
ASSETS:					
Cash	\$ 2,717,018	\$ 884,912	\$ 2,904,308	\$ 6,506,238	\$ 5,472,025
Receivables					
<i>Property taxes</i>	960,858	113,068	165,029	1,238,955	975,056
<i>Franchise taxes</i>	-	117,482	87,772	205,254	129,775
<i>Intergovernmental</i>	1,040,852	470,176	-	1,511,028	1,484,259
<i>Special assessments</i>	34,645	4,108	31,069	69,822	131,510
<i>Accounts</i>	42,403	12,443	275,449	330,295	355,509
<i>Employee receivable</i>	6,966	877	957	8,800	11,352
<i>Interest</i>	7,412	895	1,176	9,483	12,949
<i>Mortgages and loans</i>	-	-	1,701,947	1,701,947	1,549,689
<i>Grants</i>	254,133	-	1,269,993	1,524,126	1,239,776
Due from other funds	<u>580,929</u>	<u>-</u>	<u>3,350</u>	<u>584,279</u>	<u>758,454</u>
<i>Total assets</i>	<u>\$ 5,645,216</u>	<u>\$ 1,603,961</u>	<u>\$ 6,441,050</u>	<u>\$ 13,690,227</u>	<u>\$ 12,120,354</u>
LIABILITIES:					
Accounts payable	\$ 90,667	\$ 227,185	\$ 533,022	\$ 850,874	\$ 742,525
Deposits payable	850	-	12,027	12,877	-
Payroll and payroll taxes and benefits payable	1,039,974	93,435	224,522	1,357,931	1,260,284
Due to other funds	3,350	-	799,120	802,470	1,031,577
Deferred revenue	<u>1,175,185</u>	<u>118,102</u>	<u>2,901,163</u>	<u>4,194,450</u>	<u>3,255,091</u>
<i>Total liabilities</i>	<u>2,310,026</u>	<u>438,722</u>	<u>4,469,854</u>	<u>7,218,602</u>	<u>6,289,477</u>
FUND BALANCE:					
Reserved for contract liabilities	-	-	119,128	119,128	128,367
Reserved for debt service	-	-	1,091	1,091	2,010
Unreserved and designated-Special Revenue	-	-	847,468	847,468	801,448
Unreserved and undesignated					
General Fund	3,335,190	-	-	3,335,190	3,270,965
Street Fund	-	1,165,239	-	1,165,239	660,060
Special Revenue Funds	-	-	1,119,266	1,119,266	993,089
Capital Projects Fund	-	-	(115,757)	(115,757)	(25,062)
<i>Total fund balance</i>	<u>3,335,190</u>	<u>1,165,239</u>	<u>1,971,196</u>	<u>6,471,625</u>	<u>5,830,877</u>
<i>Total liabilities and fund balance</i>	<u>\$ 5,645,216</u>	<u>\$ 1,603,961</u>	<u>\$ 6,441,050</u>	<u>\$ 13,690,227</u>	<u>\$ 12,120,354</u>

CITY OF POCATELLO

Reconciliation of the Balance Sheet of Governmental Funds
to the Statement of Net Assets

as of September 30, 2010

Total fund balances--total governmental funds \$ 6,471,625

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

Capital assets used in governmental activities are not financial resources and, therefore are not reported in the funds. 94,155,055

Certain receivables are not financial resources and are reported as deferred revenue. 4,178,244

Long-term liabilities are not due and payable in the current period and therefore are not reported in the funds. (7,178,230)

Accrual adjustments for allowance for doubtful accounts (188,940)

Internal service funds are used to charge the costs of certain activities, such as insurance and computer processing, to individual funds. The assets and liabilities of the internal service funds applicable to governmental activities are included in governmental activities in the statement of net asset 2,237,843

Net assets of governmental activities \$ 99,675,597

CITY OF POCATELLO

**GOVERNMENTAL FUNDS
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the fiscal year ended September 30, 2009**

	General Fund	Street Special Revenue Fund	Other Governmental Funds	2010 Total Governmental Funds	2009 Total Governmental Funds
REVENUES:					
Taxes:					
Property taxes	\$ 16,837,162	\$ 2,081,203	\$ 2,807,187	\$ 21,725,552	\$ 20,322,948
Special assessments	-	-	80,148	80,148	75,803
Franchise taxes	-	821,819	370,264	1,192,083	1,273,594
Total taxes	<u>16,837,162</u>	<u>2,903,022</u>	<u>3,257,599</u>	<u>22,997,783</u>	<u>21,672,345</u>
Charges for services:					
General charges	1,086,391	-	1,706,030	2,792,421	3,976,235
Total service charges	<u>1,086,391</u>	<u>-</u>	<u>1,706,030</u>	<u>2,792,421</u>	<u>3,976,235</u>
Intergovernmental:					
State sales tax	3,289,977	-	-	3,289,977	3,347,640
State liquor tax	543,390	-	-	543,390	568,934
State highway user's fees	-	1,854,864	-	1,854,864	1,876,545
County road and bridge tax	-	344,574	-	344,574	344,257
Grants	503,118	-	8,340,123	8,843,241	3,395,675
Total intergovernmental	<u>4,336,485</u>	<u>2,199,438</u>	<u>8,340,123</u>	<u>14,876,046</u>	<u>9,533,051</u>
Miscellaneous:					
Rentals and leases	73,373	-	1,062,851	1,136,224	1,158,754
Principal payments received	4,225	1,431	272,392	278,048	242,544
Refunds	-	-	429,351	429,351	491,019
Donations	14,303	-	348,239	362,542	138,507
Interest	41,309	527	44,264	86,100	157,930
Developer's contribution	-	940,023	-	940,023	1,059,391
Miscellaneous	2,934,516	58,527	556,093	3,549,136	3,466,265
Total miscellaneous	<u>3,067,726</u>	<u>1,000,508</u>	<u>2,713,190</u>	<u>6,781,424</u>	<u>6,714,410</u>
Total revenues	<u>25,327,764</u>	<u>6,102,968</u>	<u>16,016,942</u>	<u>47,447,674</u>	<u>41,896,041</u>
EXPENDITURES:					
Current:					
General government	5,200,397	-	2,106,889	7,307,286	6,163,940
Economic development	-	-	277,389	277,389	95,811
Police services	11,041,706	-	358,197	11,399,903	10,793,472
Fire services	6,864,253	-	-	6,864,253	6,571,098
Other public safety	812,030	-	-	812,030	779,262
Public works and engineering	850,431	-	229,838	1,080,269	1,465,465
Cultural and recreational	2,337,200	-	1,568,430	3,905,630	3,842,588
Library	-	-	1,410,684	1,410,684	1,480,401
Streets and highways	-	2,863,036	1,160	2,864,196	3,153,285
Transportation	-	-	2,648,649	2,648,649	2,540,193
Airport	-	-	1,148,322	1,148,322	1,114,356
Community services	-	-	468,187	468,187	477,822
Total current	\$ <u>27,106,017</u>	\$ <u>2,863,036</u>	\$ <u>10,217,745</u>	\$ <u>40,186,798</u>	\$ <u>38,477,693</u>

CITY OF POCA TELLO

GOVERNMENTAL FUNDS
 STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 Continued
 FOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010
 With comparative total for the fiscal year ended September 30, 2009

	General Fund	Street Special Revenue Fund	Other Governmental Funds	2010 Total Governmental Funds	2009 Total Governmental Funds
Debt Service:					
<i>Principal</i>	\$ 178,575	\$ 211,644	\$ 685,000	\$ 1,075,219	\$ 1,330,676
<i>Interest</i>	9,785	18,827	74,010	102,622	158,469
<i>Trustee fees</i>	-	-	3,310	3,310	7,266
Capital outlay:					
<i>Total expenditures</i>	<u>947,156</u>	<u>2,831,494</u>	<u>6,434,488</u>	<u>10,213,138</u>	<u>4,464,208</u>
	<u>28,241,533</u>	<u>5,925,001</u>	<u>17,414,553</u>	<u>51,581,087</u>	<u>44,438,312</u>
EXCESS REVENUES OR (EXPENDITURES)	(2,913,769)	177,967	(1,397,611)	(4,133,413)	(2,542,271)
OTHER FINANCING SOURCES/(USES):					
Proceeds from sale of assets	29,563	21,965	38,665	90,193	26,451
Issuance of debt	745,095	389,252	-	1,134,347	161,499
Transfers in	3,590,016	80,381	1,670,234	5,340,631	5,955,509
Transfers out	<u>(1,386,680)</u>	<u>(164,386)</u>	<u>(239,944)</u>	<u>(1,791,010)</u>	<u>(2,293,295)</u>
<i>Total other financing sources/(uses)</i>	<u>2,977,994</u>	<u>327,212</u>	<u>1,468,955</u>	<u>4,774,161</u>	<u>3,850,164</u>
NET CHANGE IN FUND BALANCE	64,225	505,179	71,344	640,748	1,307,893
FUND BALANCE - Beginning	<u>3,270,965</u>	<u>660,060</u>	<u>1,899,852</u>	<u>5,830,877</u>	<u>4,522,984</u>
FUND BALANCE - Ending	<u>\$ 3,335,190</u>	<u>\$ 1,165,239</u>	<u>\$ 1,971,196</u>	<u>\$ 6,471,625</u>	<u>\$ 5,830,877</u>

CITY OF POCATELLO

**Reconciliation of the Statement of Revenues, Expenditures,
and Changes in Fund Balance of Governmental Funds
to the Statement of Activities
For the Fiscal Year Ended September 30, 2010**

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

Net change in fund balances--total governmental funds \$ 640,748

Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their estimated useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period. 6,120,897

Governmental funds report principal repayment on debt as an expenditure and debt issuance as an other financing source. However, in the statement of activities debt payments are not an expense and debt issuance is not a revenue. (59,128)

Governmental funds report revenue on receivables that are available to pay current expenditures. All receivables minus allowances for bad debt are reported on the statement of activities. 936,092

The excess of historical cost over accumulated depreciation on assets that were disposed of during the year - (loss on disposal of assets). (75,901)

Some expenses reported in the statement of activities do not require the use of current financial resources and therefore are not reported as expenditures in the governmental funds. 199,645

Internal service funds are used to charge the costs of certain activities, such as insurance and computer processing, to individual funds. The revenues and expenses applicable to governmental operations is included in the statement of activities. (179,963)

Change in net assets of governmental activities \$ 7,582,390

CITY OF POCA TELLO

**GENERAL FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - MODIFIED ACCRUAL BASIS**

YEAR ENDED SEPTEMBER 30, 2010

	Original Budgeted Amount	Final Budgeted Amount	Actual Amounts	Variance with Final Budget
REVENUES:				
Taxes:				
<i>Property taxes</i>	\$ 16,415,126	\$ 16,415,126	\$ 16,681,010	\$ 265,884
<i>Interest on delinquent taxes</i>	91,059	91,059	156,152	65,093
<i>Subtotal - taxes</i>	<u>16,506,185</u>	<u>16,506,185</u>	<u>16,837,162</u>	<u>330,977</u>
Rentals and leases	72,844	72,844	73,373	529
Charges for services:				
<i>General Charges</i>	1,352,785	1,258,633	1,086,391	(172,242)
<i>Subtotal - charges for services</i>	<u>1,352,785</u>	<u>1,258,633</u>	<u>1,086,391</u>	<u>(172,242)</u>
Intergovernmental:				
<i>Grants</i>	459,536	459,536	503,118	43,582
<i>Sales tax</i>	3,276,301	3,126,232	3,289,977	163,745
<i>State liquor tax</i>	517,613	517,613	543,390	25,777
<i>Subtotal - intergovernmental</i>	<u>4,253,450</u>	<u>4,103,381</u>	<u>4,336,485</u>	<u>233,104</u>
Miscellaneous:				
<i>Donations</i>	10,550	6,550	14,303	7,753
<i>Principal payments received</i>	10,933	10,933	4,225	(6,708)
<i>Interest</i>	133,723	25,262	41,309	16,047
<i>Other miscellaneous</i>	2,711,361	2,715,361	2,934,516	219,155
<i>Subtotal - miscellaneous</i>	<u>2,866,567</u>	<u>2,758,106</u>	<u>2,994,353</u>	<u>236,247</u>
TOTAL REVENUES	\$ <u>25,051,831</u>	\$ <u>24,699,149</u>	\$ <u>25,327,764</u>	\$ <u>628,615</u>

CITY OF POCA TELLO

**STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL - MODIFIED ACCRUAL BASIS
GENERAL FUND**

YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
EXPENDITURES:				
GENERAL GOVERNMENT:				
<i>Mayor and City Council</i>	\$ 661,300	\$ 674,404	\$ 627,348	\$ 47,056
<i>Finance Department</i>	641,297	648,749	640,239	8,510
<i>City Hall</i>	384,378	395,726	384,822	10,904
<i>Elections</i>	67,822	51,937	51,935	2
<i>Building</i>	688,453	695,863	557,095	138,768
<i>Community Planning and Development</i>	609,190	837,358	800,467	36,891
<i>Human Resources</i>	403,443	433,287	430,920	2,367
<i>Nondepartmental</i>	741,490	740,890	735,708	5,182
<i>Economic Development</i>	125,000	296,000	282,000	14,000
<i>Legal Department</i>	685,010	697,687	689,863	7,824
TOTAL - GENERAL GOVERNMENT	<u>5,007,383</u>	<u>5,471,901</u>	<u>5,200,397</u>	<u>271,504</u>
PUBLIC WORKS:				
<i>Geographic Information Systems</i>	140,542	141,135	141,101	34
<i>Engineering</i>	1,110,709	881,024	709,330	171,694
TOTAL - PUBLIC WORKS	<u>1,251,251</u>	<u>1,022,159</u>	<u>850,431</u>	<u>171,728</u>
PUBLIC SAFETY:				
<i>Police Department</i>	10,936,380	11,059,698	11,041,706	17,992
<i>Fire Department</i>	6,766,991	6,840,804	6,864,253	(23,449)
<i>Animal Control</i>	775,822	806,220	812,030	(5,810)
TOTAL - PUBLIC SAFETY:	<u>18,479,193</u>	<u>18,706,722</u>	<u>18,717,989</u>	<u>(11,267)</u>
PARKS AND RECREATION:				
<i>Parks Department</i>	1,733,531	1,743,626	1,716,156	27,470
<i>Administration</i>	123,859	124,473	123,946	527
<i>City Zoo</i>	496,170	499,836	497,098	2,738
TOTAL - PARKS AND RECREATION:	<u>2,353,560</u>	<u>2,367,935</u>	<u>2,337,200</u>	<u>30,735</u>
CAPITAL OUTLAY	261,500	985,385	947,156	38,229
DEBT SERVICE:				
<i>Interest</i>	9,786	9,786	9,785	1
<i>Principal</i>	178,575	178,575	178,575	-
SUBTOTAL DEBT SERVICE	<u>188,361</u>	<u>188,361</u>	<u>188,360</u>	<u>1</u>
TOTAL EXPENDITURES	<u>27,541,248</u>	<u>28,742,463</u>	<u>28,241,533</u>	<u>500,930</u>
EXCESS REVENUES OR (EXPENDITURES)	(2,489,417)	(4,043,314)	(2,913,769)	1,129,545
OTHER FINANCING SOURCES/(USES):				
<i>Proceeds from sale of assets</i>	158,113	226,165	29,563	(196,602)
<i>Issuance of debt</i>	-	-	745,095	745,095
<i>Transfers in</i>	3,578,953	3,510,901	3,590,016	79,115
<i>Transfers out</i>	(1,247,649)	(1,388,349)	(1,386,680)	1,669
<i>Total other financing sources/(uses)</i>	<u>2,489,417</u>	<u>2,348,717</u>	<u>2,977,994</u>	<u>629,277</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (1,694,597)</u>	64,225	<u>\$ 1,758,822</u>
FUND BALANCE - Beginning			<u>3,270,965</u>	
FUND BALANCE - Ending			<u>\$ 3,335,190</u>	

CITY OF POCATELLO

**STREET SPECIAL REVENUE FUND
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

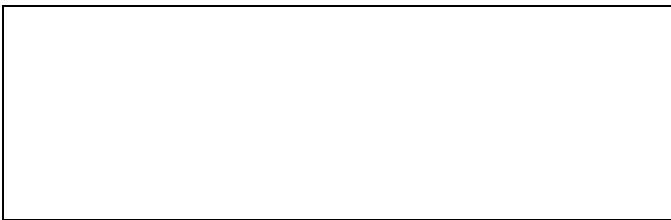
For the Fiscal Year Ended September 30, 2010

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance with Final budget
REVENUES:				
Taxes:				
<i>Property taxes</i>	\$ 2,056,483	\$ 2,056,483	\$ 2,081,203	\$ 24,720
<i>Franchise taxes</i>	834,185	834,185	821,819	(12,366)
<i>Total taxes</i>	<u>2,890,668</u>	<u>2,890,668</u>	<u>2,903,022</u>	<u>12,354</u>
Intergovernmental				
<i>County road and bridge tax</i>	270,567	270,567	344,574	74,007
<i>State highway user's fees</i>	1,788,920	1,788,920	1,854,864	65,944
<i>Total intergovernmental</i>	<u>2,059,487</u>	<u>2,059,487</u>	<u>2,199,438</u>	<u>139,951</u>
Miscellaneous:				
<i>Principal payments received</i>	3,142	3,142	1,431	(1,711)
<i>Interest</i>	1,078	1,078	527	(551)
<i>Other miscellaneous</i>	18,702	18,702	58,527	39,825
<i>Total miscellaneous</i>	<u>22,922</u>	<u>22,922</u>	<u>60,485</u>	<u>37,563</u>
<i>Total revenue</i>	<u>4,973,077</u>	<u>4,973,077</u>	<u>5,162,945</u>	<u>189,868</u>
EXPENDITURES (Streets and Highways):				
Current:				
<i>Streets and Highways</i>	4,623,845	4,604,127	2,863,036	1,741,091
Capital outlay	36,700	571,239	1,891,471	(1,320,232)
Debt service:				
<i>Principal</i>	200,949	200,949	211,644	(10,695)
<i>Interest</i>	29,523	29,523	18,827	10,696
<i>Total debt service</i>	<u>230,472</u>	<u>230,472</u>	<u>230,471</u>	<u>1</u>
<i>Total expenditures</i>	<u>4,891,017</u>	<u>5,405,838</u>	<u>4,984,978</u>	<u>420,860</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>82,060</u>	<u>(432,761)</u>	<u>177,967</u>	<u>610,728</u>
OTHER FINANCING SOURCES/(USES):				
Loan proceeds	-	-	389,252	389,252
Proceeds from sale of assets	-	-	21,965	21,965
Transfers in	82,326	82,326	80,381	(1,945)
Transfers out	(164,386)	(164,386)	(164,386)	-
<i>Total other financing sources/(uses)</i>	<u>(82,060)</u>	<u>(82,060)</u>	<u>327,212</u>	<u>409,272</u>
EXCESS REVENUES/SOURCES OR (EXPENDITURES/USES)	<u>\$ -</u>	<u>\$ (514,821)</u>	<u>505,179</u>	<u>\$ 1,020,000</u>
FUND BALANCE - Beginning			660,060	
Modified GAAP adjustments				
Developer contributions			940,023	
Capital asset acquired			<u>(940,023)</u>	
FUND BALANCE - Ending			<u>\$ 1,165,239</u>	

CITY OF POCATELLO
PROPRIETARY FUNDS
COMBINING STATEMENTS OF NET ASSETS
AS OF SEPTEMBER 30, 2010
WITH COMPARATIVE TOTAL AS OF SEPTEMBER 30, 2009

ASSETS:	Sanitation Fund	Water Fund	Environmental Pollution Control Fund	Ambulance Non-Major Fund
Current Assets				
<i>Cash</i>	\$ 574,716	\$ 9,081,787	\$ 181,178	\$ 512
<i>Accounts receivable (net of allowance for uncollectables)</i>	924	30,019	444,495	108,817
<i>Utility Billing receivable</i>	397,130	957,806	348,876	-
<i>Grants receivable</i>	-	117,308	-	-
<i>Interest receivable</i>	6,596	24,832	2,863	-
<i>Employee receivable</i>	1,778	3,543	1,721	-
<i>Prepaid expense</i>	-	-	-	-
<i>Due from other funds</i>	251,605	-	-	-
<i>Inventory</i>	-	818,180	-	-
<i>Total current assets</i>	<u>1,232,749</u>	<u>11,033,475</u>	<u>979,133</u>	<u>109,329</u>
Noncurrent Assets				
<i>Restricted cash</i>				
Revenue bond covenant accounts	-	722,662	1,443,668	-
Investments	2,709,267	500,000	468,587	-
Total restricted assets	<u>2,709,267</u>	<u>1,222,662</u>	<u>1,912,255</u>	<u>-</u>
<i>Other Assets</i>	-	3,348,555	-	-
<i>Notes receivable</i>	-	179,516	-	137,484
<i>Capital Assets</i>				
Land and construction in progress	676,644	3,297,738	3,845,065	-
Depreciable building, equipment and property (net)	2,997,078	25,518,670	38,437,212	43,454
Total capital assets	<u>3,673,722</u>	<u>28,816,408</u>	<u>42,282,277</u>	<u>43,454</u>
Total noncurrent assets	<u>6,382,989</u>	<u>33,567,141</u>	<u>44,194,532</u>	<u>180,938</u>
<i>Total Assets</i>	<u>7,615,738</u>	<u>44,600,616</u>	<u>45,173,665</u>	<u>290,267</u>
CURRENT LIABILITIES: (Payable from current and restricted assets)				
Payroll, taxes and benefits payable	148,058	167,218	107,648	99,230
Compensated absences	110,007	159,962	80,123	65,422
Accounts payable	112,257	390,036	76,966	3,643
Interest payable	-	62,519	177,543	-
Due to other funds	-	-	-	33,414
Mortgages payable current	-	345,000	1,189,279	-
Total current liabilities	<u>370,322</u>	<u>1,124,735</u>	<u>1,631,559</u>	<u>201,709</u>
NONCURRENT LIABILITIES				
Compensated absences	127,403	290,660	123,210	219,989
Mortgages payable (plus unamortized premiums)	-	8,543,951	17,348,829	-
Total noncurrent liabilities	<u>127,403</u>	<u>8,834,611</u>	<u>17,472,039</u>	<u>219,989</u>
Total liabilities	<u>497,725</u>	<u>9,959,346</u>	<u>19,103,598</u>	<u>421,698</u>
NET ASSETS:				
Invested in capital asset, net of related debt	3,673,722	19,927,457	23,744,169	43,454
Restricted for debt service	-	722,662	1,443,668	-
Unrestricted	<u>3,444,291</u>	<u>13,991,151</u>	<u>882,230</u>	<u>(174,885)</u>
Total net assets	<u>\$ 7,118,013</u>	<u>\$ 34,641,270</u>	<u>\$ 26,070,067</u>	<u>\$ (131,431)</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise activities.



	Total 2010	Total 2009	Internal Service Funds 2010	Internal Service Funds 2009
\$	9,838,193	\$ 13,356,349	\$ 2,735,460	\$ 2,783,011
	584,255	-	2,387	2,184
	1,703,812	1,976,234	-	-
	117,308	319,506	-	-
	34,291	24,630	2,526	1,111
	7,042	7,506	265	742
	-	-	43,632	43,226
	251,605	251,028	-	22,095
	818,180	756,021	-	-
	<u>13,354,686</u>	<u>16,691,274</u>	<u>2,784,270</u>	<u>2,852,369</u>
	2,166,330	2,166,330	-	-
	3,677,854	3,016,165	1,010,120	959,239
	<u>5,844,184</u>	<u>5,182,495</u>	<u>1,010,120</u>	<u>959,239</u>
	3,348,555	3,146,515	-	-
	317,000	365,292	-	-
	7,819,447	4,693,083	-	-
	66,996,414	66,491,650	242,842	297,948
	<u>74,815,861</u>	<u>71,184,733</u>	<u>242,842</u>	<u>297,948</u>
	84,325,600	79,879,035	1,252,962	1,257,187
	<u>97,680,286</u>	<u>96,570,309</u>	<u>4,037,232</u>	<u>4,109,556</u>
	522,154	404,487	81,471	63,732
	415,514	472,112	68,551	71,300
	582,902	919,956	481,555	458,386
	240,062	252,557	-	-
	33,414	-	-	-
	1,534,279	1,478,568	-	-
	<u>3,328,325</u>	<u>3,527,680</u>	<u>631,577</u>	<u>593,418</u>
	761,262	838,236	124,976	138,079
	25,892,780	27,439,410	-	-
	<u>26,654,042</u>	<u>28,277,646</u>	<u>124,976</u>	<u>138,079</u>
	29,982,367	31,805,326	756,553	731,497
	47,388,802	42,266,755	242,842	297,948
	2,166,330	2,166,330	471,002	399,191
	<u>18,142,787</u>	<u>20,331,898</u>	<u>2,566,835</u>	<u>2,680,920</u>
	67,697,919	\$ <u>64,764,983</u>	\$ <u>3,280,679</u>	\$ <u>3,378,059</u>
	1,042,836			
\$	<u>68,740,755</u>			

CITY OF POCATELLO

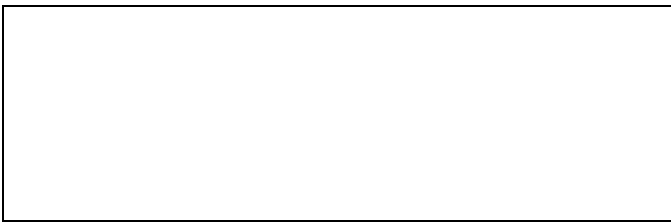
**PROPRIETARY FUNDS
COMBINING STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
WITH COMPARATIVE TOTAL FOR THE YEAR ENDED SEPTEMBER 30, 2009**

	Sanitation Fund	Water Fund	Environmental Pollution Control Fund	Ambulance Non-Major Fund
OPERATING REVENUES:				
Service charges	\$ 6,250,886	\$ -	\$ -	\$ 2,100,014
Rentals and collections	243,531	1,400	108,937	-
Refunds	-	-	-	-
Miscellaneous	12,724	73,314	138,696	-
Revenues used as security for revenue bonds:				
<i>Service charges</i>	-	9,068,767	7,720,846	-
<i>Total operating revenues</i>	<u>6,507,141</u>	<u>9,143,481</u>	<u>7,968,479</u>	<u>2,100,014</u>
OPERATING EXPENSES:				
Personnel service	1,771,023	1,849,033	1,228,821	1,206,964
Personnel benefits	806,011	729,634	462,913	593,886
Supplies	328,131	641,913	662,083	70,288
Contractual service	1,381,239	1,652,664	1,309,300	147,616
Depreciation	572,632	677,836	1,459,131	9,483
Miscellaneous	-	-	-	-
Interfund charges	904,274	1,300,749	1,071,681	57,464
<i>Total operating expenses</i>	<u>5,763,310</u>	<u>6,851,829</u>	<u>6,193,929</u>	<u>2,085,701</u>
OPERATING INCOME/(LOSS):	<u>743,831</u>	<u>2,291,652</u>	<u>1,774,550</u>	<u>14,313</u>
NONOPERATING REVENUES OR (EXPENSES):				
Gain/(loss) on sale of assets	54,356	(18,996)	626	-
Market gain (loss) on investments	25,985	-	11,267	-
Grants	-	686,541	-	-
Interest income	91,249	24,231	95,524	-
Interest expenses	-	(379,463)	(729,768)	-
<i>Total nonoperating revenues or (expenses)</i>	<u>171,590</u>	<u>312,313</u>	<u>(622,351)</u>	<u>-</u>
NET INCOME/(LOSS) BEFORE CONTRIBUTIONS, TRANSFERS AND SPECIAL ITEMS	915,421	2,603,965	1,152,199	14,313
Developer contributions	-	1,345,424	329,965	-
Transfers in	-	721,199	1,893,617	9,995
Transfers out	<u>(529,305)</u>	<u>(2,331,620)</u>	<u>(3,184,357)</u>	<u>(7,880)</u>
CHANGE IN NET ASSETS	386,116	2,338,968	191,424	16,428
TOTAL NET ASSETS - Beginning of the year	<u>6,731,897</u>	<u>32,302,302</u>	<u>25,878,643</u>	<u>(147,859)</u>
TOTAL NET ASSETS - Ending of the year	<u>\$ 7,118,013</u>	<u>\$ 34,641,270</u>	<u>\$ 26,070,067</u>	<u>\$ (131,431)</u>

Adjustment to reflect the consolidation of internal service fund activities related to enterprise funds.

Change in net assets of business-type activities



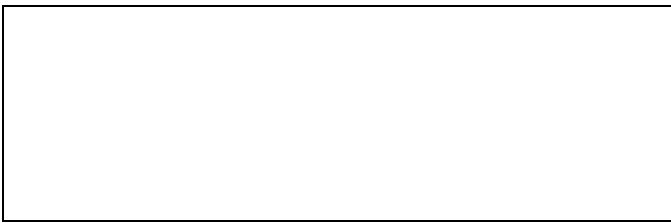
	Total 2010	Total 2009	Internal Service Funds 2010	Internal Service Funds 2009
\$	8,350,900	\$ 7,956,639	\$ 4,901,122	\$ 4,145,199
	353,868	369,962	-	-
	-	2,290	8,491	396,886
	224,734	150,819	-	-
	<u>16,789,613</u>	<u>16,756,343</u>	<u>-</u>	<u>-</u>
	<u>25,719,115</u>	<u>25,236,053</u>	<u>4,909,613</u>	<u>4,542,085</u>
	6,055,841	6,280,057	-	-
	2,592,444	2,803,507	-	-
	1,702,415	2,277,593	-	-
	4,490,819	4,508,037	4,883,119	4,064,726
	2,719,082	2,623,256	55,107	56,689
	-	-	-	-
	<u>3,334,168</u>	<u>3,036,518</u>	<u>-</u>	<u>-</u>
	<u>20,894,769</u>	<u>21,528,968</u>	<u>4,938,226</u>	<u>4,121,415</u>
	<u>4,824,346</u>	<u>3,707,085</u>	<u>(28,613)</u>	<u>420,670</u>
	35,986	(14,521)	207	708
	37,252	83,564	18,570	17,973
	686,541	357,247	-	-
	211,004	337,171	33,726	32,137
	<u>(1,109,231)</u>	<u>(1,172,541)</u>	<u>-</u>	<u>-</u>
	<u>(138,448)</u>	<u>(409,080)</u>	<u>52,503</u>	<u>50,818</u>
	4,685,898	3,298,005	23,890	471,488
	1,675,389	538,183	-	-
	2,624,811	2,639,975	165,711	165,711
	<u>(6,053,162)</u>	<u>(6,195,652)</u>	<u>(286,981)</u>	<u>(272,248)</u>
	2,932,936	280,511	(97,380)	364,951
		<u>9,995</u>	<u>3,378,059</u>	<u>3,013,108</u>
		<u>\$ 290,506</u>	<u>\$ 3,280,679</u>	<u>\$ 3,378,059</u>
	<u>82,583</u>			
\$	<u>3,015,519</u>			

CITY OF POCATELLO

**PROPRIETARY FUNDS
COMBINING STATEMENT OF CHANGES IN CASH FLOW**

**AS OF SEPTEMBER 30, 2010
WITH COMPARATIVE TOTAL AS OF SEPTEMBER 30, 2009**

	Sanitation Fund	Water Fund	Environmental Pollution Control Fund	Ambulance Non-Major Fund
CASH FLOWS FROM OPERATING ACTIVITIES:				
Cash received from customers	\$ 6,502,596	\$ 9,019,554	\$ 7,894,124	\$ 1,991,472
Cash paid for employees and benefits	(2,558,380)	(2,608,924)	(1,677,567)	(1,819,319)
Cash paid to suppliers	(2,636,507)	(3,899,903)	(3,045,860)	(344,345)
<i>Net cash flows provided (used) by operating activities</i>	<u>1,307,709</u>	<u>2,510,727</u>	<u>3,170,697</u>	<u>(172,192)</u>
CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES				
Loans from other funds	-	-	-	33,414
Grants	-	888,739	-	-
Transfers in	-	721,199	1,893,617	9,995
Loans to (from) other funds	(577)	-	-	-
Transfers out	(529,305)	(2,331,620)	(3,184,357)	(7,880)
<i>Net cash flows provided (used) from noncapital financing activities</i>	<u>(529,882)</u>	<u>(721,682)</u>	<u>(1,290,740)</u>	<u>35,529</u>
CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES:				
Gain (Loss) from sale of capital assets	54,356	1,990	626	-
Purchase of water rights	-	(202,040)	-	-
Purchase of capital assets	(659,424)	(2,493,561)	(1,542,823)	-
Interest paid	-	(383,947)	(750,129)	-
Principal payments - mortgages	-	(335,000)	(1,143,568)	-
<i>Net cash flows provided (used) from capital and related financing activities</i>	<u>(605,068)</u>	<u>(3,412,558)</u>	<u>(3,435,894)</u>	<u>-</u>
CASH FLOWS FROM INVESTING ACTIVITIES:				
(Purchase) of investments	(85,824)	-	(94,945)	-
Sale of investments	-	222,662	1,500,000	-
Interest received	87,485	18,332	95,526	-
Proceeds from principal note payments	-	48,292	-	-
<i>Total cash flows provided (used) by from investing activities</i>	<u>1,661</u>	<u>289,286</u>	<u>1,500,581</u>	<u>-</u>
NET INCREASE/(DECREASE) IN CASH AND CASH EQUIVALENTS	174,420	(1,334,227)	(55,356)	(136,663)
Cash and cash equivalents - beginning balance	<u>400,296</u>	<u>11,138,676</u>	<u>1,680,202</u>	<u>137,175</u>
Cash and cash equivalents - ending balance	<u>\$ 574,716</u>	<u>\$ 9,804,449</u>	<u>\$ 1,624,846</u>	<u>\$ 512</u>

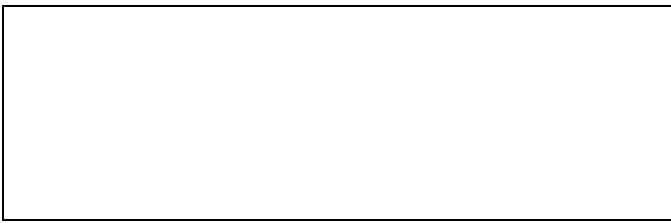


	Total 2010	Total 2009	Internal Service Funds 2010	Internal Service Funds 2009
\$	25,407,746	\$ 25,607,294	\$ 4,892,860	\$ 4,653,785
	(8,664,190)	(8,877,591)	1,886	50,654
	(9,926,615)	(9,453,719)	(4,843,329)	(4,171,165)
	<u>6,816,941</u>	<u>7,275,984</u>	<u>51,417</u>	<u>533,274</u>
	33,414	(18,756)	-	-
	888,739	37,741	-	-
	2,624,811	2,639,975	165,711	165,711
	(577)	-	22,095	(22,095)
	<u>(6,053,162)</u>	<u>(6,195,652)</u>	<u>(286,981)</u>	<u>(272,248)</u>
	<u>(2,506,775)</u>	<u>(3,536,692)</u>	<u>(99,175)</u>	<u>(128,632)</u>
	56,972	12,966	207	708
	(202,040)	(166,977)	32,311	34,432
	(4,695,808)	(3,664,086)	(32,311)	(88,239)
	(1,134,076)	(1,194,095)	-	-
	<u>(1,478,568)</u>	<u>(1,419,182)</u>	<u>-</u>	<u>-</u>
	<u>(7,453,520)</u>	<u>(6,431,374)</u>	<u>207</u>	<u>(53,099)</u>
	(180,769)	(660,089)	-	-
	1,722,662	500,000	-	-
	201,343	343,688	-	-
	48,292	4,478	-	-
	<u>1,791,528</u>	<u>188,077</u>	<u>-</u>	<u>-</u>
	(1,351,826)	(2,504,005)	(47,551)	351,543
	<u>13,356,349</u>	<u>15,860,354</u>	<u>2,783,011</u>	<u>2,431,468</u>
\$	<u><u>12,004,523</u></u>	\$ <u><u>13,356,349</u></u>	\$ <u><u>2,735,460</u></u>	\$ <u><u>2,783,011</u></u>

CITY OF POCA TELLO
PROPRIETARY FUNDS
COMBINING STATEMENT OF CHANGES IN CASH FLOW - CONTINUED
AS OF SEPTEMBER 30, 2010
WITH COMPARATIVE TOTAL AS OF SEPTEMBER 30, 2009

**Reconciliation of Net Income from Operations to Net Cash Provided by
Operating activities**

	Sanitation Fund	Water Fund	Environmental Pollution Control Fund	Non-Major Funds
OPERATING INCOME (LOSS)	\$ 743,831	\$ 2,291,652	\$ 1,774,550	\$ 14,313
Adjustments to reconcile net income provided by operating activities:				
Depreciation expense	572,632	677,836	1,459,131	9,483
(Increase)/decrease in accounts receivable	(4,545)	(123,927)	(74,355)	(108,542)
(Increase)/decrease in prepaid expenses	-	-	-	-
(Increase)/decrease in inventories	-	(62,159)	-	-
Increase/(decrease) in accounts payable	(22,863)	(242,418)	(2,796)	(68,977)
Increase/(decrease) in payroll and benefits payable	35,202	35,814	26,056	20,595
Increase/(decrease) in compensated absences	(16,548)	(66,071)	(11,889)	(39,064)
<i>Total adjustments</i>	<u>563,878</u>	<u>219,075</u>	<u>1,396,147</u>	<u>(186,505)</u>
NET CASH PROVIDED BY OPERATING ACTIVITIES	<u>\$ 1,307,709</u>	<u>\$ 2,510,727</u>	<u>\$ 3,170,697</u>	<u>\$ (172,192)</u>
NONCASH INVESTING, CAPITAL AND FINANCING ACTIVITIES:				
Developer contributions	\$ -	\$ 1,345,424	\$ 329,965	\$ -
Market (loss) gain of investments	25,985	-	11,267	-
Value of assets disposed of	-	-	-	-
(Gain) Loss on disposal of assets	-	-	-	-
Write down (up) in investment valuation	(25,985)	-	(11,267)	-
Value of assets accepted	<u>-</u>	<u>(1,345,424)</u>	<u>(329,965)</u>	<u>-</u>
Net Effect of Noncash Transactions	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>



Total 2010	Total 2009	Internal Service Funds 2010	Internal Service Funds 2009
\$ 4,824,346	\$ 3,707,085	\$ (28,613)	\$ 420,670
2,719,082	2,623,256	55,107	56,689
(311,369)	371,241	274	99,361
-	-	(406)	(7,414)
(62,159)	(9,203)	-	-
(337,054)	377,632	23,169	(86,686)
117,667	44,543	17,739	11,420
(133,572)	161,430	(15,853)	39,234
<u>1,992,595</u>	<u>3,568,899</u>	<u>80,030</u>	<u>112,604</u>
<u>\$ 6,816,941</u>	<u>\$ 7,275,984</u>	<u>\$ 51,417</u>	<u>\$ 533,274</u>
\$ 1,675,389	\$ 538,183	\$ -	\$ -
37,252	83,564	-	-
-	26,915	-	-
-	(26,915)	-	-
(37,252)	(83,564)	-	-
<u>(1,675,389)</u>	<u>(538,183)</u>	<u>-</u>	<u>-</u>
<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

CITY OF POCATELLO

STATEMENT OF FIDUCIARY NET ASSETS

AS OF SEPTEMBER 30, 2010

	Employee Retirement Plan Police Retirement Trust Fund	Private- Purpose Trust Fund Airport Lessee Trust Fund	Agency Funds
ASSETS:			
Cash or cash equivalents	\$ 652,723	\$ 16,528	\$ 24,248
Receivables:			
<i>Interest</i>	57,939	4	-
<i>Accounts</i>	-	-	873
Investments, at fair value:			
<i>U.S. government obligations</i>	8,044,910	-	-
<i>Total Assets</i>	8,755,572	16,532	25,121
LIABILITIES:			
Accounts payable	-	-	25,121
<i>Total Liabilities</i>	-	-	\$ 25,121
NET ASSETS			
Held in trust for pension benefits or other purposes	\$ 8,755,572	\$ 16,532	

CITY OF POCATELLO

**STATEMENT OF CHANGES IN FIDUCIARY NET ASSETS
FIDUCIARY FUNDS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Employee Retirement Plan	Private- Purpose Trust Fund
	Police Retirement Fund	Airport Lessee Fund
ADDITIONS		
Investment earnings:		
Interest	\$ 503,106	\$ 33
Amortization of premium, (discount)	(1,685)	-
Net decrease in fair value of investments	131,415	-
Net investment earnings	632,836	33
<i>Total additions</i>	632,836	33
DEDUCTIONS		
Benefits paid to plan member and beneficiaries	782,710	-
Administrative expenses:		
Miscellaneous	1,234	-
Interfund charges	533	-
<i>Total deductions</i>	784,477	-
Change in net assets	(151,641)	33
NET ASSETS - Beginning of the year	8,907,213	16,499
NET ASSETS - Ending of the year	\$ 8,755,572	\$ 16,532

NOTES TO THE FINANCIAL STATEMENTS

(amounts in thousands except where indicated)

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

A. Reporting Entity

The City of Pocatello is a municipal corporation governed by an elected mayor and a six-member council. The accompanying financial statements present the government and its component units, entities for which the government is considered to be financially accountable. Blended component units, although legally separate entities, are, in substance, part of the government's operations. Each discretely presented component unit is reported in a separate column in the government-wide financial statements (see note below for description) to emphasize that it is legally separate from the government.

Blended Component Units

The City has no blended component units.

Discretely Presented Component Units

The component unit reported in the combined financial statements represents the financial balances and transactions of the Pocatello Development Authority (PDA). PDA is a legally separate entity incorporated under the State of Idaho's urban renewal laws. PDA works with the City to develop blighted areas within the City using tax increment financing to fund projects. These projects could include providing infrastructure, purchasing land and demolishing blighted structures or rehabilitating structures to provide for low income housing, among others.

The Board of Commissioners of the Authority consists of no less than 3 members and no more than 9 members, which are appointed by the Mayor.

The financial information presented in this year's report represents the financial information for the fiscal year ended September 30, 2010. The financial information presented in the City's government wide reports do not reflect the early implementation of Governmental Accounting Standards Board (GASB) Statement No. 54 which is reported in their financial statements.

Complete financial statements of the Authority can be obtained from the City Finance Department or online at www.pocatello.us/Finance/Finance.htm.

B. Government-wide and fund financial statements

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

The statement of activities demonstrates the degree to which the direct expenses of a given function or segment is offset by program revenues. *Direct expenses* are those that are clearly identifiable with a specific function or segment. *Program revenues* include 1) charges to customers or applicants who

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

B. Government-wide and fund financial statements-continued

purchase, use, or directly benefit from goods, services, or privileges provided by a given function or segment and 2) grants and contributions that are restricted to meeting the operational or capital requirements of a particular function or segment. Taxes and other items not properly included among program revenues are reported instead as *general revenues*.

C. Measurement focus, basis of accounting, and financial statement presentation

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

The government-wide financial statements are reported using the *economic resources measurement focus* and the *accrual basis of accounting*, as are the proprietary fund and fiduciary fund financial statements. Revenues are recorded when earned and expenses are recorded when a liability is incurred, regardless of the timing of related cash flows. Property taxes are recognized as revenues in the year for which they are levied. Grants and similar items are recognized as revenue as soon as all eligibility requirements imposed by the provider have been met. Fiduciary Funds use the economic resources measurement focus while Agency Funds do not use a measurement focus.

Governmental fund financial statements are reported using the *current financial resources measurement focus* and the *modified accrual basis of accounting*. Revenues are recognized as soon as they are both measurable and available. Revenues are considered to be *available* when they are collectible within the current period or soon enough thereafter to pay liabilities of the current period. For this purpose, the government considers revenues to be available if they are collected within 60 days of the end of the current fiscal year. Expenditures generally are recorded when a liability is incurred, as under accrual accounting. However, debt service expenditures, as well as expenditures related to compensated absences and claims and judgments, are recorded only when payment is due.

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

The City reports the following major governmental funds:

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

The *Street Fund* accounts for the resources accumulated and payments made for street and bridge maintenance, street lighting, traffic engineering, snow removal, street sweeping and storm sewer maintenance.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. Measurement focus, basis of accounting, and financial statement presentation - continued

The City reports the following major proprietary funds:

The *Sanitation Fund* accounts for the operations for solid waste removal and disposal.

The *Water Fund* accounts for the operations involved in collecting and distributing culinary water to the citizens of Pocatello.

The *Environmental Pollution Control Fund* accounts for operations involved with the collection and treatment of sewer water.

Additionally, the government reports the following fund types:

Internal Service Funds account for data processing, utility billing, medical insurance, property and liability insurance, fuel operations and retirement payoffs provided to other departments or agencies of the City on a cost reimbursement basis.

The *Private-Purpose Trust Fund* is used to account for resources legally held in trust for use by airlines to pay final landing fees owed to the City upon termination of landing privileges. All resources of the fund, including any earnings on invested resources must be used for the funds activities.

The *Pension Trust Fund* accounts for the activities of the Police Retirement Plan, which accumulates resources for pension benefit payments to qualified police officers.

The *Agency Funds* account for the collection and remittance by the City of state sales tax, employee benefit payments collected from active and terminated employees and paid on their behalf, and unclaimed property belonging to the State of Idaho.

Private-sector standards of accounting and financial reporting issued prior to December 1, 1989, generally are followed in both the government-wide and enterprise fund financial statements to the extent that those standards do not conflict with or contradict guidance of the Governmental Accounting Standards Board. In March 2009, the Governmental Accounting Standards Board issued Statement No. 55, The Hierarchy of Generally Accepted Accounting Principles for State and Local Governments. The pronouncement incorporated the hierarchy of GAAP into its authoritative literature.

As a general rule, the effect of interfund activity has been eliminated from the government-wide financial statements. Exceptions to this general rule are interfund charges between the government's enterprise funds and other functions of the government. Elimination of these charges would distort the direct costs and program revenues reported for the various functions concerned.

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

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

C. Measurement focus, basis of accounting, and financial statement presentation - continued

Proprietary funds distinguish “*operating*” revenues and expenses from “*nonoperating*” items. Operating revenues and expenses generally result from 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 the internal service funds are charges to customers for sales and services. The Water and Environmental Pollution Control Funds also recognizes as operating revenue hook up fees intended to recover the cost of connecting new customers to the system. Operating expenses for enterprise funds and internal service funds include cost of sales and services, administrative expenses, and depreciation on capital assets. Transactions for which cash flows are reported in the “Statement of Cash Flows” as capital and related financing activities, noncapital financing activities, or investing activities would normally be reported as nonoperating items.

D. Assets, liabilities, and net assets or equity

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

1. Deposits and investments

By Idaho State law the City Treasurer invests all temporary cash surpluses. Unrestricted cash balances from all funds are combined and invested in investments authorized under the City’s investment policy. Earnings from these investments are credited to the general fund, the major proprietary funds and trust funds based on cash balances. Cash and cash equivalents are considered to be cash on hand, demand deposits, and short-term investments with original maturities of three months or less from the date of acquisition.

The City is authorized under State Code to invest in obligations of the U.S. Treasury, U.S. Government backed institutions, commercial paper, repurchase agreements and the State Treasurer's Investment Pools. Investments of the City and its component unit are recorded at fair value. Fair value at September 30, 2010 is based on market quotations. The State Treasurer's Investment Pools operates in accordance with appropriate state laws and regulations. The reported value of the pools is the same as the fair value of the pool shares. Adjustments are made to long-term investments for any premium or discount, which is amortized over the maturity of the investment.

2. Receivables and payables

During the course of operations, numerous transactions occur between individual funds for goods provided or services rendered. In addition, some funds must borrow from other funds to make up for cash shortfalls. These receivables and payables are classified as “due to/from other funds” on the balance sheet. Any residual balances outstanding between the governmental activities and the business-type activities are reported in the government-wide financial statements as “internal balances”.

All trade receivables are shown net of allowance for uncollectible. The allowance for uncollectible receivables is calculated as 10% of the outstanding receivables balance at the end of the fiscal year. Historically 100% of property taxes have been collected; therefore, there is no allowance for uncollectible property tax receivables.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, liabilities, and net assets or equity – continued

Property taxes receivable are recorded when certified by the State Tax Commission in October of each year. Taxes not received within sixty days of year-end are deferred. The City's property taxes, levied by the third Monday of September on a market value basis, are billed to the taxpayers in November. Half of the real, personal and mobile home property taxes are due on December 20 and the remainder is due the following June 20. Other property taxes are due December 20. Real property taxes not paid constitute a lien on the property when entered on the real property assessment roll as delinquent on the first day of January of the succeeding year. Property taxes are assessed and collected for the City by Bannock County.

3. Inventories and prepaid items

Proprietary fund inventories are valued on a first in, first out cost basis. Governmental fund inventories are expensed when purchased.

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

4. Restricted assets reported on the statement of net assets

Certain resources set aside for repayment of the revenue bonds issued by the Environmental Pollution Control and the Water funds are restricted by bond covenants. These resources total \$1,443 and \$723, respectively.

The Debt Service fund does not have resources set aside for repayment of the general obligation bonds of the City and the accrued interest. However, funds will be transferred to the debt service fund as payments are due.

Capital Project Funds receive resources to be used for a specific construction purpose. These resources are generally received from granting agencies at the federal and state level. The combined amount of these resources total \$367.

The Medical Insurance Internal Service Fund has restricted resources held by Blue Cross Insurance to fund medical claims that had been incurred as of year-end but not reported. In addition, the City is required to keep on hand and amount equal to one year's medical insurance premium. These resources total \$471.

5. Capital Assets

Capital assets, which include property, plant, equipment, and infrastructure assets (e.g., roads, bridges, right of way and similar items but not sidewalks which are the responsibility of property owners by City ordinance), are reported in the applicable governmental or business-type activities columns in the government-wide financial statements. The City has defined capital assets as assets with an initial, individual cost of more than \$25 (amount not rounded) and an estimated useful life in excess of one year. Such assets are recorded at historical cost or estimated historical cost if purchased or constructed. Donated capital assets are recorded at estimated fair market value at the date of donation.

NOTE 1. SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

D. Assets, liabilities, and net assets or equity – continued

The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend assets lives are not capitalized.

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

Property, plant, and equipment of the primary government, as well as the component units, are depreciated using the straight line method over the following estimated useful lives:

<u>Asset Class</u>	<u>Life in Years</u>
Buildings	15-50
Improvements	8-20
Infrastructure	50-80
Equipment	2-15
Vehicles	3-8

6. *Compensated Absences*

The liability and expense for accumulated vacation leave, sick leave or compensated time are not reported in the governmental funds. In the government-wide financial statements these items are reported as liabilities in the applicable governmental activities. Accumulated vacation leave, sick leave or compensated time in the proprietary funds is recorded as an expense and a liability in those funds. Employees leaving the service of the City are entitled to compensation for accumulated vacation and compensated time. Compensation for accumulated sick leave is restricted to those employees who retire from service with the City. The expense for accumulated sick leave, compensated time and vacation paid to employees is reported in the governmental fund. Annually each fund with payroll expenses transfers an amount equal to 1% of its budgeted wages and salaries to the Retirement Payout Internal Service Fund. When an employee retires an amount equal the employee's retirement payout is transferred from the Retirement Payout Internal Service Fund to the employees fund to defray the cost of the retirement payout.

7. *Long-term obligations*

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

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

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets.

The governmental fund balance sheet includes the reconciliation between *fund balance - total governmental funds* and *net assets - governmental activities* as reported in the government-wide statement of net assets. One element of the reconciliation explains the “long-term liabilities are not due and payable in the current period and, therefore, are not reported in the funds”. The details of this \$7,178 difference are as follows:

Compensated absences payable	\$4,635
Contracts payable	119
Interest payable	49
Capital leases payable	1,375
Mortgages payable	355
Bonds payable	<u>645</u>
Reconciliation of <i>fund balance - total governmental funds to net assets - governmental activities</i>	<u><u>\$7,178</u></u>

Another element of the reconciliation explains that; “capital assets used in governmental activities are not financial resources and, therefore, are not reported in the funds”. The details of this \$94,155 difference are as follows:

Non-depreciable fixed assets	
Land	\$11,085
Work-in-process	7,369
Water rights	60
Depreciable fixed assets - net of accumulated depreciation	
Capital lease assets	1,957
All other depreciable assets	<u>73,684</u>
Reconciliation of <i>fund balance - total governmental funds to net assets-governmental activities</i>	<u><u>\$94,155</u></u>

Another element of the reconciliation explains that “Certain receivables are not financial resources and are reported as deferred revenue”. The details of the \$4,178 difference are as follows:

Property tax revenue recognized	\$1,130
Employee receivables recognized	9
Special assessments recognized	43
Service charges recognized	101
Grant receivables recognized	1,212
Note revenue recognized	588
Mortgages revenue recognized	<u>1,095</u>
Reconciliation of <i>fund balance - total governmental funds to net assets-governmental activities</i>	<u><u>\$4,178</u></u>

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

A. Explanation of certain differences between the governmental fund balance sheet and the government-wide statement of net assets - continued.

One element of the reconciliation is titled “accrual adjustments for allowance for doubtful accounts”. Governmental funds do not record an adjustment to accounts or loans receivable that represents the estimated amount of the receivables that will not be collectable. Instead, receivables not available for current spending are deferred. Conversion to full accrual account required the elimination of the deferral of receivables revenue recognition and the recognition of estimated uncollectible accounts for governmental funds. The details of this \$(189) adjustment are as follows:

Beginning allowance for doubtful accounts receivable	\$(20)
Current year adjustment	2
Beginning allowance for doubtful notes receivable	(153)
Current year adjustment	(18)
Reconciliation of <i>fund balance – total governmental funds to net assets - governmental activities</i>	<u><u>\$(189)</u></u>

The final element of the reconciliation is titled “Internal service funds are used to charge the costs of certain activities, such as insurance and computer processing, to individual funds. The assets and liabilities of the internal service funds applicable to governmental activities are included in governmental activities in the statement of net assets”.

Internal Service Funds Governmental Activities

	<u>Totals</u>
Current assets	\$2,980
Capital asset (net of depreciation)	132
Total assets	<u>\$3,112</u>
Current liabilities	\$806
Long-term liabilities	68
Total liabilities	<u>874</u>
Net Assets:	<u>\$2,238</u>
Invested in capital assets net of related debt	\$132
Restricted	471
Unrestricted	1,635
Net Assets:	<u><u>\$2,238</u></u>

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of net activities.

The governmental fund statement of revenues, expenditures, and changes in fund balance includes reconciliation between *net changes in fund balance - total governmental funds* and *changes in net assets of governmental activities* as reported in the government-wide statement of activities. One element of the

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of net activities - continued.

reconciliation explains that, “Governmental funds report capital outlays as expenditures. However, in the statement of activities the cost of those assets is allocated over their useful lives and reported as depreciation expense. This is the amount by which capital outlays exceeded depreciation in the current period.” The details of this \$6,121 difference are as follows:

Capital outlay	\$10,213
Depreciation expense	(4,092)
Reconciliation of <i>net change in fund balances - total governmental funds to net assets of governmental activities</i>	\$6,121

Another element of that reconciliation states that “Governmental funds report principal repayment on debt as expenditure.” However, in the statement of activities debt payments are not an expense.” The details of this \$(59) difference are as follows:

Capital leases acquired	\$(1,134)
Capital leases principal paid	390
Bonds principal paid	685
Reconciliation of <i>fund balances - total governmental funds to net assets of governmental activities</i>	\$(59)

Another element of that reconciliation states that “Governmental funds report revenue on receivables that are available to pay current expenditures. All receivables minus allowances for bad debt and losses are reported on the statement of activities”. The details of this \$936 difference are as follows:

Deferred property taxes	\$289
Deferred special assessments	(3)
Deferred accounts receivable	(139)
Deferred loans receivable	181
Deferred grants receivable	608
Reconciliation of <i>fund balances - total governmental funds to net assets of governmental activities</i>	\$936

Another element of that reconciliation states that “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”. The details of this \$200 difference are as follows:

Current charge for compensated absences	\$199
Current adjustment for allowance for doubtful accounts	14
Current adjustment for interest accruals	(4)
Current charge for contracts payable	(9)
Reconciliation of <i>fund balance - total governmental funds to net assets - governmental activities</i>	\$200

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

B. Explanation of certain differences between the governmental fund statement of revenues, expenditures, and changes in fund balance and the government-wide statement of net activities-continued.

Another element of that reconciliation states that “Internal service funds are used by management to charge the costs of certain activities, such as insurance and computer processing, to individual funds. The revenues and expenses applicable to governmental operations are included in the statement of activities.” The details of this \$180 difference are as follows:

Program	Internal Service Fund Allocation		
	Program expenses	Program Revenue	Net Expenses
General government	\$147		\$147
Fire services	(19)		(19)
Police services	(28)		(28)
Transit systems	(10)		(10)
Other governmental-type activity	(151)		(151)
Total	\$(61)		\$(61)
General revenues			
Transfers			(119)
Change in net assets			(180)
Beginning net assets			2,418
Ending net assets			\$2,238

C. Explanation of certain differences between the proprietary fund combining statement of net assets and the government-wide statement of net assets.

The proprietary fund combining statement of net assets includes reconciliation between *net assets total proprietary funds* and *net assets business-type activities* as reported in the government-wide statement of net assets. The reconciliation states the "Some amounts reported for *business-type activities* in the statement of net asset are different because certain internal service fund assets and liabilities are included. The details of this \$1,043 adjustment are as follows:

Internal Service Funds –business-type	Utility Billing	Public Works	Totals
	Fund	Fund	
Current assets	\$1,267	\$143	\$1,410
Capital asset (net of depreciation)	109	2	111
Total assets	\$1,376	\$145	\$1,521
Current liabilities	\$404	\$17	\$421
Long-term liabilities	44	13	57
Total liabilities	448	30	478
Net Assets:			
Invested in capital assets net of related debt	109	2	111
Unrestricted	819	113	932
Total net assets	\$928	\$115	\$1,043

NOTE 2. RECONCILIATION OF GOVERNMENT-WIDE AND FUND FINANCIAL STATEMENTS

D. Explanation of certain differences between the proprietary fund combining statement of revenues, expenses and changes in net assets and the government-wide statement of activities.

The proprietary fund combining statement of revenue, expenses and changes in net assets includes a reconciliation between *net assets total proprietary funds* and *net assets business-type activities* as reported in the government-wide statement of activities. The reconciliation states the "Some amounts reported for *business-type activities* in the statement of activities are different because the net revenue (expense) of certain internal service fund assets is reported with business-type activities. The details of this \$83 adjustment are as follows:

Program	Internal Service Fund Allocation		
	Program expenses	Program Revenue	Net expense
Sanitation services	\$37	\$48	\$ 11
Water services	43	71	28
Sewer services	31	59	28
Other business-type activity	(19)	-	19
Total	\$92	\$178	86
General revenues			
Transfers			(3)
Change in net assets			83
Beginning net assets			960
Ending net assets			\$1,043

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information

On or before the first week of June of each year, all departments of the City submit requests for appropriation to the Chief Financial Officer and the Mayor so that a budget may be prepared. The budget is prepared on the modified accrual basis of accounting by fund, function and activity, and includes information on the past year, current year estimates and requested appropriation for the next fiscal year. The modified accrual basis of accounting budgets compare to the budget to actual schedules presented herein to the statement of revenues, expenditures, and changes in fund balance for those funds. The only adjustments required are developer capital entries related to value of capital donated by annexation of subdivisions which is not reflected in the budget.

Prior to August 1, the Chief Financial Officer and the Mayor submit the proposed budget to the City Council for review. The City Council holds public hearings and may add to, subtract from or change the proposed budget, but may not change the form of the budget. Prior to August 30, the budget is legally enacted through passage of the annual appropriation ordinance by the City Council.

Budgets may be amended for expenditures of unforeseen resources (other than property tax levies) by the same procedure used to adopt the budget.

Expenditures may not exceed budgeted appropriations at the fund level. City management can legally amend or transfer appropriations within individual funds but not between funds.

NOTE 3. STEWARDSHIP, COMPLIANCE AND ACCOUNTABILITY

A. Budgetary Information - continued

All annual appropriations lapse at the end of the fiscal year. Project length budgets for capital project funds must be appropriated annually for the current portion of the project.

B. Excess of expenditures over appropriations.

The Environmental Pollution Control Fund's overrun of \$552 was the result of a land purchase for the bio-solid project.

C. Deficit Fund Equity

The following funds had deficit fund equity:

Airport Improvement Fund: The Airport Improvement Fund deficit of \$298 was created by expenditures for the airport terminal improvement project and will be offset by pending grant draws received in December 2010.

Energy Block Grant Fund: The Energy Block Grant Fund deficit of \$310 was created by expenditures for energy efficiency projects and will be offset by pending grant draws received in December 2010.

Foreclosure Stabilization Fund: The Foreclosure Stabilization Fund deficit of \$70 was the result of grant expenses and will be offset by pending grant draws.

Ambulance District Fund: The Ambulance District Fund 2010 deficit of \$201 decreased by \$17 to \$131 during the 2010 fiscal year. This deficit is created by the recording of uncompensated absences, an accrual basis entry for current and long term liabilities. The Ambulance District Fund transfers monies to the Retirement Payout Fund to assist with these future expenditures.

NOTE 4. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments

At September 30, 2010, the City's cash on hand was \$27, the carrying amount of deposits was \$3,105 and the bank balance was \$5,367 of these amounts cash held by third parties amounted to \$621 and cash held in investment brokerage accounts amounted to \$284. In addition the City held cash equivalents in money market funds of \$16,235, certificates of deposit of \$2,573 for total cash and cash equivalents of \$21,940.

NOTE 4. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments-continued

As of September 30, 2010, the City had the following investments and maturities. (Amounts are expressed in thousands.)

	Fair Value	Investment Maturities (in years)			
		Less than 1 year	1 – 5	6 – 10	More than 10 years
General City Investments					
Certificate of Deposit	\$2,573	\$2,573	-	-	-
Money Market Funds	13,625	13,625	-	-	-
State Investment Pool**	2,610	2,610	-	-	-
Total	\$18,808	\$18,808	\$0	\$0	\$0

**The elected State Treasurer, following Idaho Code, Section 67-2328, is authorized to sponsor an investment pool in which the City voluntarily participates. The Pool is not registered with the Securities and Exchange Commission or any other regulatory body – oversight is with the State Treasurer, and Idaho Code defines allowable investments. All investments are entirely insured or collateralized with securities held by the Pool or by its agent in the Pool’s name and the fair value of the City’s position in the external investment pool is the same as the value of the pool shares.

The debt provisions of the contract with the State of Idaho for mortgage debt in the Environmental Pollution Control Fund and the Water Fund require a cash reserve of \$1,443 and \$723, respectively. These monies \$2,166 are reported on the statement of net assets as restricted cash and cash equivalents and included in the total cash and cash equivalents amount reported above. The Medical Insurance Internal Service Fund of \$471 is held by a third party administrator to cover claims incurred, but is not reported. These amounts are shown on the balance sheet as restricted cash.

As of September 30, 2010 the City held long-term investments with a market value of \$4,688. Plus \$8,045 in investments held under fiduciary agreements for total long term investments of \$12,733.

The \$4,688 in long-term investments held by the City are invested in another investment pool sponsored by the State Treasurer. This Diversified Bond Pool is not registered with the Securities and Exchange Commission of any other regulatory body. Oversight is with the State Treasurer and Idaho Code defines allowable investments. All investment are entirely insured or collateralized with securities held by the Pool or by its agent in the Pool’s name. The fair value of the City’s investment may differ from the pool shares owed due to market fluctuations. The weighted average maturity of the investments in the pool is 3.1 years with 30% of the investments maturing with one year. Investments held by the fund are as follows: Corporate Securities 8%, Mortgage Backed Securities 50.4%, Asset Backed Securities 5%, Commercial Mortgage Backed Securities 3.3% U.S. Government Agency Securities 12.2%, U.S Treasury Securities 18.5% and Money Market Funds 6.6%.

As of September 30, 2010, the City held in trust for the Police Retirement Fund and the Airport Bond Fund cash equivalents of \$670 and the following investments and maturities. (Amounts are expressed in thousands.)

NOTE 4. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments-continued

Maturity	Maximum Investment
One to five years	1%
Six to ten years	6%
More than ten years	93%

	Fair Value	Investment Maturities (in years)			
		Less than 1 year	1 – 5	6 – 10	More than 10 years
Fiduciary Investments					
FHLB Bonds (AAA)	\$387	-	-	\$286	\$101
FHLMC Bonds (AAA)	1,317	-	-	5	1,312
FNMA Bonds (AAA)	4,204	-	-	17	4,187
TVA Bonds	6	-	-	-	6
GNMA Bonds (AAA)	354	-	-	-	354
Local Government Bonds	1,385	-	-	200	1,185
Commercial Notes	392	\$32	\$113		247
Total	\$8,045	\$32	\$113	\$508	\$7,392

Interest rate risk. In accordance with its investment policy, the City manages its exposure to declines in fair values by structuring the general government's investment portfolio so that securities mature to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the open market prior to maturity. Maturity may not exceed 12 months. The long-term portion of investments is subject to interest rate risk and is carried at market which forces the City to recognize gains or losses due to market fluctuations.

Credit risk. The City's investment policy limits investments in commercial paper to the top two ratings issued by nationally recognized statistical rating organizations (NSROs). However there is a credit risk involved with investment with the State Local Government Investment Pool which is no longer rated.

Concentration risk. The City's investment policy allows for investments in U.S. Treasury obligation of up to 100% if the instruments are held in the City's trust account in its name. It also allows for up to 100% in the State of Idaho investment pool. All other issuers cannot exceed 15%.

Custodial credit risk - deposits. For deposits, this is the risk that should a bank failure occur, the City's deposits would not be returned. The investment policy of the City requires deposits in excess of FDIC insurance levels to be collateralized at 102%. At year end, \$0 of the City's deposits was exposed to custodial risk.

The Pocatello Development Authority has no deposit policy. As of September 30, 2010 the authority had no deposit exposure. Pocatello Development Authority had a concentration risk in the amount of \$3,917 in monies held in the same trust department and invested in the same money market account.

NOTE 4. DETAILED NOTES ON ALL FUNDS

A. Deposits and Investments-continued

Custodial credit risk - investments. For an investment, this is the risk that, in the event of the failure of the counterparty, the government will not be able to recover the value of its investments or collateral securities that are in the possession of an outside party. The City has no exposure because all of its investments are registered in its name and held in accounts in the City's name.

B. Receivables

Receivables as of year-end for the City's individual major funds and nonmajor, internal service, and fiduciary funds in the aggregate, including the applicable allowance for uncollectable accounts, are as follows:

	General	Street	Non- major And other funds	Total Governmental Activities	Sanitation	Water	Environ- mental Pollution Control	Non- major And other funds	Total Business Activities	Fiduciary Funds
Interest	\$8	\$2	\$2	\$12	\$7	\$25	\$3	\$-	\$35	\$62
Property taxes	961	113	165	1,239	-	-	-	-	-	-
Franchise taxes	-	117	88	205	-	-	-	-	-	-
Accounts	42	12	277	331	438	1107	877	109	2,531	-
Special Assessments	35	4	31	70	-	-	-	-	-	-
Intergovernmental	1,295	470	1270	3,035	-	117	-	-	117	-
Loans	-	-	1,702	1,702	-	180	-	137	317	-
Employee	7	1	1	9	2	3	2	-	7	-
Gross Receivables	2,348	719	3,536	6,603	447	1,432	882	246	3,007	62
Less: allowance for uncollectables	7	1	183	191	40	119	84	-	243	0
Net total receivables	\$2,341	\$718	\$3,353	\$6,412	\$407	\$1,313	\$798	\$246	\$2,764	\$62

Governmental funds report *deferred revenue* in connection with receivables for revenues that are not considered to be available to liquidate liabilities of the current period. Governmental funds also defer revenue recognition in connection with resources that have been received but not yet earned. At year end, the various components of *deferred revenue* and *unearned revenue* reported in the governmental funds were as follows:

Deferred Revenue Fund Type	Property Taxes	Special Assessments	Loans	Accounts	Grants
General Fund	\$889	\$34	\$-	\$16	\$236
Street Fund	105	4	-	9	-
Special Revenue Funds	146	25	1,688	60	494
Debt Service Funds	6	-	-	-	-
Capital Project Funds	-	-	-	-	482
Totals	\$1,146	\$63	\$1,688	\$85	\$1,212

NOTE 4. DETAILED NOTES ON ALL FUNDS

B. Receivables-continued

Loans receivable:

The City has made several low interest home/rental and business façade improvement loans to its citizens with funding provided through the repayment of the old C.D.A. Block Grant Program loans. Although federal restrictions are no longer attached to these monies, the Council has determined to use the revenue generated by repayment of these loans to continue the programs under the terms of the original grant. The balance of the loans is \$41.

The City has made several loans to low income families in targeted areas in the City. The loans were made for the purpose of rehabilitation of private residences. The balance of the loans for residential improvements at year-end was \$1,103. Since the City is usually in a 2nd or 3rd position on these loans the entire outstanding balance is deferred and revenue is recognized only when payments are received. Façade and historical improvement loans were \$54 and business development and improvement loans were \$478. In most instances, these are loans of a high risk nature and revenue is not recognized until payments are received.

The City sponsors a sidewalk, curb and gutter replacement program. Property owners are assessed the cost of repairs which may be financed by the City based on need. Repayment is due in equal installments over 3 years with no interest, or 5 years with 8% interest charged after the first 3 years. The balance of these loans at year-end was \$9.

Special assessments receivable:

The downtown business owners petitioned the Council to create a business improvement district. A special assessment is made on the businesses in the area to provide for improvements downtown. The balance outstanding on these assessments was \$31. Unpaid assessments are added to the tax rolls at the county and collected through property tax assessment.

Special assessments were made for local improvements made out of the construction funds. The construction fund was closed and the special assessment balance was moved to the General Fund. The balance of these assessments was \$35. Also special assessments were collectable in the Street Fund for improvement made by that Fund. The balance was \$4.

Notes receivable:

The City entered into a contract with Bannock County to sell its Ambulance Fund's fixed assets to the County's Ambulance District. The City contracts with the District to provide for the District's ambulance service. In the event that the District contracts with another service provider, Bannock County will be obligated to pay \$137 to the City for the Ambulance Fund's fixed assets.

Employee receivable:

On May 15, 1987, the City deferred its payday for one week. In order to minimize the impact on employees, the Council advanced the employees one weeks pay. This advance is to be paid back upon termination from the City. The value of these advances at year-end was \$16.

NOTE 4. DETAILED NOTES ON ALL FUNDS**C. Capital Assets**

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

Primary Government Governmental activities:	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$10,114	\$970	\$-	\$11,084
Construction in progress	5,018	4,403	(2,052)	7,369
Total capital assets, not being depreciated	<u>15,132</u>	<u>5,373</u>	<u>(2,052)</u>	<u>18,453</u>
Capital assets, being depreciated:				
Buildings	24,241	72	-	24,313
Improvement other than buildings	12,651	2,107	-	14,758
Machinery and equipment	5,768	13	(6)	5,775
Vehicles	14,598	1,224	(94)	15,728
Office furniture and equipment	3,438	84	(7)	3,515
Infrastructure	84,716	2,198	-	86,914
Capital leases	1,651	1,315	(570)	2,396
Total capital assets, being depreciated	<u>147,063</u>	<u>7,013</u>	<u>(677)</u>	<u>153,399</u>
Less accumulated depreciation for:				
Buildings	(10,861)	(614)	-	(11,475)
Improvement other than buildings	(7,239)	(614)	-	(7,853)
Machinery and equipment	(3,444)	(332)	5	(3,771)
Vehicles	(10,832)	(714)	89	(11,457)
Office furniture and equipment	(2,785)	(114)	6	(2,893)
Infrastructure	(38,192)	(1,543)	-	(39,735)
Capital leases	(407)	(192)	158	(441)
Total accumulated depreciation	<u>(73,760)</u>	<u>(4,123)</u>	<u>258</u>	<u>(77,625)</u>
Total capital assets being depreciated, net	<u>73,303</u>	<u>2,890</u>	<u>(419)</u>	<u>75,774</u>
Governmental activities capital assets, net	<u>\$88,435</u>	<u>\$8,263</u>	<u>\$(2,471)</u>	<u>\$94,227</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS

C. Capital Assets-continued

Primary Government Business-type activities:	<u>Beginning Balance</u>	<u>Increases</u>	<u>Decreases</u>	<u>Ending Balance</u>
Capital assets, not being depreciated:				
Land	\$2,480	\$657	\$-	\$3,137
Construction in progress	2,213	2,469	-	4,682
Total capital assets, not being depreciated	<u>4,693</u>	<u>3,126</u>	<u>-</u>	<u>7,819</u>
Capital assets, being depreciated:				
Buildings	15,563	26	-	15,589
Improvement other than buildings	1,737	-	-	1,737
Machinery and equipment	13,533	-	(180)	13,353
Vehicle	9,155	847	(381)	9,621
Office furniture and equipment	1,095	-	(3)	1,092
Infrastructure	58,134	2,372	(111)	60,395
Total capital assets, being depreciated	<u>99,217</u>	<u>3,245</u>	<u>(675)</u>	<u>101,787</u>
Less accumulated depreciation for:				
Buildings	(3,779)	(410)	-	(4,189)
Improvement other than buildings	(639)	(48)	-	(687)
Machinery and equipment	(5,899)	(545)	181	(6,263)
Vehicle	(5,708)	(688)	381	(6,015)
Office furniture and equipment	(939)	(29)	3	(965)
Infrastructure	(15,627)	(1,023)	90	(16,560)
Total accumulated depreciation	<u>(32,591)</u>	<u>(2,743)</u>	<u>655</u>	<u>(34,679)</u>
Total capital assets being depreciated, net	<u>66,626</u>	<u>502</u>	<u>(20)</u>	<u>67,108</u>
Business-type activities capital assets, net	<u>\$71,319</u>	<u>\$3,628</u>	<u>\$(20)</u>	<u>\$74,927</u>

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

Governmental activities:	
General government	\$175
Public safety	541
Public works and engineering	93
Cultural and recreational	344
Streets and highways	1,919
Library	53
Transportation	243
Airport	715
Community services	9
Capital assets of internal service funds are charged to functions based on usage of assets	31
Total depreciation expense - governmental activities	<u>\$4,123</u>

NOTE 4. DETAILED NOTES ON ALL FUNDS

C. Capital Assets-continued

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

Business-type activities	
Sanitation	\$573
Water	678
Water pollution control	1,459
Non-major funds	9
Capital assets of internal service funds are charged to functions based on usage of assets	24
Total depreciation expense - business type activities	<u>\$2,743</u>

Construction Commitments

The City was actively involved in construction projects at year end. The projects included bridge and street construction, widening and reconstruction of existing streets and bridges, water and sewer line projects, Airport facility construction project, and the construction of the South Valley Water Tank. The various projects are funded in part by various federal and state granting agencies.

C. Interfund receivables, payables, and transfers

Interfund Balances

The composition of inter-fund balances as of September 30, 2010 is as follows:

	<u>Governmental-Type Receivables/Payables</u>	<u>Business-Type Receivables/Payables</u>
General	\$578	-
Street Fund	-	-
Non-major governmental funds	(796)	-
Internal service funds	(596)	596
Sanitation	-	\$252
Water	-	-
Environmental Pollution Control	-	-
Non-major business-type funds	-	(34)
Total	<u>\$(814)</u>	<u>\$814</u>

Internal Loans

The Sanitation Enterprise fund loaned the Street Special Projects Fund \$252 for construction projects.

The Internal Service funds due to due from calculated as a result of the assets and liabilities assignment schedule \$596.

The loans between the General Fund and the Non-Major Governmental Funds are short term to meet the cash flow timing on pending receivables.

NOTE 4. DETAILED NOTES ON ALL FUNDS

D. Interfund receivables, payables, and transfers-continued

The following table presents the balance due for inter-fund loans as of September 30, 2010.

	<u>Receivable</u>	<u>Payable</u>
Sanitation	\$252	-
Street Improvements Fund	-	\$252
Totals	<u>\$252</u>	<u>\$252</u>

The following table present interfund transfers during the year:

	<u>Governmental Type Transfer in/out</u>	<u>Business Type Transfers in/out</u>
Major Governmental Funds		
General Fund	\$2,434	-
Street Special Revenue Fund	448	-
Non-major Governmental Funds	668	-
Non-major Internal Service Governmental funds	(119)	-
Major Proprietary Funds		
Sanitation Enterprise Fund	-	\$(529)
Water Enterprise Fund	-	(1,611)
Environmental Pollution Control Enterprise Fund	-	(1,290)
Non-major Ambulance District Enterprise Fund	-	2
Non-major Internal Service Proprietary Funds	-	(3)
Total	<u>\$3,431</u>	<u>\$(3,431)</u>

Major transfers are as follows:

1. The City utilities transfer an amount of \$3,349 to the general fund as a payment in lieu of taxes and a franchise fee for use of the public right of way, analogous with what a privately owned utility would remit.
2. The Retirement Payout fund received \$166 from various funds to assist in the future payments of retirement benefits.
3. From the General Fund and Recreation Fund \$655 to the Debt Service Fund for bond payments, \$698 to the Public Transportation Special Revenue Fund for match on federal grants, \$10 to the Police Grant Special Revenue Fund for match on state and federal grants and \$158 to the Street Federal Projects Fund and Street Special Projects for match on federal and local grant street projects.

NOTE 4. DETAILED NOTES ON ALL FUNDS

E. Leases

Operating leases:

The City leases equipment under non-cancelable operating leases. Total costs for such leases were \$164 for the year. The future minimum lease payments for these leases are as follows.

Year Ending September 30	Amount
2011	\$115
2012	114
2013	77
2014	22
Totals	<u>\$328</u>

Capital Leases

The City has entered into lease agreements for acquisition of various items of operating equipment. These lease agreements qualify as capital leases for accounting purposes (title transfers at the end of the lease terms) and, therefore, have been recorded at the present value of the future minimum lease payments as of the date of their inception.

The following schedule shows the future minimum lease payments under these leases, and the present value of the net minimum lease payments at September 30, 2010

Year Ending September 30	Internal			Total
	Governmental Funds	Service Funds	Enterprise Funds	
2011	\$388	\$-	\$-	\$388
2012	344	-	-	344
2013	261	-	-	261
2014	228	-	-	228
2015	191	-	-	191
2016	122	-	-	122
Totals	<u>1,534</u>	-	-	<u>1,534</u>
Less: amount representing interest	<u>(160)</u>	-	-	<u>(160)</u>
Present value of future minimum lease payments	<u>\$1,374</u>	\$-	\$-	<u>\$1,374</u>

Assets acquired through capital leases are as follows:

	Internal			Total
	Governmental Funds	Service Funds	Enterprise Funds	
Vehicles	\$2,397	\$-	\$-	\$2,397
Less: accumulated depreciation	(440)	-	-	(440)
Total book value	<u>\$1,957</u>	<u>\$-</u>	<u>\$-</u>	<u>\$1,957</u>

NOTE 4. DETAILED NOTES ON ALL FUND

F. Long-term Debt

General Obligation Debt:

In the 1998 fiscal year, the citizens of Pocatello approved a \$2,500 general obligation bond to replace the aged outdoor swimming pool at Ross Park. This bond is due over 15 years with interest rates between 3.6% and 4.75%. This issuance was subject to federal arbitrage regulations.

Mortgage Debt:

On November 1, 1998, the City issued \$5.115 million in Limited Obligation Bonds with an average interest rate of 3.98 percent. The purpose was to advance refund \$5.135 million of outstanding 1997 Series Certificates of Participation with an average rate of 6.04 percent. The net proceeds of \$5.566 million (after payment of \$142 thousand in underwriting fees, insurance, and other issuance costs) plus an additional \$596 thousand of 1997 Series sinking fund monies were used to purchase U.S. government securities. Those securities were deposited in an irrevocable trust with an escrow agent to provide for all future debt service payments on the 1997 C.O.P bonds. As a result, the 1997 C.O.P. bonds are considered to be defeasance and the liability for those bonds has been removed from the general long-term debt account group. This advance refunded the 1997 C.O.P. bonds reduced total debt service payments over the next 13 years by \$460 thousand and obtained an economic gain (difference between the present value of the debt service payments on the old and new debt) of \$159 thousand. The original Limited Obligation Bonds were subject to federal arbitrage regulations. Arbitrage filings have been submitted under federal regulations and there are no arbitrage obligations to the federal government.

General obligation and mortgage debt outstanding is as follows:

Year Ending September 30	G.O. Principal	Bonds Interest	Mortgage Principal	Bonds Interest
2011	\$205	\$30	\$355	\$15
2012	215	21	-	-
2013	225	11	-	-
Totals	\$645	\$62	\$355	\$15

Proprietary Fund Long-term Debt:

The Environmental Pollution Control Fund has borrowed \$5,000 and \$6,130 from the State of Idaho Department of Health and Welfare revolving loan fund. Repayment is to be made by semi-annual installments of \$263, \$365, and \$438, all over 20 years at 4% interest, except for the last note at 3.75% interest.

On December 1, 2004, the City issued \$2,015 of revenue bonds for a current refunding of \$2,076 of revenue bonds for the Environmental Pollution Control fund, (Sanitary Sewer). The refunding was undertaken to aid the newly created Idaho Bond Authority and to reduce total future debt service payments. The reacquisition price was less than the carrying amount by \$98. This amount is being netted against the new debt and amortized over the old debt's life, which is shorter than the refunding

NOTE 4. DETAILED NOTES ON ALL FUNDS

F. Long-term Debt-continued

debt. The transaction also resulted in an economic gain of \$37 and a reduction of \$8 in future debt service payments.

On February 1, 2008, the City issued \$9,500 of revenue bonds for the Water Fund. This bond issuance was to be used for the purpose of capital infrastructure projects for the Water Fund and to purchase water rights for the future needs of the City. The bond payments will be made by semi-annual installments on February 1st and August 1st over the next 20 years. The annual bond payments vary from \$705 to \$715 which is the result of the variable coupon rate of 3% to 5% over the life of the bond.

Water long-term debt outstanding is as follows:

Water Revenue bond

September 30	Principal	Interest
2011	\$345	\$369
2012	355	357
2013	370	344
2014	385	331
2015-2019	2,150	1,400
2020-2024	2,655	890
2025-2028	2,580	245
Total	\$8,840	\$3,936

The City accepted the terms of the loan offer with the State of Idaho Department of Environmental Quality in fiscal year 2002 which allowed Phase III of the Waste Water Treatment Plant upgrade to begin. The construction was completed and the loan finalized in fiscal year 2006. The loan amount of \$11,500 is to be repaid in biannual installments over 20 years at an interest rate of 3.75%. The payments began on September 1, 2006.

Environmental Pollution Control long-term debt outstanding is as follows:

Loan Number September 30	1899-01		1898-09		Idaho Bond Bank		1897-01	
	Principal	Interest	Principal	Interest	Principal	Interest	Principal	Interest
2011	\$467	\$356	\$268	\$170	\$225	\$42	\$230	\$136
2012	485	338	278	160	235	30	239	127
2013	503	320	289	150	245	19	248	117
2014	522	301	300	139	125	6	259	107
2015-2019	2,920	1,191	1,677	517	-	-	1,458	370
2020-2024	3,516	595	1,799	173	-	-	1,023	73
2025-2026	1,189	45	-	-	-	-	-	-
Total	\$9,602	\$3,146	\$4,611	\$1,309	\$830	\$97	\$3,457	\$930

NOTE 4. DETAILED NOTES ON ALL FUNDS

F. Long-term Debt-continued

Changes in long-term liabilities - including current portion in totals:

	Long – term Liabilities			Ending Balance	Long-term Amounts due Within Year
	Beginning Balance	Additions	Reductions		
Primary Government					
Governmental activities					
Bonds payable:					
City G. O. bonds	\$645	\$-	\$(205)	\$440	\$205
Mortgage bonds	355	-	(355)	-	-
Total bonds payable	1,000	-	(560)	440	205
Compensated absences and Benefits payable	3,382	168	(425)	3,125	1,652
Contracts payable	128	-	(9)	119	-
Capital leases	450	1,315	(725)	1,040	335
Governmental activities long-term liabilities	\$4,960	\$1,483	\$(1,719)	\$4,724	\$2,192
Business-type activities					
Mortgage bonds payable	27,439	-	\$(1,546)	25,893	\$1,534
Compensated absences and Benefits payable	910	10	(102)	818	452
Business-type activities long-term liabilities	\$28,349	\$10	\$(1,648)	\$26,711	\$1,986

Internal service funds serve both the governmental funds and the enterprise funds. At year-end \$54 of internal service fund long-term liabilities is included in the business-type activities and \$61 is included in the governmental type activities. The additions to compensated absences and benefits payable were created mostly from activity in the non-major funds. The General fund, Street fund, and Non major funds contributed to the reductions in compensated absences and benefits payables.

G. Segment Information

The City borrowed money from the State of Idaho to finance upgrades at its sewage treatment plant. The debt documents of this borrowing represent revenue notes held by the State of Idaho.

The State of Idaho must rely solely on the revenue generated by the activities of the Water Pollution Control fund to finance the debt payments.

Refer to the Proprietary Fund Financial Statement for information concerning the net assets and changes in net asset of the Environmental Pollution Control Fund. See pages 37-40.

NOTE 4. DETAILED NOTES ON ALL FUNDS

H. Governmental funds unreserved and designated balances special revenue

The City Council has designated the fund balances of several special revenue funds. Designation of unreserved fund balance means that there are tentative plans for these balances. These plans are subject to change on the advice of management. The purpose and amount of these designations are as follows:

Purpose	Amount
Commercial revolving loan program	\$159
Residential rehabilitation revolving loan program	111
Parks and recreation development	3
Cultural arts development	200
Sidewalk revolving loan program	26
Property abatement	73
Historical building rehabilitation	201
Commercial building façade revolving loan program	74
Total	<u>\$847</u>

I. Restricted Assets

The Environmental Pollution Control Fund has \$1,443 in cash assets restricted for future revenue bond payments. The Water Fund has \$723 in cash assets restricted for future revenue bond payments. The Pocatello Development Authority has \$3,917 in cash assets restricted for future bond payments. The Medical Insurance Internal Service Fund has \$471 in cash assets restricted for payment of insurance premiums and claims. The Environment Pollution Control Fund and the Water Fund net assets are restricted by revenue bond covenants. These are all external third party restrictions by contract or covenant.

J. Jointly Governed Organization

The City of Pocatello has combined efforts with Bannock County and the City of Chubbuck to create the Chubbuck Impact Area Wastewater Collection Authority. This Authority was created to provide sewer service to the users within the Chubbuck Area of Impact. The impact to the City is the Authority's purchasing of sewage capacity from our plant.

NOTE 5. OTHER INFORMATION

A. 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; and natural disasters. The City purchases insurance to cover torts and natural disasters. The insurance covers claims in excess of \$10. Claim costs and insurance premiums are reported in the Liability Insurance Internal Service Fund and funded by a combination of property tax and inter-fund charges. Workers compensation claims are insured through the State of Idaho Insurance Fund. In the past three years there have been no settlements that have exceeded coverage.

NOTE 5. OTHER INFORMATION

A. Risk Management-continued

Liabilities are reported when it is probable that a loss has occurred and the amount of the loss can be reasonably estimated. Liabilities include an amount for claims that have been incurred but not reported (IBNR's). Claim liabilities are calculated considering the effects of inflation, recent claim settlement trends including frequency and amount of payouts and other economic and social factors. Changes in the balances of claim liabilities during the past year are as follows:

Changes in claim liabilities	Year ended Sept. 30, 2010	Year ended Sept. 30, 2009
Unpaid claims, beginning of fiscal year	\$15	\$12
Incurred claims (including IBNRs)	41	40
Claims paid	(44)	(37)
Unpaid claims, end of fiscal year	<u>\$12</u>	<u>\$15</u>

B. Other Post-Employment Benefits

Plan Description. The City provides a single employer post employment benefit plan which allows all eligible active and disabled employees to participate in the retiree medical plan upon retirement. To be eligible for the City's retiree group medical plan, a retiree must satisfy the PERSI retirement system eligibility requirements of 55 years of age (or disability) and 5 years of service for general employees. Eligibility for safety employees is 50 years of age (or disability) and 5 years of service.

Retirees must pay the full monthly premium as a condition of enrollment. Coverage in the Plan ends once a covered retiree becomes eligible for Medicare. Once a retiree becomes eligible for Medicare, the spouse can continue coverage until the spouse is eligible for Medicare. Disabled employees receive benefits until they qualify for SSDI and Medicare. Surviving spouses are eligible for medical benefits until they qualify for Medicare and dependents are eligible for medical benefits until age 25.

Funding Policy and Annual OPEB Cost. The City negotiates the benefit plan for the active and inactive members each year with the plan administrator (Blue Cross of Idaho). A plan is adopted for the fiscal year and the premiums are determined. The retirees pay 100% of their premiums based on the combined active and retiree pool. The City's annual other postemployment benefit (OPEB) cost (expense) is calculated based on the annual required contribution (ARC) of the employer. The ARC represents a level of funding that, if paid on an ongoing basis, is projected to cover normal cost each year and to amortize any unfunded actuarial liabilities (or funding excess) over a period not to exceed thirty years. The City has assumed the pay as you go method of funding. The City has hired Milliman Inc. to provide the GASB 45 actuarial analysis to determine our OPEB liability. The City's annual OPEB cost, expected contributions to the plan, and changes in the net OPEB obligation for fiscal year ended September 30, 2010 and the related information for the plan are summarized below. These tables are determined in accordance with the parameters of GASB 45 Statement and are based on the Actuarial Valuation date of July 1, 2010.

NOTE 5. OTHER INFORMATION
B. Other Post-Employment Benefits-continued

City of Pocatello 2010 at Unfunded Rate (4.0%)
Actuarial Valuation as of July 1, 2010

	Governmental Activities	Business Type Activities	Total
Annual Required Contribution	\$469	\$146	\$615
Interest on net OPEB obligation	24	8	32
Adjustment to Annual Required Contribution	(22)	(7)	(29)
Annual OPEB Cost (Expense)	471	147	618
Estimated contribution (employer-paid benefits)	(153)	(57)	(210)
Increase in net OPEB obligation	318	90	408
Net OPEB Obligation – Beginning of Year	608	193	801
End of Year Net OPEB Obligation	\$926	\$283	\$1,209

Schedule of Funding Progress
(dollar amounts in thousands)

Valuation Date	Actuarial Value of Assets	Actuarial Accrued Liabilities	Unfunded Actuarial Accrued Liabilities (UAAL)	Funded Ratio	Covered Payroll	UAAL as a Percentage of Covered Payroll
07/01/2008	\$ -	\$6,235,799	\$6,235,799	0%	\$25,662,882	24%
07/01/2010	\$ -	\$6,610,205	\$6,610,205	0%	\$26,416,086	25%

Schedules of Trend Information
(dollar amounts in thousands)

Valuation Date	Annual OPEB Expense (AOE)	Estimated Contributions	Estimated Contributions as a Percentage OF AOE	Net OPEB Obligation/ (Asset) at End of Year
09/30/2007	NA	NA	NA	NA
09/30/2008	\$578,989	\$192,940	33%	\$386,049
09/30/2009	\$622,277	\$206,979	33%	\$801,347
09/30/2010	\$618,019	\$210,469	34%	\$1,208,897

NOTE 5. OTHER INFORMATION

B. Other Post-Employment Benefits-continued

Actuarial Methods and Assumptions. The actuaries used the actuarial valuation method referred to as Projected Unit Credit (PUC) cost method. The amortization method is a rolling 30 year level percent of pay and the valuation date was July 1, 2010. A summary of the significant valuation assumptions are listed below:

Economic Assumptions:

General wage increase and assumed payroll growth	3.50%
Investment earnings (net of investment expenses)	4.00%
Growth in employees	0.00%
Implied inflation	3.00%
Salary increase	3.50%
Medical trend rates	

Fiscal year 2011 is 8.6%. Each year the trend is graded down until fiscal year 2086 where it remains at 4.9%.

Demographic Assumptions:

RP-2000 combined mortality with generational adjustments

Fire and police – men	offset	0 years
Fire and police – women	offset	+1 year
General employees and all beneficiaries – men	offset	0 years
General employees and all beneficiaies – women	offset	-1 years

RP-2000 for disabled individuals with generational adjustments

Men	offset	-1 years
Women	offset	+2 years

Retiree Medical Enrollment Assumptions:

Probability of initial medical enrollment upon retirement	60.00%
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C. Contingent Liabilities

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

NOTE 5. OTHER INFORMATION

C. Contingent Liabilities-continued

The City is a defendant in various lawsuits. Although the outcome of these lawsuits is not presently determinable, it is the opinion of the City's legal counsel that resolution of these matters will not have a material adverse effect on the financial condition of the City.

D. Employee Retirement Systems

Pension plans - primary government

The City maintains a single-employer, defined benefit pension plan which covers certain retired police officers and participates in the statewide local government retirement system, a cost-sharing multiple-employer defined benefit public employee pension plan that covers all of the City's employees.

Police Retirement Pension Plan (PRPP):

The City administers a single employer defined benefit plan for police officers hired before April 12, 1967, as authorized by Idaho Code Section 50-1500. There are no current employees of the City that are eligible to enroll in this plan hence there are no current plan costs. The plan is funded by an annual tax levy as needed and investment earnings. Adjustments are analyzed and reviewed yearly for actuarial soundness. Tax contributions for the year ended September 30, 2010 were \$0 and investment earnings were \$503. As of yearend all covered employees were retired. There are no actuarial evaluations being done on this plan. The small number of participants involved in the plan (25) precludes actuarial evaluations. The City calculates the pension benefit obligation annually using the period life table published by the Social Security Department of the Federal Government. The pension benefit obligation at year end, for the PRPP, determined through the method discussed above, was \$9,764 for those currently receiving or entitled to benefits. The PRPP's net assets, (valued at market), available for benefits on that date were \$8,698 leaving an un-funded pension benefit liability of \$1,066. This plan does not issue an individual financial statement report as the plan is reported in detail in this financial report.

Public Employee Retirement System of Idaho (PERSI):

The Public Employee Retirement System of Idaho (PERSI), a cost sharing multiple-employer public retirement system, was created by the Idaho State Legislature. It is a defined benefit plan requiring that both the member and the employer contribute. The plan provides benefits based on members' years of service, age, and compensation. In addition, benefits are provided for disability, death, and survivors of eligible members or beneficiaries. The authority to establish and amend benefit provisions is established in Idaho Code. Designed as a mandatory system for eligible state and school district employees, the legislation provided for other political subdivisions to participate by contractual agreement with PERSI. After 5 years of credited service, members become fully vested in retirement benefits earned to date. Members are eligible for retirement benefits upon attainment of the ages specified for their employment classification. For each month of credited service, the annual service retirement allowance is 2.0% (2.3% police/firefighter) of the average monthly salary for the highest consecutive 42 months.

PERSI issues publicly available stand alone financial reports that include audited financial statements and required supplementary information. These reports may be obtained from PERSI's website www.persi.idaho.gov. The actuarially determined contribution requirements of the City of Pocatello and its employees are established and may be amended by the PERSI Board of Trustees. For the year ended June 30, 2010, the required contribution rate as a percentage of covered payrolls was 6.23% for general members and 7.65% for police/firefighters. The employer rate as a percentage of covered payroll was 10.39% for general members and 10.73% for police/firefighter members. The City of Pocatello employer contributions required and paid were \$3,639, \$3,576 and \$3,514 for the three years ended September 30, 2010, 2009, and 2008, respectively.

**Required Supplementary Information
Police Retirement Pension Plan
Schedule of Funding Progress**

Valuation Date	Present Value of Assets (a)	Accrued Liability 2008 Group Mortality Table (AAL)- (b)	Unfunded AAL (UAAL) (b-a)	Funded Ratio (a/b)	Covered Payroll (c)	UAAL as a Percentage Of covered Payroll [(a-b)/c]
09/30/93	\$5,186	\$10,689	\$5,503	48.52%	\$0	100%
09/30/95	\$5,910	\$11,930	\$6,020	49.54%	\$0	100%
09/30/97	\$7,423	\$11,945	\$4,522	62.14%	\$0	100%
09/30/99	\$7,856	\$12,355	\$4,499	63.59%	\$0	100%
09/30/01	\$8,254	\$12,740	\$4,486	64.79%	\$0	100%
09/30/03	\$8,908	\$12,449	\$3,541	71.27%	\$0	100%
10/04/05	\$9,814	\$12,866	\$3,052	76.28%	\$0	100%
10/04/06	\$9,603	\$10,051	\$448	95.54%	\$0	100%
10/04/07	\$9,269	\$9,802	\$533	94.56%	\$0	100%
10/04/08	\$8,966	\$9,936	\$970	90.24%	\$0	100%
10/01/09	\$8,933	\$10,157	\$1,224	87.95%	\$0	100%
09/30/10	\$8,698	\$9,764	\$1,066	87.74%	\$0	100%

1- There are no active employees covered by this plan.

NONMAJOR GOVERNMENTAL FUNDS

SPECIAL REVENUE FUNDS

DEBT SERVICE FUNDS

CAPITAL PROJECT FUNDS

CITY OF POCATELLO

**NONMAJOR GOVERNMENTAL FUNDS
COMBINING BALANCE SHEET**

AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009

	SPECIAL REVENUE			Debt Service Funds	Capital Improvement Funds	2010 Total Nonmajor Governmental Funds	2009 Total Nonmajor Governmental Funds
	Other Funds	Grant Funded Funds	Reserved & Designated Funds				
ASSETS:							
Cash	\$ 1,552,875	\$ 133,106	\$ 777,224	\$ 606	\$ 440,497	\$ 2,904,308	\$ 2,585,898
Receivables							
<i>Property taxes</i>	158,748	-	-	6,281	-	165,029	135,611
<i>Special assessments</i>	118,841	-	-	-	-	118,841	123,958
<i>Accounts</i>	45,881	73,262	137,837	-	18,469	275,449	318,462
<i>Employee receivable</i>	767	190	-	-	-	957	1,100
<i>Interest</i>	-	1,027	149	-	-	1,176	870
<i>Mortgages and loans</i>	-	1,102,969	598,978	-	-	1,701,947	1,510,134
<i>Grants</i>	-	787,576	-	-	482,417	1,269,993	1,199,570
Due from other funds	-	-	-	3,350	-	3,350	-
<i>Total assets</i>	<u>\$ 1,877,112</u>	<u>\$ 2,098,130</u>	<u>\$ 1,514,188</u>	<u>\$ 10,237</u>	<u>\$ 941,383</u>	<u>\$ 6,441,050</u>	<u>\$ 5,875,603</u>
LIABILITIES:							
Accounts payable	\$ 51,124	\$ 396,112	\$ 54,205	\$ 3,350	\$ 28,231	\$ 533,022	\$ 314,354
Deposits payable	-	12,027	-	-	-	12,027	-
Payroll, taxes and benefits payable	125,581	98,941	-	-	-	224,522	216,981
Due to other funds	-	241,516	11,112	-	546,492	799,120	1,009,482
Deferred revenue	191,877	1,619,670	601,403	5,796	482,417	2,901,163	2,434,934
<i>Total liabilities</i>	<u>368,582</u>	<u>2,368,266</u>	<u>666,720</u>	<u>9,146</u>	<u>1,057,140</u>	<u>4,469,854</u>	<u>3,975,751</u>
FUND BALANCE							
Reserved for contract liabilities	119,128	-	-	-	-	119,128	128,367
Reserved for debt service	-	-	-	1,091	-	1,091	2,010
Unreserved and designated-EIDC Revolving Loan	-	-	138,788	-	-	138,788	137,502
Unreserved and designated-CDR Loans	-	-	110,757	-	-	110,757	140,253
Unreserved and designated-Zoo Animal	-	-	64,770	-	-	64,770	(811)
Unreserved and designated-Chief Theater	-	-	134,987	-	-	134,987	145,630
Unreserved and designated-Sidewalk Loans	-	-	26,552	-	-	26,552	26,275
Unreserved and designated-Property Abatement	-	-	73,485	-	-	73,485	71,715
Unreserved and designated-Standard Historical	-	-	201,051	-	-	201,051	193,211
Unreserved and designated-So. Bannock Highway Dev.	-	-	19,889	-	-	19,889	19,850
Unreserved and designated-Façade Loan	-	-	74,346	-	-	74,346	64,780
Unreserved and designated-Parks & Recreation Dev.	-	-	2,843	-	-	2,843	3,043
Unreserved and undesignated	1,389,402	(270,136)	-	-	(115,757)	1,003,509	968,027
<i>Total fund balance</i>	<u>1,508,530</u>	<u>(270,136)</u>	<u>847,468</u>	<u>1,091</u>	<u>(115,757)</u>	<u>1,971,196</u>	<u>1,899,852</u>
<i>Total liabilities and fund balance</i>	<u>\$ 1,877,112</u>	<u>\$ 2,098,130</u>	<u>\$ 1,514,188</u>	<u>\$ 10,237</u>	<u>\$ 941,383</u>	<u>\$ 6,441,050</u>	<u>\$ 5,875,603</u>

CITY OF POCA TELLO

NONMAJOR GOVERNMENTAL FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCEFOR THE FISCAL YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the fiscal year ended September 30, 2009

	SPECIAL REVENUE			Debt Service Funds	Capital Improvement Funds	2010 Total Nonmajor Governmental Funds	2009 Total Nonmajor Governmental Funds
	Other Funds	Grant Funded Funds	Reserved & Designated Funds				
REVENUES:							
Taxes:							
Property taxes	\$ 2,700,171	\$ -	\$ -	\$ 107,016	\$ -	\$ 2,807,187	\$ 2,762,464
Special assessments	80,148	-	-	-	-	80,148	75,803
Franchise taxes	370,264	-	-	-	-	370,264	393,987
Total taxes	3,150,583	-	-	107,016	-	3,257,599	3,232,254
Charges for services							
Passenger facilities charges	-	-	-	-	75,522	75,522	89,748
Program charges	-	626,563	-	-	-	626,563	570,858
Other service charges	962,315	-	41,630	-	-	1,003,945	971,153
Total charges for service	962,315	626,563	41,630	-	75,522	1,706,030	1,631,759
Intergovernmental							
Grants	40,759	5,477,921	20,010	-	2,801,433	8,340,123	2,988,710
Miscellaneous:							
Refunds and reimbursements	-	-	-	-	429,351	429,351	491,019
Principal payments received	-	61,420	210,972	-	-	272,392	233,379
Rentals and leases	1,062,301	-	550	-	-	1,062,851	1,043,617
Donations	3,963	64,005	280,271	-	-	348,239	98,787
Interest	360	9,369	34,533	2	-	44,264	35,815
Miscellaneous	326,305	116,417	113,371	-	-	556,093	555,397
total miscellaneous	1,392,929	251,211	639,697	2	429,351	2,713,190	2,458,014
Total revenues	5,546,586	6,355,695	701,337	107,018	3,306,306	16,016,942	10,310,737
EXPENDITURES:							
Current:							
General government	443,093	1,662,998	-	798	-	2,106,889	1,457,878
Economic development	75,321	-	202,068	-	-	277,389	95,811
Police services	-	358,197	-	-	-	358,197	166,271
Public works and engineering	229,838	-	-	-	-	229,838	236,318
Cultural and recreational	1,474,124	-	94,306	-	-	1,568,430	1,548,643
Library	1,410,684	-	-	-	-	1,410,684	1,480,401
Streets and highways	-	-	-	-	1,160	1,160	5,266
Transportation	-	2,648,649	-	-	-	2,648,649	2,540,193
Airport	1,122,629	-	-	-	25,693	1,148,322	1,114,356
Community services	368,487	-	99,700	-	-	468,187	477,822
Total current	5,124,176	4,669,844	396,074	798	26,853	10,217,745	9,122,959
Capital outlay	176,160	2,487,105	250,171	-	3,521,052	6,434,488	1,951,272
Debt service:							
Principal	-	-	-	685,000	-	685,000	878,732
Interest	-	-	-	74,010	-	74,010	114,826
Trustee fees	-	-	-	3,310	-	3,310	7,266
Total debt service	-	-	-	762,320	-	762,320	1,000,824
Total expenditures	5,300,336	7,156,949	646,245	763,118	3,547,905	17,414,553	12,075,055
EXCESS REVENUES OR (EXPENDITURES)	246,250	(801,254)	55,092	(656,100)	(241,599)	(1,397,611)	(1,764,318)
OTHER FINANCING SOURCES/(USES):							
Proceeds from sale of assets	595	38,070	-	-	-	38,665	2,453
Transfers in	128,390	729,062	197	655,181	157,404	1,670,234	1,658,704
Transfers out	(218,238)	(5,937)	(9,269)	-	(6,500)	(239,944)	(148,457)
Total other financing sources/(uses)	(89,253)	761,195	(9,072)	655,181	150,904	1,468,955	1,512,700
NET CHANGE IN FUND BALANCE	156,997	(40,059)	46,020	(919)	(90,695)	71,344	(251,618)
FUND BALANCE - Beginning	1,351,533	(230,077)	801,448	2,010	(25,062)	1,899,852	2,151,470
FUND BALANCE - Ending	\$ 1,508,530	\$ (270,136)	\$ 847,468	\$ 1,091	\$ (115,757)	\$ 1,971,196	\$ 1,899,852

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NONMAJOR SPECIAL REVENUE FUNDS

To account for the source and utilization of specific resources because of state or local mandates for which general fund accounting does not provide adequate disclosure. These funds are subdivided by funding sources; those funds funded by property taxes, by grants, by revenue sources other than property taxes or grants, and those with designated or reserved fund balances.

Property Tax Funded

Recreation Fund
Cemetery Fund
Airport Fund
Library Fund

Funded From Other Sources

Public Access T.V. Fund
Business Improvement District Fund
Environmental Science Fund
Emergency Repair Fund
Capital Acquisition Fund

Grant Funded

Public Transportation Fund
CDBG Entitlement Fund
Police Grant Fund
Foreclosure Stabilization Fund
Energy Block Grant Fund

Reserved and Designated Funds

EIDC Revolving Loan Fund
CDR Loan Fund
Zoo Animal Fund
Chief Theater Fund
Sidewalk Loan Fund
Property Abatement Fund
Standrod Historical Fund
South Bannock Highway Development Fund
Façade Loan Fund
Parks and Recreation Development Fund

Property Tax Funded Nonmajor Special Revenue Funds

- Recreation Fund This fund accounts for the use of a property tax levy to provide for various City wide recreation programs including; softball, basketball, cross country skiing, outdoor swimming, and the recreation center activities. Other major revenue sources for this fund are user fees. By Idaho State Code 50-303, the property tax levy may not exceed .0006% of market value.
- Cemetery Fund Property taxes levied for the operation of the municipal cemetery are accounted for in this fund. Other revenue sources include plot sales and internment fees. By Idaho State Code 50-320, the property tax levy may not exceed .0004% of market value.
- Airport Fund The property tax levied for the operation of the municipal airport is exceeded by other revenue sources including rental and landing fees. Bay Idaho State Code 50-321, the property tax levy may not exceed .0004% of market value.
- Library Fund Idaho State code 33-2603 mandates that the City may, upon request, levy property taxes to support the operation of a municipal library. The Library Board of Directors sets the budget, which the council approves, then the council sets the levy. Other revenue includes book fines and fees. The property tax levy may not exceed .001% of market value.

Nonmajor Special Revenue Funds Funded From Other Sources

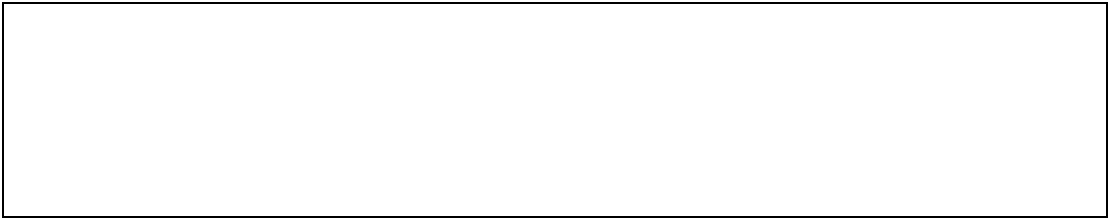
Public Access T.V. Fund	The activities of Channel 11, the government channel, and Channel 12, the community access channel, are accounted for in this fund. These activities are funded by a franchise fee on the local cable television provider.
Business Improvement District Fund	The owners of the downtown business district elected to assess themselves a district improvement special assessment fee. The City collects the fee and remits it to the Old Town Merchants Association. The association has a contract with the City to operate the District.
Environmental Science Fund	This fund supports the activity related to the storm water engineering function and the activity related to obtaining the permits regulated by the Environmental Protection Agency. These activities are funded with interfund revenues and Inter-agency fees on joint projects.
Emergency Repair Fund	The cost of emergency repairs over amounts budgeted in the funds is paid here. These activities are funded with interfund revenues.
Fire Safety Fund	This fund records the costs of various grant funded activities for the Fire department.
Capital Acquisition	This fund accumulates monies transferred from other funds for major capital purchases.

CITY OF POCA TELLO

**OTHER NON-MAJOR SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET**

**AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009**

	<u>Recreation Fund</u>	<u>Cemetery Fund</u>	<u>Airport Fund</u>	<u>Library Fund</u>
ASSETS:				
Cash	\$ 373,085	\$ 154,314	\$ 273,680	\$ 454,806
Receivables:				
<i>Special assessments</i>	-	-	-	-
<i>Property taxes</i>	29,717	9,483	32,738	86,810
<i>Accounts receivable</i>	5,057	6,957	33,733	134
<i>Employee receivable</i>	-	358	-	409
<i>Grant Receivable</i>	-	-	-	-
<i>Total receivables</i>	<u>34,774</u>	<u>16,798</u>	<u>66,471</u>	<u>87,353</u>
<i>Total assets</i>	<u>\$ 407,859</u>	<u>\$ 171,112</u>	<u>\$ 340,151</u>	<u>\$ 542,159</u>
LIABILITIES:				
Accounts payable	\$ 15,689	\$ 795	\$ 10,049	\$ 9,969
Payroll, payroll taxes and benefits payable	25,561	16,869	16,585	48,188
Deferred revenue	28,165	10,484	47,775	80,438
<i>Total liabilities</i>	<u>69,415</u>	<u>28,148</u>	<u>74,409</u>	<u>138,595</u>
RESERVES				
Reserved for contract liabilities	-	119,128	-	-
Unreserved undesignated fund balance	338,444	23,836	265,742	403,564
<i>fund Balance</i>	<u>338,444</u>	<u>142,964</u>	<u>265,742</u>	<u>403,564</u>
Total liabilities and fund balance	<u>\$ 407,859</u>	<u>\$ 171,112</u>	<u>\$ 340,151</u>	<u>\$ 542,159</u>



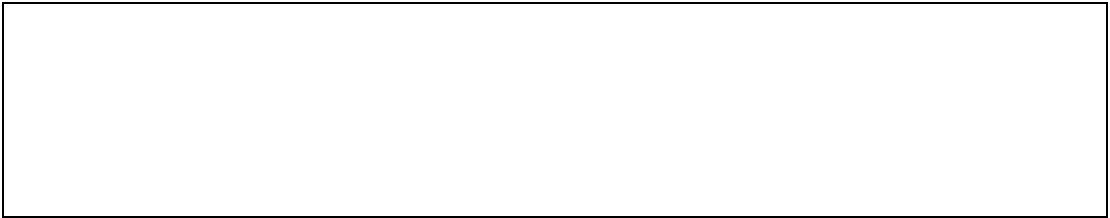
	Public Access T.V. Fund	Business Improvement District Fund	Science And Environment Fund	Emergency Repair Fund	Capital Acquisition Fund	2010 Totals	2009 Totals
\$	109,933	\$ 18	\$ 100,393	\$ 44,283	\$ 42,363	\$ 1,552,875	\$ 1,393,257
	87,773	31,068	-	-	-	118,841	123,958
	-	-	-	-	-	158,748	130,415
	-	-	-	-	-	45,881	47,254
	-	-	-	-	-	767	598
	-	-	-	-	-	-	5,507
	<u>87,773</u>	<u>31,068</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>324,237</u>	<u>307,732</u>
\$	<u>197,706</u>	\$ <u>31,086</u>	\$ <u>100,393</u>	\$ <u>44,283</u>	\$ <u>42,363</u>	\$ <u>1,877,112</u>	\$ <u>1,700,989</u>
\$	10,980	\$ 32	\$ 684	\$ 2,926	\$ -	\$ 51,124	\$ 62,966
	11,291	-	7,087	-	-	125,581	123,973
	-	25,015	-	-	-	191,877	162,517
	<u>22,271</u>	<u>25,047</u>	<u>7,771</u>	<u>2,926</u>	<u>-</u>	<u>368,582</u>	<u>349,456</u>
	-	-	-	-	-	119,128	128,367
	<u>175,435</u>	<u>6,039</u>	<u>92,622</u>	<u>41,357</u>	<u>42,363</u>	<u>1,389,402</u>	<u>1,223,166</u>
	<u>175,435</u>	<u>6,039</u>	<u>92,622</u>	<u>41,357</u>	<u>42,363</u>	<u>1,508,530</u>	<u>1,351,533</u>
\$	<u>197,706</u>	\$ <u>31,086</u>	\$ <u>100,393</u>	\$ <u>44,283</u>	\$ <u>42,363</u>	\$ <u>1,877,112</u>	\$ <u>1,700,989</u>

CITY OF POCA TELLO

**OTHER NONMAJOR SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the year ended September 30, 2009**

	<u>Recreation Fund</u>	<u>Cemetery Fund</u>	<u>Airport Fund</u>	<u>Library Fund</u>
REVENUES:				
Taxes:				
<i>Property taxes</i>	\$ 504,737	\$ 158,935	\$ 555,907	\$ 1,480,592
<i>Special assessments</i>	-	-	-	-
<i>Franchise taxes</i>	-	-	-	-
<i>Total taxes</i>	<u>504,737</u>	<u>158,935</u>	<u>555,907</u>	<u>1,480,592</u>
Intergovernmental:				
<i>Grants</i>	40,759	-	-	-
<i>Total intergovernmental</i>	<u>40,759</u>	<u>-</u>	<u>-</u>	<u>-</u>
Charges for services:				
<i>Other charges for services</i>	555,962	249,980	65,697	34,802
<i>Total charges for services</i>	<u>555,962</u>	<u>249,980</u>	<u>65,697</u>	<u>34,802</u>
Miscellaneous:				
<i>Interest</i>	20	318	-	22
<i>Donations</i>	3,441	67	120	335
<i>Rentals and leases</i>	527,573	-	534,728	-
<i>Other miscellaneous</i>	49,321	-	16,353	6,013
<i>Total miscellaneous</i>	<u>580,355</u>	<u>385</u>	<u>551,201</u>	<u>6,370</u>
<i>Total revenue</i>	<u>1,681,813</u>	<u>409,300</u>	<u>1,172,805</u>	<u>1,521,764</u>
EXPENDITURES:				
Current:				
<i>General government</i>	-	416,963	-	-
<i>Public works and engineering</i>	-	-	-	-
<i>Cultural & recreational</i>	1,474,124	-	-	-
<i>Community services</i>	-	-	-	-
<i>Economic development</i>	-	-	-	-
<i>Library</i>	-	-	-	1,410,684
<i>Airport</i>	-	-	1,122,629	-
<i>Total current</i>	<u>1,474,124</u>	<u>416,963</u>	<u>1,122,629</u>	<u>1,410,684</u>
Capital outlay	88,239	-	-	-
Debt service:				
<i>Principal</i>	-	-	-	-
<i>Interest</i>	-	-	-	-
<i>Total debt service</i>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
<i>Total expenditures</i>	<u>1,562,363</u>	<u>416,963</u>	<u>1,122,629</u>	<u>1,410,684</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>119,450</u>	<u>(7,663)</u>	<u>50,176</u>	<u>111,080</u>
OTHER FINANCING SOURCES/(USES):				
Proceeds from the sale of city property	595	-	-	-
Transfers in	-	-	6,500	6,890
Transfers out	(89,935)	(1,089)	(1,217)	(4,004)
<i>Total other financing sources/(uses)</i>	<u>(89,340)</u>	<u>(1,089)</u>	<u>5,283</u>	<u>2,886</u>
NET CHANGE IN FUND BALANCE	30,110	(8,752)	55,459	113,966
FUND BALANCE - Beginning	<u>308,334</u>	<u>151,716</u>	<u>210,283</u>	<u>289,598</u>
FUND BALANCE - Ending	<u>\$ 338,444</u>	<u>\$ 142,964</u>	<u>\$ 265,742</u>	<u>\$ 403,564</u>



	Public Access T.V. Fund	Business Improvement District Fund	Science And Environment Fund	Emergency Repair Fund	Capital Acquisition Fund	2010 Totals	2009 Totals
\$	-	\$ -	\$ -	\$ -	\$ -	2,700,171	\$ 2,657,934
	-	80,148	-	-	-	80,148	75,803
	370,264	-	-	-	-	370,264	393,987
	<u>370,264</u>	<u>80,148</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>3,150,583</u>	<u>3,127,724</u>
	-	-	-	-	-	40,759	61,527
	-	-	-	-	-	40,759	61,527
	12,299	-	43,575	-	-	962,315	901,645
	<u>12,299</u>	<u>-</u>	<u>43,575</u>	<u>-</u>	<u>-</u>	<u>962,315</u>	<u>901,645</u>
	-	-	-	-	-	360	2,488
	-	-	-	-	-	3,963	9,401
	-	-	-	-	-	1,062,301	1,042,426
	1,228	-	253,370	20	-	326,305	294,171
	<u>1,228</u>	<u>-</u>	<u>253,370</u>	<u>20</u>	<u>-</u>	<u>1,392,929</u>	<u>1,348,486</u>
	<u>383,791</u>	<u>80,148</u>	<u>296,945</u>	<u>20</u>	<u>-</u>	<u>5,546,586</u>	<u>5,439,382</u>
	-	-	-	26,130	-	443,093	445,713
	-	-	229,838	-	-	229,838	236,318
	-	-	-	-	-	1,474,124	1,440,025
	368,487	-	-	-	-	368,487	342,179
	-	75,321	-	-	-	75,321	73,831
	-	-	-	-	-	1,410,684	1,480,401
	-	-	-	-	-	1,122,629	1,114,356
	<u>368,487</u>	<u>75,321</u>	<u>229,838</u>	<u>26,130</u>	<u>-</u>	<u>5,124,176</u>	<u>5,132,823</u>
	-	-	49,689	38,232	-	176,160	251,001
	-	-	-	-	-	-	218,732
	-	-	-	-	-	-	13,231
	-	-	-	-	-	-	231,963
	<u>368,487</u>	<u>75,321</u>	<u>279,527</u>	<u>64,362</u>	<u>-</u>	<u>5,300,336</u>	<u>5,615,787</u>
	15,304	4,827	17,418	(64,342)	-	246,250	(176,405)
	-	-	-	-	-	595	158
	-	-	-	100,000	15,000	128,390	370,117
	(39,348)	(82,372)	(273)	-	-	(218,238)	(126,277)
	<u>(39,348)</u>	<u>(82,372)</u>	<u>(273)</u>	<u>100,000</u>	<u>15,000</u>	<u>(89,253)</u>	<u>243,998</u>
	(24,044)	(77,545)	17,145	35,658	15,000	156,997	67,593
	<u>199,479</u>	<u>83,584</u>	<u>75,477</u>	<u>5,699</u>	<u>27,363</u>	<u>1,351,533</u>	<u>1,283,940</u>
\$	<u>175,435</u>	\$ <u>6,039</u>	\$ <u>92,622</u>	\$ <u>41,357</u>	\$ <u>42,363</u>	\$ <u>1,508,530</u>	\$ <u>1,351,533</u>

CITY OF POCA TELLO

**RECREATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:				
<i>Property taxes</i>	\$ 496,520	\$ 496,520	\$ 504,737	\$ 8,217
<i>Charges for service</i>	466,933	466,933	555,962	89,029
<i>Intergovernmental Grants</i>	-	-	40,759	40,759
<i>Rentals and leases</i>	553,129	553,129	527,573	(25,556)
<i>Donations</i>	7,700	7,700	3,441	(4,259)
<i>Interest</i>	300	300	20	(280)
<i>Miscellaneous</i>	61,030	61,030	49,321	(11,709)
<i>Total revenues</i>	<u>1,585,612</u>	<u>1,585,612</u>	<u>1,681,813</u>	<u>96,201</u>
EXPENDITURES:				
<i>Current</i>				
<i>Cultural and recreational</i>	1,486,517	1,508,222	1,474,124	34,098
<i>Capital outlay</i>	32,000	125,252	88,239	37,013
<i>Total expenditures</i>	<u>1,518,517</u>	<u>1,633,474</u>	<u>1,562,363</u>	<u>71,111</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>67,095</u>	<u>(47,862)</u>	<u>119,450</u>	<u>167,312</u>
OTHER FINANCING SOURCES/(USES):				
<i>Sale of city property</i>	-	-	595	595
<i>Operating transfer out</i>	(89,935)	(89,935)	(89,935)	-
<i>Total other financing sources/(uses)</i>	<u>(89,935)</u>	<u>(89,935)</u>	<u>(89,340)</u>	<u>595</u>
NET CHANGE IN FUND BALANCE	\$ <u>(22,840)</u>	\$ <u>(137,797)</u>	30,110	\$ <u>167,907</u>
FUND BALANCE - Beginning			<u>308,334</u>	
FUND BALANCE - Ending			\$ <u><u>338,444</u></u>	

CITY OF POCATELLO

**CEMETERY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original</u>	<u>Budgeted Amounts Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:				
<i>Property taxes</i>	\$ 156,397	\$ 156,397	\$ 158,935	\$ 2,538
<i>Charges for service</i>	273,933	273,933	249,980	(23,953)
<i>Interest</i>	4,734	4,734	318	(4,416)
<i>Miscellaneous</i>	-	-	67	67
<i>Total revenues</i>	<u>435,064</u>	<u>435,064</u>	<u>409,300</u>	<u>(25,764)</u>
EXPENDITURES:				
<i>Current</i>				
<i>General government</i>	<u>433,975</u>	<u>436,119</u>	<u>416,963</u>	<u>19,156</u>
<i>Total expenditures</i>	<u>433,975</u>	<u>436,119</u>	<u>416,963</u>	<u>19,156</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>1,089</u>	<u>(1,055)</u>	<u>(7,663)</u>	<u>(6,608)</u>
OTHER FINANCING SOURCES/(USES):				
<i>Operating transfer out</i>	<u>(1,089)</u>	<u>(1,089)</u>	<u>(1,089)</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>(1,089)</u>	<u>(1,089)</u>	<u>(1,089)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>(2,144)</u>	(8,752)	\$ <u>(6,608)</u>
FUND BALANCE - Beginning			<u>151,716</u>	
FUND BALANCE - Ending			\$ <u>142,964</u>	

CITY OF POCA TELLO

**AIRPORT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:				
<i>Property taxes</i>	\$ 547,628	\$ 547,628	\$ 555,907	\$ 8,279
<i>Rentals and leases</i>	478,229	478,229	534,728	56,499
<i>Charges for service</i>	75,800	75,800	65,697	(10,103)
<i>Miscellaneous</i>	2,286	2,286	16,473	14,187
<i>Total revenues</i>	<u>1,103,943</u>	<u>1,103,943</u>	<u>1,172,805</u>	<u>68,862</u>
EXPENDITURES:				
<i>Current</i>				
<i>Airport</i>	<u>1,120,838</u>	<u>1,147,201</u>	<u>1,122,629</u>	<u>24,572</u>
<i>Total expenditures</i>	<u>1,120,838</u>	<u>1,147,201</u>	<u>1,122,629</u>	<u>24,572</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(16,895)</u>	<u>(43,258)</u>	<u>50,176</u>	<u>93,434</u>
OTHER FINANCING SOURCES/(USES):				
<i>Operating transfer in</i>	-	-	6,500	6,500
<i>Operating transfer out</i>	<u>(1,217)</u>	<u>(1,217)</u>	<u>(1,217)</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>(1,217)</u>	<u>(1,217)</u>	<u>5,283</u>	<u>6,500</u>
NET CHANGE IN FUND BALANCE	\$ <u>(18,112)</u>	\$ <u>(44,475)</u>	55,459	\$ <u>99,934</u>
FUND BALANCE - Beginning			<u>210,283</u>	
FUND BALANCE - Ending			\$ <u>265,742</u>	

CITY OF POCA TELLO

**LIBRARY SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:				
<i>Property taxes</i>	\$ 1,457,639	\$ 1,457,639	\$ 1,480,592	\$ 22,953
<i>Charges for service</i>	37,662	37,662	34,802	(2,860)
<i>Donations</i>	500	500	335	(165)
<i>Interest</i>	-	-	22	22
<i>Miscellaneous</i>	4,239	4,239	6,013	1,774
<i>Total revenues</i>	<u>1,500,040</u>	<u>1,500,040</u>	<u>1,521,764</u>	<u>21,724</u>
EXPENDITURES:				
<i>Current</i>				
<i>Library</i>	<u>1,502,926</u>	<u>1,541,278</u>	<u>1,410,684</u>	<u>130,594</u>
<i>Total expenditures</i>	<u>1,502,926</u>	<u>1,541,278</u>	<u>1,410,684</u>	<u>130,594</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(2,886)</u>	<u>(41,238)</u>	<u>111,080</u>	<u>152,318</u>
OTHER FINANCING SOURCES/(USES):				
<i>Operating transfer in</i>	6,890	6,890	6,890	-
<i>Operating transfer out</i>	(4,004)	(4,004)	(4,004)	-
<i>Total other financing sources/(uses)</i>	<u>2,886</u>	<u>2,886</u>	<u>2,886</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>\$ (38,352)</u>	113,966	<u>\$ 152,318</u>
FUND BALANCE - Beginning			<u>289,598</u>	
FUND BALANCE - Ending			<u>\$ 403,564</u>	

CITY OF POCA TELLO

PUBLIC ACCESS TELEVISION SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:				
<i>Franchise fees</i>	\$ 363,139	\$ 363,139	\$ 370,264	\$ 7,125
<i>Charges for service</i>	12,546	12,546	12,299	(247)
<i>Donations</i>	1,200	1,200	-	(1,200)
<i>Miscellaneous</i>	-	-	1,228	1,228
<i>Total revenues</i>	<u>376,885</u>	<u>376,885</u>	<u>383,791</u>	<u>6,906</u>
EXPENDITURES:				
<i>Current</i>				
<i>Community services</i>	<u>367,527</u>	<u>371,900</u>	<u>368,487</u>	<u>3,413</u>
<i>Total expenditures</i>	<u>367,527</u>	<u>371,900</u>	<u>368,487</u>	<u>3,413</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>9,358</u>	<u>4,985</u>	<u>15,304</u>	<u>10,319</u>
OTHER FINANCING SOURCES/(USES):				
<i>Operation transfers out</i>	<u>(39,348)</u>	<u>(39,348)</u>	<u>(39,348)</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>(39,348)</u>	<u>(39,348)</u>	<u>(39,348)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>(29,990)</u>	\$ <u>(34,363)</u>	(24,044)	\$ <u>10,319</u>
FUND BALANCE - Beginning			<u>199,479</u>	
FUND BALANCE - Ending			\$ <u>175,435</u>	

CITY OF POCATELLO

**BUSINESS IMPROVEMENT DISTRICT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Taxes</i>			
<i>Special assessments</i>	\$ 100,000	\$ 80,148	\$ (19,852)
<i>Total revenues</i>	<u>100,000</u>	<u>80,148</u>	<u>(19,852)</u>
EXPENDITURES:			
<i>Current</i>			
<i>Economic development</i>	100,000	75,321	24,679
<i>Total expenditures</i>	<u>100,000</u>	<u>75,321</u>	<u>24,679</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>-</u>	<u>4,827</u>	<u>4,827</u>
OTHER FINANCING SOURCES/(USES):			
Operation transfers out	<u>(82,372)</u>	<u>(82,372)</u>	-
<i>Total other financing sources/(uses)</i>	<u>(82,372)</u>	<u>(82,372)</u>	-
NET CHANGE IN FUND BALANCE	<u><u>\$ (82,372)</u></u>	<u>(77,545)</u>	<u><u>\$ 4,827</u></u>
FUND BALANCE - Beginning		<u>83,584</u>	
FUND BALANCE - Ending		<u><u>\$ 6,039</u></u>	

CITY OF POCA TELLO

**SCIENCE AND ENVIRONMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original</u>	<u>Budgeted Amounts Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:				
<i>Charges for service</i>	\$ 44,250	\$ 44,250	\$ 43,575	\$ (675)
<i>Miscellaneous</i>	<u>253,370</u>	<u>253,370</u>	<u>253,370</u>	<u>-</u>
<i>Total revenues</i>	<u>297,620</u>	<u>297,620</u>	<u>296,945</u>	<u>(675)</u>
EXPENDITURES:				
<i>Current</i>				
<i>Public works and engineering</i>	297,347	248,565	229,838	18,727
<i>Capital outlay</i>	<u>-</u>	<u>50,000</u>	<u>49,689</u>	<u>311</u>
<i>Total expenditures</i>	<u>297,347</u>	<u>298,565</u>	<u>279,527</u>	<u>19,038</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>273</u>	<u>(945)</u>	<u>17,418</u>	<u>18,363</u>
OTHER FINANCING SOURCES/(USES):				
<i>Operation transfers out</i>	<u>(273)</u>	<u>(273)</u>	<u>(273)</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>(273)</u>	<u>(273)</u>	<u>(273)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>(1,218)</u>	17,145	\$ <u>18,363</u>
FUND BALANCE - Beginning			<u>75,477</u>	
FUND BALANCE - Ending			\$ <u>92,622</u>	

CITY OF POCATELLO

**EMERGENCY REPAIR SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original</u>	<u>Budgeted Amounts Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:	\$ -	\$ -	\$ 20	\$ 20
EXPENDITURES:				
<i>Current</i>				
General government	100,000	130,000	26,130	103,870
Capital outlay	-	-	38,232	(38,232)
Total expenditures	<u>100,000</u>	<u>130,000</u>	<u>64,362</u>	<u>65,638</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(100,000)</u>	<u>(130,000)</u>	<u>(64,342)</u>	<u>65,658</u>
OTHER FINANCING SOURCES/(USES):				
Operation transfers in	100,000	100,000	100,000	-
Total other financing sources/(uses)	<u>100,000</u>	<u>100,000</u>	<u>100,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	\$ <u>(30,000)</u>	35,658	\$ <u>65,658</u>
FUND BALANCE - Beginning			<u>5,699</u>	
FUND BALANCE - Ending			\$ <u>41,357</u>	

CITY OF POCATELLO

**CAPITAL ACQUISITION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:	\$ -	\$ -	\$ -
EXPENDITURES:			
<i>Capital outlay</i>	<u>-</u>	<u>-</u>	<u>-</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>-</u>	<u>-</u>	<u>-</u>
OTHER FINANCING SOURCES/(USES):			
<i>Operation transfers in</i>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u><u>15,000</u></u>	15,000	\$ <u><u>-</u></u>
FUND BALANCE - Beginning		<u>27,363</u>	
FUND BALANCE - Ending		\$ <u><u>42,363</u></u>	

Grant Funded Nonmajor Special Revenue

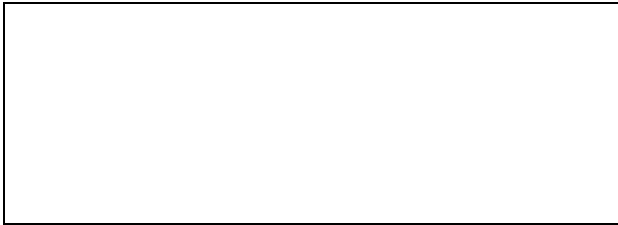
Public Transportation Fund	The activities of the city's urban and rural transit bus system is accounted for in this fund. Primary funding for the urban activities are operating grants from the Federal Department of Transportation. The State Department of Transportation provides funding for the rural system.
CDBG Entitlement Fund	Monies received from the Federal Department of Housing and Urban Development under their Community Development Block Grant program are accounted for in this fund. Some program revenue from the repayment of urban renewal loans are also deposited here. These funds are spent under the guidelines of the City's annual program as approved by the City Council.
Police Grant Fund	This fund records the cost of various grant funded police activities. Funding is provided by Federal Department of Justice grants and State grants.
Foreclosure Stabilization Fund	This fund accounts for monies received from the Federal Department of Housing and Urban Development awarded through the American Recovery and Reinvestment Act to assist in stabilizing the housing market as a result of foreclosures on residential property.
Energy Block Fund	This fund records the cost of various energy efficiency conversion activities. Funding is provided through the American Recovery and Reinvestment Act.

CITY OF POCA TELLO

**NONMAJOR GRANT FUNDED SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET**

AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009

	Public Trans- portation Fund	CDBG Entitlement Funds	Police Grant Fund
ASSETS:			
Cash	\$ 94,790	\$ -	\$ 38,316
Receivables:			
Grants	222,970	95,474	3,813
Notes	-	1,102,969	-
Accounts receivable	73,252	10	-
Employee receivable	190	-	-
Interest receivable	-	1,027	-
Total receivables	296,412	1,199,480	3,813
Total assets	\$ 391,202	\$ 1,199,480	\$ 42,129
LIABILITIES:			
Accounts payable	\$ 53,510	\$ 223	\$ 3,865
Deposits payable	-	-	12,027
Payroll taxes and benefits payable	87,666	7,074	435
Deferred revenue	214,592	1,095,150	-
Due to other funds	-	48,340	-
Total liabilities	355,768	1,150,787	16,327
FUND BALANCE			
Unreserved and undesignated fund balance	35,434	48,693	25,802
Total fund balance	35,434	48,693	25,802
Total liabilities and fund balance	\$ 391,202	\$ 1,199,480	\$ 42,129



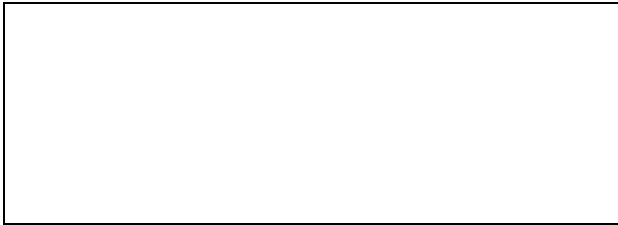
Foreclosure Stabilization Fund	Energy Block Fund	2010 Totals	2009 Totals
\$ -	\$ -	\$ 133,106	\$ 164,896
149,733	315,586	787,576	695,097
-	-	1,102,969	923,379
-	-	73,262	122,418
-	-	190	502
-	-	1,027	531
<u>149,733</u>	<u>315,586</u>	<u>1,965,024</u>	<u>1,741,927</u>
<u>\$ 149,733</u>	<u>\$ 315,586</u>	<u>\$ 2,098,130</u>	<u>\$ 1,906,823</u>
\$ 29,212	\$ 309,302	\$ 396,112	\$ 31,795
-	-	12,027	-
3,139	627	98,941	90,692
-	309,928	1,619,670	1,553,095
<u>187,397</u>	<u>5,779</u>	<u>241,516</u>	<u>461,318</u>
<u>219,748</u>	<u>625,636</u>	<u>2,368,266</u>	<u>2,136,900</u>
<u>(70,015)</u>	<u>(310,050)</u>	<u>(270,136)</u>	<u>(230,077)</u>
<u>(70,015)</u>	<u>(310,050)</u>	<u>(270,136)</u>	<u>(230,077)</u>
<u>\$ 149,733</u>	<u>\$ 315,586</u>	<u>\$ 2,098,130</u>	<u>\$ 1,906,823</u>

CITY OF POCA TELLO

**NONMAJOR GRANT FUNDED SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the year ended September 30, 2009**

	<u>Public Trans- portation Fund</u>	<u>CDBG Entitlement Funds</u>	<u>Police Grant Fund</u>
REVENUES:			
Intergovernmental			
<i>Grants</i>	\$ 3,739,303	\$ 603,639	\$ 301,954
Charges for services			
<i>Program charges</i>	626,563	-	-
Miscellaneous:			
<i>Principal payments received</i>	-	61,420	-
<i>Interest</i>	-	9,166	203
<i>Donations</i>	64,005	-	-
<i>Other miscellaneous</i>	87,226	103	29,088
Total miscellaneous	<u>151,231</u>	<u>70,689</u>	<u>29,291</u>
Total revenue	<u>4,517,097</u>	<u>674,328</u>	<u>331,245</u>
EXPENDITURES:			
Current:			
Transportation	2,648,649	-	-
General government	-	759,738	-
Public safety	-	-	358,197
Total current	<u>2,648,649</u>	<u>759,738</u>	<u>358,197</u>
Capital outlay	<u>2,152,186</u>	-	<u>25,617</u>
Total expenditures	<u>4,800,835</u>	<u>759,738</u>	<u>383,814</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(283,738)</u>	<u>(85,410)</u>	<u>(52,569)</u>
OTHER FINANCING SOURCES/(USES):			
Proceeds from sale of assets	11,628	-	26,442
Transfers in	713,721	5,249	10,092
Transfers out	<u>(5,740)</u>	<u>(197)</u>	-
Total other financing sources/(uses)	<u>719,609</u>	<u>5,052</u>	<u>36,534</u>
NET CHANGE IN FUND BALANCE	435,871	(80,358)	(16,035)
FUND BALANCE - beginning	<u>(400,437)</u>	<u>129,051</u>	<u>41,837</u>
FUND BALANCE - ending	\$ <u>35,434</u>	\$ <u>48,693</u>	\$ <u>25,802</u>



Foreclosure Stabilization Fund	Energy Block Fund	2010 Totals	2009 Totals
\$ 707,207	\$ 125,818	\$ 5,477,921	\$ 2,068,877
-	-	626,563	570,858
-	-	61,420	162,021
-	-	9,369	10,070
-	-	64,005	79,723
-	-	116,417	186,309
-	-	251,211	438,123
<u>707,207</u>	<u>125,818</u>	<u>6,355,695</u>	<u>3,077,858</u>
-	-	2,648,649	2,540,193
776,694	126,566	1,662,998	1,011,367
-	-	358,197	166,271
<u>776,694</u>	<u>126,566</u>	<u>4,669,844</u>	<u>3,717,831</u>
-	<u>309,302</u>	<u>2,487,105</u>	<u>35,752</u>
<u>776,694</u>	<u>435,868</u>	<u>7,156,949</u>	<u>3,753,583</u>
<u>(69,487)</u>	<u>(310,050)</u>	<u>(801,254)</u>	<u>(675,725)</u>
-	-	38,070	2,295
-	-	729,062	561,342
-	-	<u>(5,937)</u>	<u>(5,740)</u>
-	-	<u>761,195</u>	<u>557,897</u>
<u>(69,487)</u>	<u>(310,050)</u>	<u>(40,059)</u>	<u>(117,828)</u>
<u>(528)</u>	-	<u>(230,077)</u>	<u>(112,249)</u>
<u>\$ (70,015)</u>	<u>\$ (310,050)</u>	<u>\$ (270,136)</u>	<u>\$ (230,077)</u>

CITY OF POCATELLO

**PUBLIC TRANSPORTATION GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Intergovernmental</i>			
<i>Grants</i>	\$ 5,842,244	\$ 3,739,303	\$ (2,102,941)
<i>Charges for service</i>	563,624	626,563	62,939
<i>Donations</i>	91,200	64,005	(27,195)
<i>Miscellaneous</i>	104,346	87,226	(17,120)
<i>Total revenues</i>	<u>6,601,414</u>	<u>4,517,097</u>	<u>(2,084,317)</u>
EXPENDITURES:			
<i>Current</i>			
<i>Transportation</i>	2,740,125	2,648,649	91,476
<i>Capital outlay</i>	4,912,319	2,152,186	2,760,133
<i>Total expenditures</i>	<u>7,652,444</u>	<u>4,800,835</u>	<u>2,851,609</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(1,051,030)</u>	<u>(283,738)</u>	<u>767,292</u>
OTHER FINANCING SOURCES/(USES):			
<i>Sale of city property</i>	200,000	11,628	(188,372)
<i>Proceeds from financing</i>	275,000	-	(275,000)
<i>Operating transfers in</i>	581,770	713,721	131,951
<i>Operating transfers out</i>	(5,740)	(5,740)	-
<i>Total other financing sources/(uses)</i>	<u>1,051,030</u>	<u>719,609</u>	<u>(331,421)</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	435,871	\$ <u>435,871</u>
FUND BALANCE - Beginning		<u>(400,437)</u>	
FUND BALANCE - Ending		\$ <u>35,434</u>	

CITY OF POCATELLO

**CDBG ENTITLEMENT GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Intergovernmental</i>			
<i>Grants</i>	\$ 1,025,942	\$ 603,639	\$ (422,303)
<i>Payments received on loans</i>	180,148	61,420	(118,728)
<i>Interest</i>	-	9,166	9,166
<i>Miscellaneous</i>	-	103	103
<i>Total revenues</i>	<u>1,206,090</u>	<u>674,328</u>	<u>(531,762)</u>
EXPENDITURES:			
Current			
<i>General government</i>	<u>1,401,690</u>	<u>759,738</u>	<u>641,952</u>
<i>Total expenditures</i>	<u>1,401,690</u>	<u>759,738</u>	<u>641,952</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(195,600)</u>	<u>(85,410)</u>	<u>110,190</u>
OTHER FINANCING SOURCES/(USES):			
Operating transfers in	195,600	5,249	(190,351)
Operating transfers out	-	(197)	(197)
<i>Total other financing sources/(uses)</i>	<u>195,600</u>	<u>5,052</u>	<u>(190,548)</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	(80,358)	\$ <u>(80,358)</u>
FUND BALANCE - Beginning		<u>129,051</u>	
FUND BALANCE - Ending		\$ <u>48,693</u>	

CITY OF POCATELLO

**POLICE GRANT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Intergovernmental</i>			
<i>Grants</i>	\$ 375,935	\$ 301,954	\$ (73,981)
<i>Interest</i>	-	203	203
<i>Miscellaneous</i>	48,080	29,088	(18,992)
<i>Total revenues</i>	424,015	331,245	(92,770)
EXPENDITURES:			
<i>Current</i>			
<i>Public safety</i>	384,015	358,197	25,818
<i>Capital outlay</i>	40,000	25,617	14,383
<i>Total expenditures</i>	424,015	383,814	40,201
EXCESS REVENUES OR (EXPENDITURES)	-	(52,569)	(52,569)
OTHER FINANCING SOURCES/(USES):			
<i>Proceeds from sale of assets</i>	-	26,442	26,442
<i>Operation transfers in</i>	-	10,092	10,092
<i>Total other financing sources/(uses)</i>	-	36,534	36,534
NET CHANGE IN FUND BALANCE	\$ -	(16,035)	\$ (16,035)
FUND BALANCE - Beginning		41,837	
FUND BALANCE - Ending		\$ 25,802	

CITY OF POCATELLO
FORECLOSURE STABILIZATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL
FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Intergovernmental</i>			
<i>Grants</i>	\$ 546,073	\$ 707,207	\$ 161,134
<i>Total revenues</i>	546,073	707,207	161,134
EXPENDITURES:			
<i>Current</i>			
<i>General government</i>	1,386,073	776,694	609,379
<i>Total expenditures</i>	1,386,073	776,694	609,379
EXCESS REVENUES OR (EXPENDITURES)	(840,000)	(69,487)	770,513
OTHER FINANCING SOURCES/(USES):			
<i>Proceeds from sale of assets</i>	840,000	-	(840,000)
<i>Total other financing sources/(uses)</i>	840,000	-	(840,000)
NET CHANGE IN FUND BALANCE	\$ -	(69,487)	\$ (69,487)
FUND BALANCE - Beginning		(528)	
FUND BALANCE - Ending		\$ (70,015)	

CITY OF POCATELLO

ENERGY BLOCK GRANT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Intergovernmental</i>			
<i>Grants</i>	\$ 533,000	\$ 125,818	\$ (407,182)
<i>Total revenues</i>	<u>533,000</u>	<u>125,818</u>	<u>(407,182)</u>
EXPENDITURES:			
Current			
<i>General government</i>	533,000	126,566	406,434
<i>Capital outlay</i>	-	309,302	(309,302)
<i>Total expenditures</i>	<u>533,000</u>	<u>435,868</u>	<u>97,132</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>-</u>	<u>(310,050)</u>	<u>(310,050)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	<u>(310,050)</u>	<u>\$ (310,050)</u>
FUND BALANCE - Beginning		<u>-</u>	
FUND BALANCE - Ending		<u>\$ (310,050)</u>	

Reserved and Designated Nonmajor Special Revenue

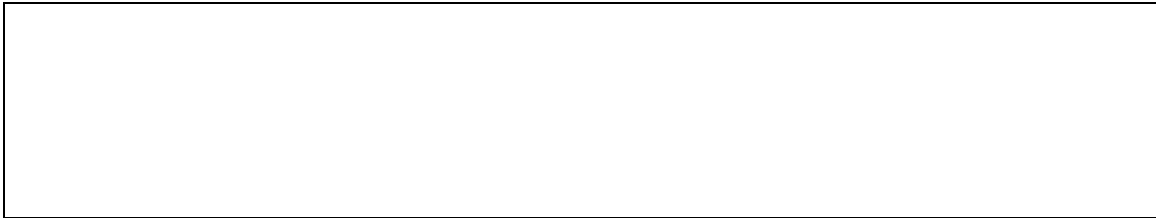
EIDC Revolving Loan Fund	This fund accounts for the activities of the City's commercial small business development loan program. The balances in this fund have been designated by the City Council for future small business loans. The program is managed by the Eastern Idaho Development Commission.
CDR Loan Fund	The City's revolving residential rehabilitation loan program is accounted for in this fund. The balances in the fund have been designated by the City Council for future rehabilitation loans. Revenue is provided by repayment of existing loans.
Zoo Animal Fund	Admission fees to the Zoo and donations to the Zoo are accounted for in this fund. The City Council has reserved the fund balance for zoo improvements.
Chief Theater Fund	Insurance proceeds that were restitution for the destruction of the Chief Theater by fire are accounted for in this fund. The City Council has designated the fund balance for performing arts development in the City.
Sidewalk Loan Fund	This fund accounts for the activity of the City's revolving sidewalk repair and reconstruction loans. Fund revenue is provided by the repayment of loans and the City Council has designated the balance for future loans.
Property Abatement Fund	This fund accounts for the activity related to property code enforcement and is funded with 2% of the building permit fees and code enforcement fines.
Standrod Historical Preservation Fund	The proceeds from the sale of the Standrod Mansion are accounted for in this fund. The Historical Preservation Commission intends to make historical preservation loans from this fund. The City Council has designated this funds balance for historical preservation purposes.
South Bannock Highway Development Fund	Developer contribution for future curb and gutter placement along South Bannock Highway are accounted for in this fund.
Facade Loan Fund	This fund accounts for the activities of the City's facade loan program. Revenue for this fund is provided by the repayment of loans and the City Council has reserved the balance for future loans.
Parks and Recreation Development Fund	Donations received by the City for the construction of parks and recreational facilities are accounted for in this fund.

CITY OF POCA TELLO

NONMAJOR RESERVED AND DESIGNATED SPECIAL REVENUE FUNDS
COMBINING BALANCE SHEET

AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009

	EIDC Revolving Loan Fund	C.D.R. Loan Fund	Zoo Animal Fund	Chief Theater Fund
ASSETS:				
Cash	\$ 138,788	\$ 110,629	\$ 700	\$ 134,987
Receivables:				
<i>Interest</i>	-	128	-	-
<i>Accounts receivable</i>	-	-	129,387	-
<i>Mortgages and loans</i>	<u>477,842</u>	<u>40,886</u>	<u>-</u>	<u>-</u>
<i>Total assets</i>	<u>\$ 616,630</u>	<u>\$ 151,643</u>	<u>\$ 130,087</u>	<u>\$ 134,987</u>
LIABILITIES:				
Deferred revenue	\$ 477,842	\$ 40,886	\$ -	\$ -
Accounts payable	-	-	54,205	-
Payroll payable	-	-	-	-
Due to other funds	-	-	11,112	-
<i>Total liabilities</i>	<u>477,842</u>	<u>40,886</u>	<u>65,317</u>	<u>-</u>
FUND BALANCE:				
Unreserved designated fund balance-Special Revenue	<u>138,788</u>	<u>110,757</u>	<u>64,770</u>	<u>134,987</u>
<i>Total fund balance</i>	<u>138,788</u>	<u>110,757</u>	<u>64,770</u>	<u>134,987</u>
Total liabilities and fund equity	<u>\$ 616,630</u>	<u>\$ 151,643</u>	<u>\$ 130,087</u>	<u>\$ 134,987</u>



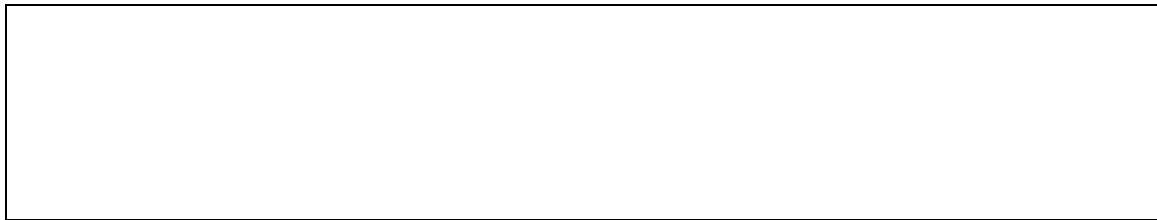
Sidewalk Loan Fund	Property Abatement Fund	Standrod Historical Fund	So. Bannock Highway Development Fund	Facade Loan Fund	Parks & Recreation Development Fund	2010 Totals	2009 Totals
\$ 26,518	\$ 73,485	\$ 200,528	\$ 19,885	\$ 68,861	\$ 2,843	\$ 777,224	\$ 828,666
-	-	17	4	-	-	149	339
-	8,450	-	-	-	-	137,837	8,475
<u>9,956</u>	<u>-</u>	<u>16,582</u>	<u>-</u>	<u>53,712</u>	<u>-</u>	<u>598,978</u>	<u>586,755</u>
<u>\$ 36,474</u>	<u>\$ 81,935</u>	<u>\$ 217,127</u>	<u>\$ 19,889</u>	<u>\$ 122,573</u>	<u>\$ 2,843</u>	<u>\$ 1,514,188</u>	<u>\$ 1,424,235</u>
\$ 9,922	\$ 8,450	\$ 16,076	\$ -	\$ 48,227	\$ -	\$ 601,403	\$ 588,648
-	-	-	-	-	-	54,205	31,823
-	-	-	-	-	-	-	2,316
-	-	-	-	-	-	11,112	-
<u>9,922</u>	<u>8,450</u>	<u>16,076</u>	<u>-</u>	<u>48,227</u>	<u>-</u>	<u>666,720</u>	<u>622,787</u>
<u>26,552</u>	<u>73,485</u>	<u>201,051</u>	<u>19,889</u>	<u>74,346</u>	<u>2,843</u>	<u>847,468</u>	<u>801,448</u>
<u>26,552</u>	<u>73,485</u>	<u>201,051</u>	<u>19,889</u>	<u>74,346</u>	<u>2,843</u>	<u>847,468</u>	<u>801,448</u>
<u>\$ 36,474</u>	<u>\$ 81,935</u>	<u>\$ 217,127</u>	<u>\$ 19,889</u>	<u>\$ 122,573</u>	<u>\$ 2,843</u>	<u>\$ 1,514,188</u>	<u>\$ 1,424,235</u>

CITY OF POCATELLO

**NONMAJOR RESERVED AND DESIGNATED SPECIAL REVENUE FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the year ended September 30, 2009**

	<u>EIDC Revolving Loan Fund</u>	<u>C.D.R. Loan Fund</u>	<u>Zoo Animal Fund</u>	<u>Chief Theater Fund</u>
REVENUES:				
Service charges	\$ -	\$ -	\$ 33,116	\$ -
Intergovernmental				
<i>Grants</i>	-	-	20,000	-
Miscellaneous:				
<i>Rental and leases</i>	-	-	550	-
<i>Principal payments received</i>	172,471	20,646	-	-
<i>Donations</i>	-	143	279,308	-
<i>Interest</i>	30,883	909	-	-
<i>Miscellaneous</i>	-	37,102	76,269	-
<i>Total miscellaneous</i>	<u>203,354</u>	<u>58,800</u>	<u>356,127</u>	<u>-</u>
<i>Total revenues</i>	<u>203,354</u>	<u>58,800</u>	<u>409,243</u>	<u>-</u>
EXPENDITURES:				
Current:				
<i>Economic development</i>	202,068	-	-	-
<i>Recreation</i>	-	-	93,306	-
<i>Community services</i>	-	84,839	-	10,643
<i>Total current</i>	<u>202,068</u>	<u>84,839</u>	<u>93,306</u>	<u>10,643</u>
Capital outlay	-	-	250,171	-
<i>Total expenditures</i>	<u>202,068</u>	<u>84,839</u>	<u>343,477</u>	<u>10,643</u>
EXCESS REVENUES OR (EXPENDITURES)	1,286	(26,039)	65,766	(10,643)
OTHER FINANCING SOURCES/(USES):				
Transfers in	-	197	-	-
Transfers out	-	(3,654)	(185)	-
<i>Total other financing</i>	<u>-</u>	<u>(3,654)</u>	<u>(185)</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>-</u>	<u>(3,457)</u>	<u>(185)</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	1,286	(29,496)	65,581	(10,643)
FUND BALANCE - Beginning	<u>137,502</u>	<u>140,253</u>	<u>(811)</u>	<u>145,630</u>
FUND BALANCE - Ending	<u>\$ 138,788</u>	<u>\$ 110,757</u>	<u>\$ 64,770</u>	<u>\$ 134,987</u>



<u>Sidewalk Loan Fund</u>	<u>Property Abatement Fund</u>	<u>Standrod Historical Fund</u>	<u>So. Bannock Highway Development Fund</u>	<u>Facade Loan Fund</u>	<u>Parks & Recreation Development Fund</u>	<u>2010 Totals</u>	<u>2009 Totals</u>
\$ -	\$ 8,514	\$ -	\$ -	\$ -	\$ -	\$ 41,630	\$ 69,508
-	-	10	-	-	-	20,010	10,000
-	-	-	-	-	-	550	1,191
2,065	-	6,071	-	9,719	-	210,972	71,358
-	20	-	-	-	800	280,271	9,663
73	-	1,759	39	870	-	34,533	23,251
-	-	-	-	-	-	113,371	74,917
<u>2,138</u>	<u>20</u>	<u>7,830</u>	<u>39</u>	<u>10,589</u>	<u>800</u>	<u>639,697</u>	<u>180,380</u>
<u>2,138</u>	<u>8,534</u>	<u>7,840</u>	<u>39</u>	<u>10,589</u>	<u>800</u>	<u>701,337</u>	<u>259,888</u>
-	-	-	-	-	-	202,068	21,980
-	-	-	-	-	1,000	94,306	108,618
<u>266</u>	<u>2,929</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>-</u>	<u>99,700</u>	<u>135,643</u>
<u>266</u>	<u>2,929</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>1,000</u>	<u>396,074</u>	<u>266,241</u>
-	-	-	-	-	-	250,171	71,222
<u>266</u>	<u>2,929</u>	<u>-</u>	<u>-</u>	<u>1,023</u>	<u>1,000</u>	<u>646,245</u>	<u>337,463</u>
1,872	5,605	7,840	39	9,566	(200)	55,092	(77,575)
-	-	-	-	-	-	197	-
<u>(1,595)</u>	<u>(3,835)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,269)</u>	<u>(8,440)</u>
<u>(1,595)</u>	<u>(3,835)</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>(9,072)</u>	<u>(8,440)</u>
277	1,770	7,840	39	9,566	(200)	46,020	(86,015)
<u>26,275</u>	<u>71,715</u>	<u>193,211</u>	<u>19,850</u>	<u>64,780</u>	<u>3,043</u>	<u>801,448</u>	<u>887,463</u>
<u>\$ 26,552</u>	<u>\$ 73,485</u>	<u>\$ 201,051</u>	<u>\$ 19,889</u>	<u>\$ 74,346</u>	<u>\$ 2,843</u>	<u>\$ 847,468</u>	<u>\$ 801,448</u>

CITY OF POCA TELLO

EIDC REVOLVING LOAN SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original</u>	<u>Budgeted Amounts Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:				
Interest	\$ 35,150	\$ 35,150	\$ 30,883	\$ (4,267)
Loan payments received	450,000	450,000	172,471	(277,529)
<i>Total revenues</i>	<u>485,150</u>	<u>485,150</u>	<u>203,354</u>	<u>(281,796)</u>
EXPENDITURES:				
Current				
<i>Economic development</i>	156,266	256,266	202,068	54,198
<i>Total expenditures</i>	<u>156,266</u>	<u>256,266</u>	<u>202,068</u>	<u>54,198</u>
NET CHANGE IN FUND BALANCE	<u>\$ 328,884</u>	<u>\$ 228,884</u>	1,286	<u>\$ (227,598)</u>
FUND BALANCE - Beginning			<u>137,502</u>	
FUND BALANCE - Ending			<u>\$ 138,788</u>	

CITY OF POCATELLO

**CDR LOAN SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
Donations	\$ 500	\$ 143	\$ (357)
Interest	-	909	909
Miscellaneous	<u>238,448</u>	<u>57,748</u>	<u>(180,700)</u>
<i>Total revenues</i>	<u>238,948</u>	<u>58,800</u>	<u>(180,148)</u>
EXPENDITURES:			
Current			
<i>Community service</i>	<u>170,175</u>	<u>84,839</u>	<u>85,336</u>
<i>Total current</i>	<u>170,175</u>	<u>84,839</u>	<u>85,336</u>
Capital outlay	<u>23,000</u>	-	<u>23,000</u>
<i>Total expenditures</i>	<u>193,175</u>	<u>84,839</u>	<u>108,336</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>45,773</u>	<u>(26,039)</u>	<u>(71,812)</u>
OTHER FINANCING SOURCES/(USES):			
Operating transfers in	-	197	197
Operating transfers out	<u>(195,600)</u>	<u>(3,654)</u>	<u>191,946</u>
<i>Total other financing sources/(uses)</i>	<u>(195,600)</u>	<u>(3,457)</u>	<u>192,143</u>
NET CHANGE IN FUND BALANCE	<u>\$ (149,827)</u>	<u>(29,496)</u>	<u>\$ 120,331</u>
FUND BALANCE - Beginning		<u>140,253</u>	
FUND BALANCE - Ending		<u>\$ 110,757</u>	

CITY OF POCATELLO

**ZOO ANIMAL AND EDUCATION SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original	Budgeted Amounts Final	Actual Amounts	Variance With Final Budget
REVENUES:				
<i>Rentals and leases</i>	\$ 1,200	\$ 1,200	\$ 550	\$ (650)
<i>Charges for service</i>	37,850	37,850	33,116	(4,734)
<i>Intergovernmental</i>				
<i>Grants</i>	50,000	50,000	20,000	(30,000)
<i>Donations</i>	504,940	504,940	279,308	(225,632)
<i>Miscellaneous</i>	73,500	73,500	76,269	2,769
<i>Total revenues</i>	<u>667,490</u>	<u>667,490</u>	<u>409,243</u>	<u>(258,247)</u>
EXPENDITURES:				
Current				
<i>Recreation</i>	99,072	100,333	93,306	7,027
<i>Total current</i>	<u>99,072</u>	<u>100,333</u>	<u>93,306</u>	<u>7,027</u>
Capital outlay	580,000	592,000	250,171	341,829
<i>Total expenditures</i>	<u>679,072</u>	<u>692,333</u>	<u>343,477</u>	<u>348,856</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(11,582)</u>	<u>(24,843)</u>	65,766	90,609
OTHER FINANCING SOURCES/(USES):				
Operating transfers out	<u>(185)</u>	<u>(185)</u>	<u>(185)</u>	-
<i>Total other financing sources/(uses)</i>	<u>(185)</u>	<u>(185)</u>	<u>(185)</u>	-
NET CHANGE IN FUND BALANCE	\$ <u>(11,767)</u>	\$ <u>(25,028)</u>	65,581	\$ <u>90,609</u>
FUND BALANCE - Beginning			<u>(811)</u>	
FUND BALANCE - Ending			\$ <u>64,770</u>	

CITY OF POCATELLO

CHIEF THEATRE SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:	\$ -	\$ -	\$ -
EXPENDITURES:			
Current			
<i>Community service</i>	10,643	10,643	-
<i>Total expenditures</i>	<u>10,643</u>	<u>10,643</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>(10,643)</u>	(10,643)	\$ <u>-</u>
FUND BALANCE - Beginning		<u>145,630</u>	
FUND BALANCE - Ending		\$ <u>134,987</u>	

CITY OF POCATELLO

SIDEWALK REVOLVING LOAN SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Loan payments received</i>	\$ 300	\$ 2,065	\$ 1,765
<i>Interest</i>	-	73	73
<i>Total revenues</i>	<u>300</u>	<u>2,138</u>	<u>1,838</u>
EXPENDITURES:			
Current			
<i>Community service</i>	<u>70,748</u>	<u>266</u>	<u>70,482</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(70,448)</u>	<u>1,872</u>	<u>72,320</u>
OTHER FINANCING SOURCES/(USES):			
Transfers out	-	(1,595)	(1,595)
<i>Total other financing sources/(uses)</i>	<u>-</u>	<u>(1,595)</u>	<u>(1,595)</u>
NET CHANGE IN FUND BALANCE	\$ <u>(70,448)</u>	277	\$ <u>70,725</u>
FUND BALANCE - Beginning		<u>26,275</u>	
FUND BALANCE - Ending		\$ <u>26,552</u>	

CITY OF POCA TELLO

PROPERTY ABATEMENT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
<i>Charges for service</i>	\$ -	\$ 8,514	\$ 8,514
<i>Donations</i>	-	20	20
	<u>-</u>	<u>8,534</u>	<u>8,534</u>
EXPENDITURES:			
<i>Public safety</i>	<u>53,719</u>	<u>2,929</u>	<u>50,790</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(53,719)</u>	<u>5,605</u>	<u>59,324</u>
OTHER FINANCING SOURCES/(USES):			
Transfers out	-	(3,835)	(3,835)
<i>Total other financing sources/(uses)</i>	<u>-</u>	<u>(3,835)</u>	<u>(3,835)</u>
NET CHANGE IN FUND BALANCE	<u>\$ (53,719)</u>	1,770	<u>\$ 55,489</u>
FUND BALANCE - Beginning		<u>71,715</u>	
FUND BALANCE - Ending		<u>\$ 73,485</u>	

CITY OF POCA TELLO

STANDROD HISTORICAL SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
Loan payments received	\$ 6,000	\$ 6,071	\$ 71
Grants	400	10	(390)
Interest	3,200	1,759	(1,441)
<i>Total revenues</i>	<u>9,600</u>	<u>7,840</u>	<u>(1,760)</u>
EXPENDITURES:			
Current			
<i>Economic development</i>	<u>197,164</u>	-	<u>197,164</u>
<i>Total expenditures</i>	<u>197,164</u>	-	<u>197,164</u>
NET CHANGE IN FUND BALANCE	<u>\$ (187,564)</u>	7,840	<u>\$ 195,404</u>
FUND BALANCE - Beginning		<u>193,211</u>	
FUND BALANCE - Ending		<u>\$ 201,051</u>	

CITY OF POCATELLO

**SOUTH BANNOCK HIGHWAY DEVELOPMENT SPECIAL REVENUE FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
Interest	\$ <u> 65</u>	\$ <u> 39</u>	\$ <u> (26)</u>
EXPENDITURES:	<u> -</u>	<u> -</u>	<u> -</u>
NET CHANGE IN FUND BALANCE	\$ <u> 65</u>	39	\$ <u> (26)</u>
FUND BALANCE - Beginning		<u>19,850</u>	
FUND BALANCE - Ending		\$ <u>19,889</u>	

CITY OF POCATELLO

FACADE REVOLVING LOAN SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
Loan payments received	\$ 10,329	\$ 9,719	\$ (610)
Interest	-	870	870
<i>Total revenues</i>	<u>10,329</u>	<u>10,589</u>	<u>260</u>
EXPENDITURES:			
<i>Economic development</i>	101,918	1,023	100,895
<i>Total current</i>	<u>101,918</u>	<u>1,023</u>	<u>100,895</u>
NET CHANGE IN FUND BALANCE	<u>\$ (91,589)</u>	9,566	<u>\$ 101,155</u>
FUND BALANCE - Beginning		<u>64,780</u>	
FUND BALANCE - Ending		<u>\$ 74,346</u>	

CITY OF POCATELLO

PARKS & RECREATION DEVELOPMENT SPECIAL REVENUE FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original and Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:			
<i>Donations</i>	\$ _____ -	\$ _____ 800	\$ _____ 800
EXPENDITURES:			
Capital outlay	_____ 3,000	_____ 1,000	_____ 2,000
NET CHANGE IN FUND BALANCE	\$ <u>_____ (3,000)</u>	(200) \$	<u>_____ 2,800</u>
FUND BALANCE - Beginning		_____ 3,043	
FUND BALANCE - Ending		\$ <u>_____ 2,843</u>	

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Nonmajor Debt Service Fund

To account for the accumulation and expenditure of funds specified by City ordinance or Bond Covenant provisions to be used for debt service payments.

CITY OF POCATELLO

**NONMAJOR DEBT SERVICE FUND
BALANCE SHEET**

**AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009**

	2010 Totals	2009 Totals
ASSETS:		
Cash	\$ 606	\$ 1,351
Receivables:		
<i>Property taxes</i>	6,281	5,196
<i>Due from other funds</i>	<u>3,350</u>	<u>-</u>
<i>Total assets</i>	<u><u>\$ 10,237</u></u>	<u><u>\$ 6,547</u></u>
 LIABILITIES:		
Accounts payable	\$ 3,350	\$ -
Deferred property taxes	<u>5,796</u>	<u>4,537</u>
<i>Total liabilities</i>	9,146	4,537
 FUND EQUITY:		
Reserved for debt service	<u>1,091</u>	<u>2,010</u>
<i>Total reserves</i>	<u>1,091</u>	<u>2,010</u>
 <i>Total liabilities and reserves</i>	<u><u>\$ 10,237</u></u>	<u><u>\$ 6,547</u></u>

CITY OF POCA TELLO

**NONMAJOR DEBT SERVICE FUND
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the year ended September 30, 2009**

	2010 Totals	2009 Totals
REVENUES:		
Property taxes	\$ 107,016	\$ 104,530
Interest	2	6
<i>Total revenues</i>	<u>107,018</u>	<u>104,536</u>
EXPENDITURES:		
Current:		
<i>General government</i>	798	798
Debt Service:		
<i>Principal</i>	685,000	660,000
<i>Interest</i>	74,010	101,595
<i>Trustee fees</i>	3,310	7,266
<i>Total debt service</i>	<u>762,320</u>	<u>768,861</u>
<i>Total expenditures</i>	<u>763,118</u>	<u>769,659</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(656,100)</u>	<u>(665,123)</u>
OTHER FINANCING SOURCES/(USES):		
Transfers in	655,181	660,779
Transfers out		(8,000)
<i>Total other financing sources/(uses)</i>	<u>655,181</u>	<u>652,779</u>
NET CHANGE IN FUND BALANCE	(919)	(12,344)
FUND BALANCE - RESERVED FOR DEBT SERVICE - Beginning	<u>2,010</u>	<u>14,354</u>
FUND BALANCE - RESERVED FOR DEBT SERVICE - Ending	<u>\$ 1,091</u>	<u>\$ 2,010</u>

CITY OF POCA TELLO

SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL - GAAP BASIS
 DEBT SERVICE FUND

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
Property taxes	\$ 105,195	\$ 107,016	\$ 1,821
Interest	-	2	2
<i>Total revenues</i>	<u>105,195</u>	<u>107,018</u>	<u>1,823</u>
EXPENDITURES:			
Current			
<i>Interfund charges</i>	798	798	-
<i>Total current</i>	<u>798</u>	<u>798</u>	<u>-</u>
Debt Service			
<i>Principal</i>	685,000	685,000	-
<i>Interest</i>	74,010	74,010	-
<i>Trustee fees</i>	3,580	3,310	270
<i>Total debt service</i>	<u>762,590</u>	<u>762,320</u>	<u>270</u>
<i>Total expenditures</i>	<u>763,388</u>	<u>763,118</u>	<u>270</u>
EXCESS REVENUES OR (EXPENDITURES)	<u>(658,193)</u>	<u>(656,100)</u>	<u>2,093</u>
OTHER FINANCING SOURCES/(USES):			
Transfers in	658,193	655,181	(3,012)
<i>Total other financing sources/(uses)</i>	<u>658,193</u>	<u>655,181</u>	<u>(3,012)</u>
NET CHANGE IN FUND BALANCE	<u>\$ -</u>	(919)	<u>\$ (919)</u>
FUND BALANCE - Beginning		<u>2,010</u>	
FUND BALANCE - Ending		<u>\$ 1,091</u>	

NONMAJOR CAPITAL IMPROVEMENT FUNDS

To account for accumulation and expenditure of funds specified by City ordinance or Federal or State law to be used for various capital expenditures.

Financing is primarily provided through various State and Federal grants. Use of these funds is restricted and must be accounted for in a separate fund.

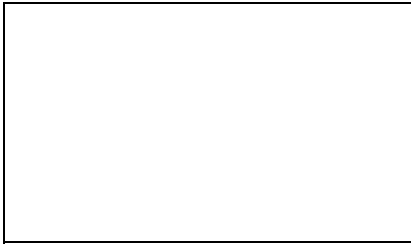
Street Federal Projects Fund	The construction costs of various street projects are accounted for in this fund. Funding is generally provided by State and Federal grants.
Street Improvement Fund	The construction costs of various street projects are accounted for in this fund. Funding is generally provided by transfers from the Street Fund.
Airport Improvement Fund	The costs of various airport improvement projects are accounted for in this fund. Funding is provided by Federal grants.

CITY OF POCATELLO

**NONMAJOR CAPITAL IMPROVEMENT FUNDS
COMBINING BALANCE SHEET**

**AS OF SEPTEMBER 30, 2010
With comparative total as of September 30, 2009**

	Street Federal Projects Fund	Street Improvement Fund	Airport Improvement Fund
ASSETS:			
Cash	\$ 167,777	\$ 272,720	\$ -
Accounts receivable	3,443	-	15,026
Grants receivable	-	-	482,417
<i>Total assets</i>	\$ 171,220	\$ 272,720	\$ 497,443
LIABILITIES:			
Accounts payable	\$ 9,237	\$ -	\$ 18,994
Deferred revenue	-	-	482,417
Due to other funds	-	251,605	294,887
<i>Total liabilities</i>	9,237	251,605	796,298
FUND EQUITY			
Unreserved undesignated fund balance	161,983	21,115	(298,855)
<i>Fund balance</i>	161,983	21,115	(298,855)
Total liabilities and fund balance	\$ 171,220	\$ 272,720	\$ 497,443



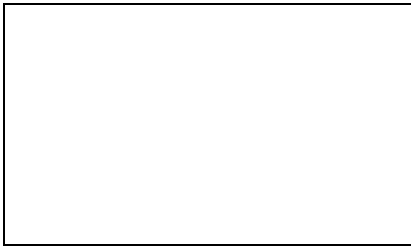
<u>2010</u>		<u>2009</u>	
<u>Totals</u>		<u>Totals</u>	
\$ 440,497		\$ 197,728	
18,469		140,315	
<u>482,417</u>		<u>498,966</u>	
<u>\$ 941,383</u>		<u>\$ 837,009</u>	
\$ 28,231		\$ 187,770	
482,417		126,137	
<u>546,492</u>		<u>548,164</u>	
<u>1,057,140</u>		<u>862,071</u>	
<u>(115,757)</u>		<u>(25,062)</u>	
<u>(115,757)</u>		<u>(25,062)</u>	
<u>\$ 941,383</u>		<u>\$ 837,009</u>	

CITY OF POCATELLO

**NONMAJOR CAPITAL IMPROVEMENT FUNDS
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the year ended September 30, 2009**

	<u>Street Federal Projects Fund</u>	<u>Street Improvement Fund</u>	<u>Airport Improvement Fund</u>
REVENUES:			
Charges for services			
<i>Passenger facility charges</i>	\$ -	\$ -	\$ 75,522
Intergovernmental			
<i>Grants</i>	13,520	-	2,787,913
Miscellaneous			
<i>Refunds and reimbursements</i>	429,351	-	-
<i>Total miscellaneous</i>	<u>429,351</u>	<u>-</u>	<u>-</u>
<i>Total revenues</i>	<u>442,871</u>	<u>-</u>	<u>2,863,435</u>
EXPENDITURES:			
Current:			
<i>Airport</i>	-	-	25,693
<i>Streets and highways</i>	583	577	-
<i>Total current</i>	<u>583</u>	<u>577</u>	<u>25,693</u>
Capital outlay	154,869	58,797	3,307,386
<i>Total expenditures</i>	<u>155,452</u>	<u>59,374</u>	<u>3,333,079</u>
EXCESS REVENUES OR (EXPENDITURES)	287,419	(59,374)	(469,644)
OTHER FINANCING SOURCES/(USES):			
Transfers in	5,804	151,600	-
Transfers out	-	-	(6,500)
<i>Total other financing sources/(uses)</i>	<u>5,804</u>	<u>151,600</u>	<u>(6,500)</u>
NET CHANGE IN FUND BALANCE	293,223	92,226	(476,144)
FUND BALANCE - Beginning	<u>(131,240)</u>	<u>(71,111)</u>	<u>177,289</u>
FUND BALANCE - Ending	<u>\$ 161,983</u>	<u>\$ 21,115</u>	<u>\$ (298,855)</u>



<u>2010</u> <u>Totals</u>	<u>2009</u> <u>Totals</u>
\$ 75,522	\$ 89,748
2,801,433	848,306
429,351	491,019
<u>429,351</u>	<u>491,019</u>
<u>3,306,306</u>	<u>1,429,073</u>
25,693	-
1,160	5,266
<u>26,853</u>	<u>5,266</u>
<u>3,521,052</u>	<u>1,593,297</u>
<u>3,547,905</u>	<u>1,598,563</u>
(241,599)	(169,490)
157,404	66,466
<u>(6,500)</u>	<u>-</u>
<u>150,904</u>	<u>66,466</u>
(90,695)	(103,024)
<u>(25,062)</u>	<u>77,962</u>
<u>\$ (115,757)</u>	<u>\$ (25,062)</u>

CITY OF POCA TELLO

**STREET FEDERAL PROJECTS CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original and Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES:			
Grants	\$ -	\$ 13,520	\$ 13,520
Miscellaneous			
<i>Refunds and reimbursements</i>	<u>1,557,678</u>	<u>429,351</u>	<u>(1,128,327)</u>
<i>Total revenues</i>	<u>1,557,678</u>	<u>442,871</u>	<u>(1,114,807)</u>
EXPENDITURES:			
Current			
<i>Streets and highways</i>	<u>266</u>	<u>583</u>	<u>(317)</u>
<i>Total current</i>	<u>266</u>	<u>583</u>	<u>(317)</u>
Capital outlay	<u>1,563,216</u>	<u>154,869</u>	<u>1,408,347</u>
<i>Total expenditures</i>	<u>1,563,482</u>	<u>155,452</u>	<u>1,408,030</u>
EXCESS REVENUES OR (EXPENDITURES)	(5,804)	287,419	293,223
OTHER FINANCING SOURCES/(USES)			
Operating transfers in	<u>5,804</u>	<u>5,804</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>5,804</u>	<u>5,804</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>-</u>	293,223	\$ <u>293,223</u>
FUND BALANCE - Beginning		<u>(131,240)</u>	
FUND BALANCE - Ending		\$ <u>161,983</u>	

CITY OF POCA TELLO

**STREET IMPROVEMENT CAPITAL IMPROVEMENT FUND
SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Budgeted Amounts Original and Final</u>	<u>Actual Amounts</u>	<u>Variance With Final Budget</u>
REVENUES	\$ <u>662,000</u>	\$ <u>-</u>	\$ <u>(662,000)</u>
EXPENDITURES:			
Current:			
Streets and highways	190,000	577	189,423
Capital outlay	<u>750,000</u>	<u>58,797</u>	<u>691,203</u>
<i>Total expenditures</i>	<u>940,000</u>	<u>59,374</u>	<u>880,626</u>
EXCESS REVENUES OR (EXPENDITURES)	(278,000)	(59,374)	218,626
OTHER FINANCING SOURCES/(USES)			
Transfers in	<u>151,600</u>	<u>151,600</u>	<u>-</u>
<i>Total other financing sources/(uses)</i>	<u>151,600</u>	<u>151,600</u>	<u>-</u>
OTHER FINANCING SOURCES/(USES)	<u>151,600</u>	<u>151,600</u>	<u>-</u>
NET CHANGE IN FUND BALANCE	\$ <u>(126,400)</u>	92,226	\$ <u>218,626</u>
FUND BALANCE - Beginning		<u>(71,111)</u>	
FUND BALANCE - Ending		\$ <u>21,115</u>	

CITY OF POCA TELLO

AIRPORT IMPROVEMENT CAPITAL IMPROVEMENT FUND
 SCHEDULE OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCE
 BUDGET AND ACTUAL

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Budgeted Amounts Original and Final	Actual Amounts	Variance With Final Budget
REVENUES:			
Service charges	\$ 225,000	\$ 75,522	\$ (149,478)
Intergovernmental <i>Grants</i>	<u>4,500,000</u>	<u>2,787,913</u>	<u>(1,712,087)</u>
<i>Total revenues</i>	<u>4,725,000</u>	<u>2,863,435</u>	<u>(1,861,565)</u>
EXPENDITURES:			
Current:			
<i>Airport</i>	<u>300,000</u>	<u>25,693</u>	<u>274,307</u>
<i>Total current</i>	<u>300,000</u>	<u>25,693</u>	<u>274,307</u>
Capital outlay	<u>4,425,000</u>	<u>3,307,386</u>	<u>1,117,614</u>
<i>Total expenditures</i>	<u>4,725,000</u>	<u>3,333,079</u>	<u>1,391,921</u>
EXCESS REVENUES OR (EXPENDITURES)	-	(469,644)	(469,644)
OTHER FINANCING SOURCES/(USES)			
Transfers out	-	<u>(6,500)</u>	<u>(6,500)</u>
<i>Total other financing sources/(uses)</i>	-	<u>(6,500)</u>	<u>(6,500)</u>
NET CHANGE IN FUND BALANCE	\$ -	(476,144)	\$ (476,144)
FUND BALANCE - Beginning		<u>177,289</u>	
FUND BALANCE - Ending		<u>\$ (298,855)</u>	

Proprietary Funds

Enterprise Funds

Schedule of Revenue, Expenses and Changes in Net Assets
Budget to Actual

Internal Service Funds

Combining Statement of Net Assets
Combining Statement of Activities
Schedules of Revenues and Expenses
Budget to Actual

Fiduciary Funds

Pension Trust Fund

Schedule of Revenue, Expenses and Changes in Net Assets
Budget to Actual

Private Purpose Trust Fund

Schedule of Revenue, Expenses and Changes in Net Assets
Budget to Actual

Agency Fund

Statement of Changes in Assets and Liabilities

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CITY OF POCA TELLO

**PROPRIETARY FUNDS - SANITATION FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Utility Bill Revenue	\$ 6,168,860	\$ 6,168,860	\$ 6,250,886	\$ 82,026
Rentals and collections	258,250	258,250	243,531	(14,719)
Miscellaneous	5,000	5,000	12,724	7,724
<i>Total operating revenues</i>	<u>6,432,110</u>	<u>6,432,110</u>	<u>6,507,141</u>	<u>75,031</u>
OPERATING EXPENSES:				
Personnel services	1,840,467	1,840,467	1,771,023	69,444
Personnel benefits	904,224	904,224	806,011	98,213
Supplies	640,600	640,600	328,131	312,469
Purchased professional services	50,325	50,325	54,505	(4,180)
Purchased property repairs	160,100	158,100	116,264	41,836
Utilities	1,400,000	1,400,000	1,189,760	210,240
Other purchased services	34,081	36,081	20,710	15,371
Interfund charges	922,877	973,778	904,274	69,504
<i>Total operating expenses</i>	<u>5,952,674</u>	<u>6,003,575</u>	<u>5,190,678</u>	<u>812,897</u>
OPERATING INCOME	479,436	428,535	1,316,463	887,928
NONOPERATING REVENUES OR (EXPENSES):				
Proceeds from the sale of assets	-	-	54,356	54,356
Investment earnings	80,083	80,083	91,249	11,166
Capital outlay	(721,340)	(721,340)	(605,424)	115,916
<i>Total nonoperating revenues or (expenses)</i>	<u>(641,257)</u>	<u>(641,257)</u>	<u>(459,819)</u>	<u>181,438</u>
NET INCOME/(LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(161,821)	(212,722)	856,644	1,069,366
Transfers out	(529,305)	(529,305)	(529,305)	-
CHANGE IN NET ASSETS	\$ <u>(691,126)</u>	\$ <u>(742,027)</u>	327,339	\$ <u>1,069,366</u>
TOTAL NET ASSETS - beginning			6,731,897	
Partial GAAP accrual adjustments				
<i>Depreciation</i>			(572,632)	
<i>Market gain (loss) on investments</i>			25,985	
<i>Capital purchases</i>			605,424	
TOTAL NET ASSETS - ending			\$ <u>7,118,013</u>	

CITY OF POCA TELLO

**PROPRIETARY FUND- WATER FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Service charges	\$ 9,459,110	\$ 9,459,110	\$ 9,068,767	\$ (390,343)
Rentals and collections	900	900	1,400	500
Grants	276,575	276,575	686,541	409,966
Interest	53,000	53,000	24,231	(28,769)
Miscellaneous	43,000	43,000	73,314	30,314
<i>Total operating revenues</i>	<u>9,832,585</u>	<u>9,832,585</u>	<u>9,854,253</u>	<u>21,668</u>
OPERATING EXPENSES:				
Personnel services	2,261,232	2,261,232	1,849,033	412,199
Personnel benefits	934,280	934,280	729,634	204,646
Supplies	830,250	830,250	641,913	188,337
Purchased professional services	683,299	683,299	659,102	24,197
Purchased property repairs	544,800	544,800	239,120	305,680
Utilities	683,800	683,800	705,745	(21,945)
Other property services	3,000	3,000	2,525	475
Other purchased services	42,680	42,680	46,172	(3,492)
Interfund charges	1,259,929	1,318,759	1,300,749	18,010
<i>Total operating expenses</i>	<u>7,243,270</u>	<u>7,302,100</u>	<u>6,173,993</u>	<u>1,128,107</u>
OPERATING INCOME	2,589,315	2,530,485	3,680,260	1,149,775
NONOPERATING REVENUES OR (EXPENSES):				
Proceeds from sale of city property	500	500	-	(500)
Debt Service				
<i>Principal</i>	(335,000)	(335,000)	(335,000)	-
<i>Interest</i>	(390,138)	(390,138)	(379,463)	10,675
Capital outlay	(7,351,945)	(7,351,945)	(4,041,025)	3,310,920
<i>Total nonoperating revenues or (expenses)</i>	<u>(8,076,583)</u>	<u>(8,076,583)</u>	<u>(4,755,488)</u>	<u>3,321,095</u>
NET INCOME/(LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	(5,487,268)	(5,546,098)	(1,075,228)	4,470,870
Operating transfers in	731,200	731,200	721,199	(10,001)
Operating transfers out	(2,341,620)	(2,341,620)	(2,331,620)	10,000
CHANGE IN NET ASSETS	\$ <u>(7,097,688)</u>	\$ <u>(7,156,518)</u>	(2,685,649)	\$ <u>4,470,869</u>
TOTAL NET ASSETS - beginning			32,302,302	
Partial GAAP accrual adjustments				
<i>Gain (loss) on disposal of assets</i>			(18,996)	
<i>Principal paid on debt</i>			335,000	
<i>Developer contributions</i>			1,345,424	
<i>Water right cost capitalized</i>			202,040	
<i>Capital acquisitions</i>			3,838,985	
<i>Depreciation</i>			<u>(677,836)</u>	
TOTAL NET ASSETS - ending			\$ <u>34,641,270</u>	

CITY OF POCA TELLO

**PROPRIETARY FUND - ENVIRONMENTAL POLLUTION CONTROL FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Service charges	\$ 8,036,511	\$ 8,036,511	\$ 7,720,846	\$ (315,665)
Rental and leases	120,356	120,356	108,937	(11,419)
Interest	164,996	164,996	95,524	(69,472)
Miscellaneous	72,395	72,395	468,661	396,266
<i>Total operating revenues</i>	<u>8,394,258</u>	<u>8,394,258</u>	<u>8,393,968</u>	<u>(290)</u>
OPERATING EXPENSES:				
Personnel services	1,233,729	1,233,729	1,228,821	4,908
Personnel benefits	481,380	481,380	462,913	18,467
Supplies	584,595	584,595	662,083	(77,488)
Purchased professional services	1,006,291	1,006,291	324,231	682,060
Purchased property repairs	334,761	334,761	385,396	(50,635)
Utilities	444,484	444,484	510,067	(65,583)
Other purchased services	34,751	34,751	89,606	(54,855)
Interfund charges	1,033,286	1,061,958	1,071,681	(9,723)
<i>Total operating expenses</i>	<u>5,153,277</u>	<u>5,181,949</u>	<u>4,734,798</u>	<u>447,151</u>
OPERATING INCOME	3,240,981	3,212,309	3,659,170	446,861
NONOPERATING REVENUES OR (EXPENSES):				
Capital outlay	(960,000)	(960,000)	(1,532,465)	(572,465)
Debt service				
<i>Principal</i>	(1,143,570)	(1,143,570)	(1,143,568)	2
<i>Interest</i>	(750,127)	(750,127)	(729,768)	20,359
<i>Total nonoperating revenues or (expenses)</i>	<u>(2,853,697)</u>	<u>(2,853,697)</u>	<u>(3,405,801)</u>	<u>(552,104)</u>
NET INCOME/(LOSS) BEFORE CONTRIBUTIONS AND TRANSFERS	387,284	358,612	253,369	(105,243)
Transfers in	1,894,761	1,894,761	1,893,617	(1,144)
Transfers out	<u>(3,185,501)</u>	<u>(3,185,501)</u>	<u>(3,184,357)</u>	<u>1,144</u>
CHANGE IN NET ASSETS	<u>\$ (903,456)</u>	<u>\$ (932,128)</u>	<u>(1,037,371)</u>	<u>\$ (105,243)</u>
TOTAL NET ASSETS - beginning			25,878,643	
Partial GAAP accrual adjustments				
<i>Capital acquisitions developer contribution</i>			(329,965)	
<i>Capital acquisitions</i>			1,532,465	
<i>Principal paid on debt</i>			1,143,568	
<i>Gain on disposal of asset</i>			626	
<i>Market gain (loss) on investments</i>			11,267	
<i>Developer contribution</i>			329,965	
<i>Depreciation expense</i>			<u>(1,459,131)</u>	
TOTAL NET ASSETS - ending			<u>\$ 26,070,067</u>	

CITY OF POCA TELLO

**PROPRIETARY FUND - AMBULANCE DISTRICT FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original and Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:			
Service charges	\$ 2,172,231	\$ 2,100,014	\$ (72,217)
<i>Total operating revenues</i>	<u>2,172,231</u>	<u>2,100,014</u>	<u>(72,217)</u>
OPERATING EXPENSES:			
Personnel services	1,152,163	1,206,964	(54,801)
Personnel benefits	565,226	593,886	(28,660)
Supplies	155,060	70,288	84,772
Purchased professional services	121,020	94,714	26,306
Purchased property repairs	52,100	26,835	25,265
Other purchased services	45,550	26,067	19,483
Interfund charges	59,230	57,464	1,766
<i>Total operating expenses</i>	<u>2,150,349</u>	<u>2,076,218</u>	<u>74,131</u>
OPERATING INCOME	21,882	23,796	1,914
NONOPERATING REVENUES OR (EXPENSES):			
Capital outlay	(23,996)	-	23,996
<i>Total nonoperating revenues or (expenses)</i>	<u>(23,996)</u>	<u>-</u>	<u>23,996</u>
NET INCOME/(LOSS) BEFORE OTHER FINANCING SOURCES	<u>(2,114)</u>	23,796	25,910
Transfers in	9,995	9,995	-
Transfers out	(7,881)	(7,880)	1
CHANGE IN NET ASSETS	<u>\$ -</u>	25,911	<u>\$ 25,911</u>
TOTAL NET ASSETS - beginning		(147,859)	
Partial GAAP accrual adjustments			
<i>Depreciation expense</i>		(9,483)	
<i>Capital purchases</i>		-	
TOTAL NET ASSETS - ending		<u>\$ (131,431)</u>	

INTERNAL SERVICE FUNDS

To account for those funds where the primary revenue source consists of charges to other funds for services rendered.

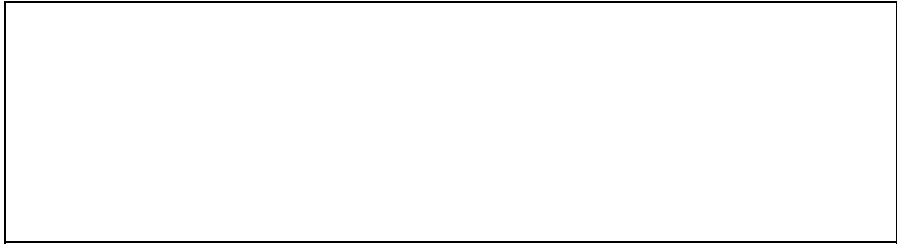
Computer Center	All funds and departments within the city pay an annual fee to the computer center for centralized computer facilities, hardware and software applications.
Utility Billing Fund	This fund provides billing and collections for the various utility funds of the city. Each utility pays one third of the cost of these operations.
Medical Insurance Fund	The primary revenue source for this fund is the refund of insurance premiums. Accumulated refunds are distributed to the other city funds to offset the cost of unplanned premium increases.
Public Works Fund	The costs of operation of the Public Works Department are kept here. These costs are recovered by direct charges to the public works departments.
Retirement Payout Fund	Each fund transfers a portion of their payroll cost per year to this fund. When an employee retires monies are transferred from this fund to offset the cost of the retirement payoff of sick leave and vacation.
Fuel Fund	This fund provides billing and collections from the various departments of the city for their actual fuel expenditures as a result of operations.
Liability Insurance Fund	Each fund contributes to this fund based on their risk exposure and past usage. These proceeds are used to purchase liability insurance and pay for liability claims.

CITY OF POCA TELLO

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

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total as of September 30, 2009**

	Computer Center Fund	Utility Billing Fund	Medical Insurance Fund	Public Works Fund
ASSETS:				
Current assets:				
Cash	\$ 357,021	\$ 655,464	\$ 202,029	\$ 142,891
Accounts receivable	-	203	-	-
Interest receivable	-	-	2,526	-
Employee receivable	265	-	-	-
Due from other funds	-	-	-	-
Prepaid expenses	28,497	15,135	-	-
<i>Total current assets</i>	<u>385,783</u>	<u>670,802</u>	<u>204,555</u>	<u>142,891</u>
Noncurrent assets				
<i>Investments</i>	-	-	1,010,120	-
<i>Total noncurrent assets</i>	<u>-</u>	<u>-</u>	<u>1,010,120</u>	<u>-</u>
Capital assets (net of accumulated depreciation)	131,716	109,150	-	1,976
<i>Total noncurrent assets</i>	<u>131,716</u>	<u>109,150</u>	<u>1,010,120</u>	<u>1,976</u>
<i>Total assets</i>	<u>517,499</u>	<u>779,952</u>	<u>1,214,675</u>	<u>144,867</u>
LIABILITIES:				
Current liabilities:				
Accounts payable	27,008	515	73,595	135
Claims and judgements	-	-	-	-
Utility deposits payable	-	278,650	-	-
Customer overpayments	-	65,446	-	-
Payroll and benefits payable	26,813	32,235	7,470	7,907
Compensated absences and benefits	26,186	27,534	-	8,752
<i>Total current liabilities</i>	<u>80,007</u>	<u>404,380</u>	<u>81,065</u>	<u>16,794</u>
Noncurrent liabilities				
Compensated absences and benefits	61,717	43,669	-	13,220
<i>Total noncurrent liabilities</i>	<u>61,717</u>	<u>43,669</u>	<u>-</u>	<u>13,220</u>
NET ASSETS:				
Invested in capital assets net of related debt	131,716	109,150	-	1,976
Restricted assets	-	-	471,002	-
Unrestricted	244,059	222,753	662,608	112,877
<i>Total net assets</i>	<u>\$ 375,775</u>	<u>\$ 331,903</u>	<u>\$ 1,133,610</u>	<u>\$ 114,853</u>



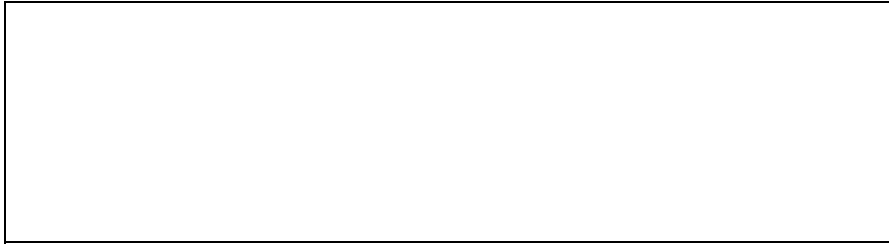
Retirement Payout Fund	Fuel Fund	Liability Insurance Fund	2010 Totals	2009 Totals
\$ 346,448	\$ 54,409	\$ 977,198	\$ 2,735,460	\$ 2,783,011
-	-	2,184	2,387	2,184
-	-	-	2,526	1,111
-	-	-	265	742
-	-	-	-	22,095
-	-	-	43,632	43,226
<u>346,448</u>	<u>54,409</u>	<u>979,382</u>	<u>2,784,270</u>	<u>2,852,369</u>
-	-	-	1,010,120	959,239
-	-	-	1,010,120	959,239
-	-	-	242,842	297,948
-	-	-	1,252,962	1,257,187
<u>346,448</u>	<u>54,409</u>	<u>979,382</u>	<u>4,037,232</u>	<u>4,109,556</u>
-	24,406	-	125,659	81,650
-	-	11,800	11,800	15,613
-	-	-	278,650	286,620
-	-	-	65,446	74,503
-	-	7,046	81,471	63,732
-	-	6,079	68,551	71,300
-	<u>24,406</u>	<u>24,925</u>	<u>631,577</u>	<u>593,418</u>
-	-	6,370	124,976	138,079
-	-	<u>6,370</u>	<u>124,976</u>	<u>138,079</u>
-	-	-	242,842	297,948
-	-	-	471,002	399,191
<u>346,448</u>	<u>30,003</u>	<u>948,087</u>	<u>2,566,835</u>	<u>2,680,920</u>
<u>\$ 346,448</u>	<u>\$ 30,003</u>	<u>\$ 948,087</u>	<u>\$ 3,280,679</u>	<u>\$ 3,378,059</u>

CITY OF POCA TELLO

**COMBINING STATEMENT OF REVENUE, EXPENSE AND CHANGES IN NET ASSETS
INTERNAL SERVICE FUNDS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total for the year ended September 30, 2009**

	Computer Center Fund	Utility Billing Fund	Medical Insurance Fund	Public Works Fund
OPERATING REVENUES:				
Service charges:				
<i>Other service charges</i>	\$ -	\$ 211,853	\$ -	\$ -
<i>Interfund revenue</i>	862,490	905,400	576,846	220,667
<i>Total service charges</i>	<u>862,490</u>	<u>1,117,253</u>	<u>576,846</u>	<u>220,667</u>
Miscellaneous:				
<i>Refunds</i>	500	565	7,405	21
<i>Total miscellaneous</i>	<u>500</u>	<u>565</u>	<u>7,405</u>	<u>21</u>
<i>Total operating revenues</i>	<u>862,990</u>	<u>1,117,818</u>	<u>584,251</u>	<u>220,688</u>
OPERATING EXPENSES:				
Services	819,154	1,104,722	913,122	201,353
Depreciation	31,562	22,228	-	1,317
<i>Total operating expenses</i>	<u>850,716</u>	<u>1,126,950</u>	<u>913,122</u>	<u>202,670</u>
OPERATING INCOME	<u>12,274</u>	<u>(9,132)</u>	<u>(328,871)</u>	<u>18,018</u>
NONOPERATING REVENUES OR (EXPENSES):				
Investment earnings	-	-	33,726	-
Market gain (loss) on investments	-	-	18,570	-
Proceeds from sale of city property	-	207	-	-
<i>Total nonoperating revenues or expenses</i>	<u>-</u>	<u>207</u>	<u>52,296</u>	<u>-</u>
NET INCOME/(LOSS) BEFORE TRANSFERS	12,274	(8,925)	(276,575)	18,018
TRANSFERS:				
Transfers in	-	-	-	-
Transfers out	(1,592)	(2,065)	-	(477)
<i>Total transfers</i>	<u>(1,592)</u>	<u>(2,065)</u>	<u>-</u>	<u>(477)</u>
CHANGE IN NET ASSETS	10,682	(10,990)	(276,575)	17,541
NET ASSETS - Beginning of the year	<u>365,093</u>	<u>342,893</u>	<u>1,410,185</u>	<u>97,312</u>
NET ASSETS - Ending of the year	<u>\$ 375,775</u>	<u>\$ 331,903</u>	<u>\$ 1,133,610</u>	<u>\$ 114,853</u>



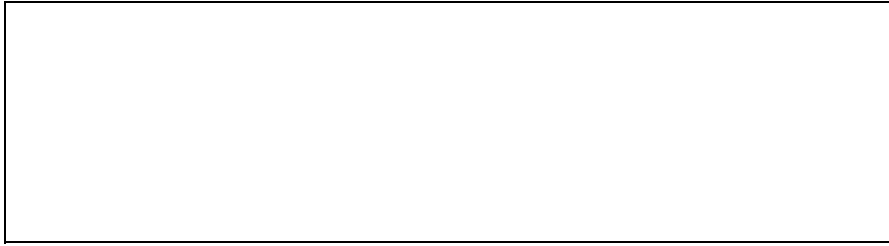
Retirement Payout Fund	Fuel Fund	Liability Insurance Fund	2010 Totals	2009 Totals
\$ -	\$ -	\$ -	\$ 211,853	\$ 212,072
-	1,097,430	1,026,436	4,689,269	3,933,127
-	<u>1,097,430</u>	<u>1,026,436</u>	<u>4,901,122</u>	<u>4,145,199</u>
-	-	-	8,491	396,886
-	-	-	8,491	396,886
-	<u>1,097,430</u>	<u>1,026,436</u>	<u>4,909,613</u>	<u>4,542,085</u>
-	1,001,936	842,832	4,883,119	4,064,726
-	-	-	55,107	56,689
-	<u>1,001,936</u>	<u>842,832</u>	<u>4,938,226</u>	<u>4,121,415</u>
-	95,494	183,604	(28,613)	420,670
-	-	-	33,726	32,137
-	-	-	18,570	17,973
-	-	-	207	708
-	-	-	<u>52,503</u>	<u>50,818</u>
-	95,494	183,604	23,890	471,488
165,711	-	-	165,711	165,711
(162,021)	(80,381)	(40,445)	(286,981)	(272,248)
<u>3,690</u>	<u>(80,381)</u>	<u>(40,445)</u>	<u>(121,270)</u>	<u>(106,537)</u>
3,690	15,113	143,159	(97,380)	364,951
<u>342,758</u>	<u>14,890</u>	<u>804,928</u>	<u>3,378,059</u>	<u>3,013,108</u>
\$ <u>346,448</u>	\$ <u>30,003</u>	\$ <u>948,087</u>	\$ <u>3,280,679</u>	\$ <u>3,378,059</u>

CITY OF POCA TELLO

**COMBINING STATEMENT OF CHANGES IN CASH FLOW
INTERNAL SERVICE FUNDS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total as of September 30, 2009**

	Computer Center Fund	Utility Billing Fund	Medical Insurance Fund	Public Works Fund
CASH FLOWS FROM				
OPERATING ACTIVITIES:				
Cash received from users	\$ 862,990	\$ 1,101,065	\$ 584,251	\$ 220,688
Cash paid for employees and benefits	4,384	(6,179)	(410)	595
Cash paid to suppliers	(796,264)	(1,105,013)	(864,446)	(201,218)
<i>Net cash provided (used) by operating activities</i>	<u>71,110</u>	<u>(10,127)</u>	<u>(280,605)</u>	<u>20,065</u>
CASH FLOWS FROM NONCAPITAL				
FINANCING ACTIVITIES:				
Transfer from other funds	-	-	-	-
Due from other funds	-	22,095	-	-
Transfers to other funds	(1,592)	(2,065)	-	(477)
<i>Net cash provided (used) by noncapital financing activities</i>	<u>(1,592)</u>	<u>20,030</u>	<u>-</u>	<u>(477)</u>
CASH FLOWS FROM CAPITAL AND				
RELATED FINANCING ACTIVITIES:				
Receipts from sale of capital assets	-	207	-	-
Interest received	-	-	32,311	-
Purchase of capital assets	-	-	(32,311)	-
<i>Total cash flows provided (used) by capital and related financing activities</i>	<u>-</u>	<u>207</u>	<u>-</u>	<u>-</u>
NET INCREASE/(DECREASE) IN CASH:	69,518	10,110	(280,605)	19,588
CASH - beginning balance	<u>287,503</u>	<u>645,354</u>	<u>482,634</u>	<u>123,303</u>
Cash - ending balance	<u>\$ 357,021</u>	<u>\$ 655,464</u>	<u>\$ 202,029</u>	<u>\$ 142,891</u>



Retirement Payout Fund	Fuel Fund	Liability Insurance Fund	2010 Totals	2009 Totals
\$ -	\$ 1,097,430	\$ 1,026,436	\$ 4,892,860	\$ 4,653,785
-	-	3,496	1,886	50,654
-	(1,020,194)	(856,194)	(4,843,329)	(4,171,165)
-	77,236	173,738	51,417	533,274
165,711	-	-	165,711	165,711
-	-	-	22,095	(22,095)
(162,021)	(80,381)	(40,445)	(286,981)	(272,248)
3,690	(80,381)	(40,445)	(99,175)	(128,632)
-	-	-	207	708
-	-	-	32,311	34,432
-	-	-	(32,311)	(88,239)
-	-	-	207	(53,099)
3,690	(3,145)	133,293	(47,551)	351,543
342,758	57,554	843,905	2,783,011	2,431,468
<u>\$ 346,448</u>	<u>\$ 54,409</u>	<u>\$ 977,198</u>	<u>\$ 2,735,460</u>	<u>\$ 2,783,011</u>

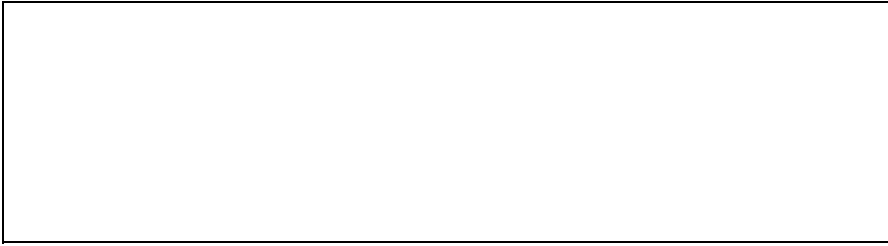
CITY OF POCA TELLO

**COMBINING STATEMENT OF CHANGES IN CASH FLOW
INTERNAL SERVICE FUNDS**

**FOR THE YEAR ENDED SEPTEMBER 30, 2010
With comparative total as of September 30, 2009**

**Reconciliation of Net Income from Operations to Net Cash Provided by
Operating activities**

	Computer Center Fund	Utility Billing Fund	Medical Insurance Fund	Public Works Fund
OPERATING INCOME (LOSS)	\$ 12,274	\$ (9,132)	\$ (328,871)	\$ 18,018
Adjustments to reconcile net income provided by operating activities:				
Depreciation expense	31,562	22,228	-	1,317
(Increase)/decrease in prepaid expenses	(406)	-	-	-
(Increase)/decrease in accounts rec.	-	274	-	-
Increase/(decrease) in accounts payable	23,296	(291)	48,676	135
Increase/(decrease) in utility deposits pay.	-	(7,970)	-	-
Increase/(decrease) in customer overpay.	-	(9,057)	-	-
Increase/(decrease) in reserves for refunds	-	-	-	-
Increase/(decrease) in payroll & benefits pay	6,706	7,658	(410)	2,159
Increase/(decrease) in comp. absences bene	(2,322)	(13,837)	-	(1,564)
<i>Total adjustments</i>	58,836	(995)	48,266	2,047
NET CASH PROVIDED BY OPERATING ACTIVITIES	\$ 71,110	\$ (10,127)	\$ (280,605)	\$ 20,065



Retirement Payout Fund	Fuel Fund	Liability Insurance Fund	2010 Totals	2009 Totals
\$ -	\$ 95,494	\$ 183,604	\$ (28,613)	\$ 420,670
-	-	-	55,107	56,689
-	-	-	(406)	(7,414)
-	-	-	274	99,361
-	(18,258)	(13,362)	40,196	(99,025)
-	-	-	(7,970)	(10,490)
-	-	-	(9,057)	22,829
-	-	-	-	-
-	-	1,626	17,739	11,420
-	-	1,870	(15,853)	39,234
-	(18,258)	(9,866)	80,030	112,604
\$ -	\$ 77,236	\$ 173,738	\$ 51,417	\$ 533,274

CITY OF POCA TELLO

**INTERNAL SERVICE FUNDS - COMPUTER CENTER FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Service charges				
<i>Interfund revenue</i>	\$ 862,490	\$ 862,490	\$ 862,490	\$ -
Miscellaneous				
<i>Refunds</i>	<u>-</u>	<u>-</u>	500	500
<i>Total miscellaneous</i>	<u>-</u>	<u>-</u>	500	500
<i>Total operating revenues</i>	<u>862,490</u>	<u>862,490</u>	<u>862,990</u>	<u>500</u>
OPERATING EXPENSES:				
Computer Services	<u>854,888</u>	<u>863,150</u>	819,154	43,996
<i>Total operating expenses</i>	<u>854,888</u>	<u>863,150</u>	<u>819,154</u>	<u>43,996</u>
NET INCOME/(LOSS) BEFORE TRANSFERS	7,602	(660)	43,836	44,496
OTHER FINANCING SOURCES:				
Transfers out	<u>(1,592)</u>	<u>(1,592)</u>	(1,592)	-
<i>Total transfers</i>	<u>(1,592)</u>	<u>(1,592)</u>	<u>(1,592)</u>	<u>-</u>
CHANGE IN NET ASSETS	\$ <u>6,010</u>	\$ <u>(2,252)</u>	42,244	\$ <u>44,496</u>
NET ASSETS - beginning of the year			365,093	
GAAP basis adjustments				
<i>Depreciation</i>			<u>(31,562)</u>	
NET ASSETS - ending of the year			\$ <u>375,775</u>	

CITY OF POCA TELLO

**INTERNAL SERVICE FUNDS - UTILITY BILLING FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Service charges:				
<i>Interfund revenue</i>	\$ 905,400	\$ 905,400	\$ 905,400	\$ -
<i>Other service charges</i>	228,000	228,000	211,853	(16,147)
<i>Total service charges</i>	<u>1,133,400</u>	<u>1,133,400</u>	<u>1,117,253</u>	<u>(16,147)</u>
Miscellaneous:				
<i>Refunds</i>	-	-	565	565
<i>Total miscellaneous</i>	<u>-</u>	<u>-</u>	<u>565</u>	<u>565</u>
<i>Total operating revenues</i>	<u>1,133,400</u>	<u>1,133,400</u>	<u>1,117,818</u>	<u>(15,582)</u>
OPERATING EXPENSES:				
Utility billing services	<u>1,142,330</u>	<u>1,155,913</u>	<u>1,104,722</u>	<u>51,191</u>
<i>Total operating expenses</i>	<u>1,142,330</u>	<u>1,155,913</u>	<u>1,104,722</u>	<u>51,191</u>
OPERATING INCOME	(8,930)	(22,513)	13,096	35,609
TRANSFERS:				
Proceeds from sale of city property	-	-	207	207
Transfers out	<u>(2,065)</u>	<u>(2,065)</u>	<u>(2,065)</u>	<u>-</u>
<i>Total transfers</i>	<u>(2,065)</u>	<u>(2,065)</u>	<u>(1,858)</u>	<u>207</u>
CHANGE IN NET ASSETS	\$ <u>(10,995)</u>	\$ <u>(24,578)</u>	11,238	\$ <u>35,816</u>
NET ASSETS - beginning of the year			342,893	
Modified GAAP adjustments				
<i>Depreciation</i>			<u>(22,228)</u>	
NET ASSETS - ending of the year			\$ <u>331,903</u>	

CITY OF POCA TELLO

**INTERNAL SERVICE FUNDS - MEDICAL INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Original Budgeted Amount	Final Budgeted Amount	Actual Amounts	Variance with Final Budget
OPERATING REVENUES:				
Interfund charges	\$ 25,519	\$ 25,519	\$ 576,846	\$ 551,327
Miscellaneous				
<i>Refunds</i>	550,760	550,760	7,405	(543,355)
<i>Total operating revenues</i>	576,279	576,279	584,251	7,972
OPERATING EXPENSES:				
Medical insurance service	576,279	1,153,135	913,122	240,013
<i>Total operating expenses</i>	576,279	1,153,135	913,122	240,013
OPERATING INCOME	-	(576,856)	(328,871)	247,985
NONOPERATING REVENUES OR (EXPENSES):				
Interest earnings	-	-	33,726	33,726
NET INCOME/(LOSS) BEFORE TRANSFERS	-	(576,856)	(295,145)	281,711
TRANSFERS:				
Transfers out	-	-	-	-
CHANGE IN NET ASSETS	\$ -	\$ (576,856)	(295,145)	\$ 281,711
NET ASSETS - beginning of the year			1,410,185	
Modified GAAP adjustments				
<i>Unrealized earnings</i>			18,570	
NET ASSETS - ending of the year			\$ 1,133,610	

CITY OF POCATELLO

**INTERNAL SERVICE FUNDS - PUBLIC WORKS FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Service charges				
<i>Interfund revenue</i>	\$ 220,667	\$ 220,667	\$ 220,667	\$ -
<i>Miscellaneous</i>	-	-	21	21
<i>Total operating revenues</i>	<u>220,667</u>	<u>220,667</u>	<u>220,688</u>	<u>21</u>
OPERATING EXPENSES:				
Public works director service	<u>220,190</u>	<u>221,683</u>	<u>201,353</u>	<u>20,330</u>
<i>Total operating expenses</i>	<u>220,190</u>	<u>221,683</u>	<u>201,353</u>	<u>20,330</u>
OPERATING INCOME	477	(1,016)	19,335	20,351
TRANSFERS:				
Transfers out	<u>(477)</u>	<u>(477)</u>	<u>(477)</u>	-
<i>Total transfers</i>	<u>(477)</u>	<u>(477)</u>	<u>(477)</u>	-
CHANGE IN NET ASSETS	<u>\$ -</u>	<u>\$ (1,493)</u>	18,858	<u>\$ 20,351</u>
NET ASSETS - beginning of the year			97,312	
Modified GAAP adjustments				
<i>Depreciation</i>			<u>(1,317)</u>	
NET ASSETS - ending of the year			<u>\$ 114,853</u>	

CITY OF POCATELLO

INTERNAL SERVICE FUNDS - RETIREMENT PAYOUT FUND
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	Original and Final Budgeted Amount	Actual Amounts	Variance with Final Budget
OPERATING REVENUES:	\$ -	\$ -	\$ -
OPERATING EXPENSES:	-	-	-
OPERATING INCOME	-	-	-
TRANSFERS:			
Transfers in	165,711	165,711	-
Transfers out	(163,966)	(162,021)	1,945
<i>Total transfers</i>	<u>1,745</u>	<u>3,690</u>	<u>1,945</u>
CHANGE IN NET ASSETS	<u>\$ 1,745</u>	3,690	<u>\$ 1,945</u>
NET ASSETS - beginning of the year		<u>342,758</u>	
NET ASSETS - ending of the year		<u>\$ 346,448</u>	

CITY OF POCA TELLO

INTERNAL SERVICE FUNDS - FUEL FUND
 SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
 BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original and Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:			
Service charges:			
Interfund revenue	\$ 1,396,506	\$ 1,097,430	\$ (299,076)
Total operating revenues	<u>1,396,506</u>	<u>1,097,430</u>	<u>(299,076)</u>
OPERATING EXPENSES:			
Fuel services	<u>1,316,125</u>	<u>1,001,936</u>	<u>314,189</u>
Total operating expenses	<u>1,316,125</u>	<u>1,001,936</u>	<u>314,189</u>
OPERATING INCOME	80,381	95,494	15,113
TRANSFERS:			
Transfers out	<u>(80,381)</u>	<u>(80,381)</u>	<u>-</u>
Total transfers	<u>(80,381)</u>	<u>(80,381)</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>\$ -</u>	15,113	<u>\$ 15,113</u>
NET ASSETS - beginning of the year		<u>14,890</u>	
NET ASSETS - ending of the year		<u>\$ 30,003</u>	

CITY OF POCA TELLO

**INTERNAL SERVICE FUNDS - LIABILITY INSURANCE FUND
SCHEDULE OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - PARTIAL ACCRUAL BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original Budgeted Amount</u>	<u>Final Budgeted Amount</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
OPERATING REVENUES:				
Service charges:				
Interfund revenue	\$ 1,026,436	\$ 1,026,436	\$ 1,026,436	\$ -
Total operating revenues	<u>1,026,436</u>	<u>1,026,436</u>	<u>1,026,436</u>	<u>-</u>
OPERATING EXPENSES:				
Liability insurance services	<u>985,991</u>	<u>987,228</u>	<u>842,832</u>	<u>144,396</u>
Total operating expenses	<u>985,991</u>	<u>987,228</u>	<u>842,832</u>	<u>144,396</u>
OPERATING INCOME	40,445	39,208	183,604	144,396
TRANSFERS:				
Transfers out	<u>(40,445)</u>	<u>(40,445)</u>	<u>(40,445)</u>	<u>-</u>
Total transfers	<u>(40,445)</u>	<u>(40,445)</u>	<u>(40,445)</u>	<u>-</u>
CHANGE IN NET ASSETS	<u>\$ -</u>	<u>\$ (1,237)</u>	143,159	<u>\$ 144,396</u>
NET ASSETS - beginning of the year			<u>804,928</u>	
NET ASSETS - ending of the year			<u>\$ 948,087</u>	

FIDUCIARY FUNDS

Pension Trust Fund

Police Retirement
Trust Fund

To account for the accumulation of resources to be used for retirement benefit payments.

Private Purpose Trust Fund

Airport Lease

To account for refundable lease deposits. The principal and interest amounts must remain intact and are subject to refund upon termination of the lease.

Agency Funds

Idaho Unclaimed
Property Agency Fund

To account for the collection and remittance of unclaimed property to the State of Idaho under the provisions of Idaho Code (Title 14, chapter 5).

Idaho State Sales Tax
Agency Fund

To account for the collection and remittance of State Sales Tax, Idaho Code (Title 63, chapter 36).

Employee Benefits
Agency Fund

To account for the collection and remittance of employee benefits from active and inactive City employees in accordance with the provisions of the Federal Consolidated Omnibus Budget Reconciliation Act of 1986.

CITY OF POCATELLO

**POLICE RETIREMENT PENSION FIDUCIARY FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - MODIFIED GAAP BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
ADDITIONS			
Investment earnings			
Interest	\$ 435,000	\$ 503,106	\$ 68,106
<i>Total additions</i>	<u>435,000</u>	<u>503,106</u>	<u>68,106</u>
DEDUCTIONS			
Personnel services	782,811	782,710	101
Miscellaneous	9,720	1,234	8,486
Interfund charges	533	533	-
<i>Total deductons</i>	<u>793,064</u>	<u>784,477</u>	<u>8,587</u>
CHANGE IN NET ASSETS	<u>\$ (358,064)</u>	(281,371)	<u>\$ 76,693</u>
NET ASSETS - Beginning of the year		8,907,213	
Modified GAAP adjustments			
Amortization of investment premium		(1,685)	
Net increase in fair value of investments		<u>131,415</u>	
NET ASSETS - Ending of the year		<u>\$ 8,755,572</u>	

CITY OF POCATELLO

**AIRPORT LESSEE PRIVATE PURPOSE TRUST FUND
SCHEDULE OF REVENUES, EXPENSES AND CHANGES IN NET ASSETS
BUDGET AND ACTUAL - MODIFIED GAAP BASIS**

FOR THE YEAR ENDED SEPTEMBER 30, 2010

	<u>Original and Final Budgeted Amounts</u>	<u>Actual Amounts</u>	<u>Variance with Final Budget</u>
ADDITIONS			
Interest	\$ 54	\$ 33	\$ (21)
<i>Total additions</i>	<u>54</u>	<u>33</u>	<u>(21)</u>
CHANGES IN NET ASSETS	<u>\$ 54</u>	33	<u>\$ (21)</u>
NET ASSETS - Beginning of the year		<u>16,499</u>	
NET ASSETS - Ending of the year		<u>\$ 16,532</u>	

CITY OF POCA TELLO

STATEMENT OF CHANGES IN ASSETS AND LIABILITIES

ALL AGENCY FUNDS

FOR THE YEAR ENDED SEPTEMBER 30, 2010

SEIZED PROPERTY

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
ASSETS:				
Cash in bank	\$ 19,970	\$ 9,443	\$ 13,656	\$ 15,757
<i>Total assets</i>	<u>\$ 19,970</u>	<u>\$ 9,443</u>	<u>\$ 13,656</u>	<u>\$ 15,757</u>

LIABILITIES:				
Due to agencies/individuals	\$ 19,970	\$ 9,443	\$ 13,656	\$ 15,757
<i>Total liabilities</i>	<u>\$ 19,970</u>	<u>\$ 9,443</u>	<u>\$ 13,656</u>	<u>\$ 15,757</u>

IDAHO UNCLAIMED PROPERTY

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
ASSETS:				
Cash in bank	\$ -	\$ -	\$ -	\$ -
<i>Total assets</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

LIABILITIES:				
Due to the State of Idaho	\$ -	\$ -	\$ -	\$ -
<i>Total liabilities</i>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>	<u>\$ -</u>

IDAHO STATE SALES TAX

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
ASSETS:				
Cash	\$ -	\$ 40,391	\$ 40,391	\$ -
Accounts receivable	966	18,452	18,545	873
<i>Total assets</i>	<u>\$ 966</u>	<u>\$ 58,843</u>	<u>\$ 58,936</u>	<u>\$ 873</u>

LIABILITIES:				
Due to the State of Idaho	\$ 966	\$ 58,843	\$ 58,936	\$ 873
<i>Total liabilities</i>	<u>\$ 966</u>	<u>\$ 58,843</u>	<u>\$ 58,936</u>	<u>\$ 873</u>

EMPLOYEE BENEFITS

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
ASSETS:				
Cash in bank	\$ 17,022	\$ 103,576	\$ 112,107	\$ 8,491
Accounts receivable	3	21,587	21,590	-
<i>Total assets</i>	<u>\$ 17,025</u>	<u>\$ 125,163</u>	<u>\$ 133,697</u>	<u>\$ 8,491</u>

LIABILITIES:				
Due to third parties	\$ 17,025	\$ 125,163	\$ 133,697	\$ 8,491
<i>Total liabilities</i>	<u>\$ 17,025</u>	<u>\$ 125,163</u>	<u>\$ 133,697</u>	<u>\$ 8,491</u>

TOTAL OF ALL AGENCY FUNDS

	<u>Beginning Balance</u>	<u>Additions</u>	<u>Deletions</u>	<u>Ending Balance</u>
ASSETS:				
Cash in bank	\$ 36,992	\$ 153,410	\$ 166,154	\$ 24,248
Accounts receivable	969	40,039	40,135	873
<i>Total assets</i>	<u>\$ 37,961</u>	<u>\$ 193,449</u>	<u>\$ 206,289</u>	<u>\$ 25,121</u>

LIABILITIES:				
Liabilities due to other agencies	\$ 37,961	\$ 193,449	\$ 206,289	\$ 25,121
<i>Total liabilities</i>	<u>\$ 37,961</u>	<u>\$ 193,449</u>	<u>\$ 206,289</u>	<u>\$ 25,121</u>

STATISTICAL SECTION

This part of the City of Pocatello'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 government's overall financial health.

Contents	Page
Financial Trends	
<i>These schedules contain trend information to help the reader understand how the City's financial performance and well-being have changed over time.</i>	148-155
Revenue Capacity	
<i>These schedules contain information to help the reader assess the City's most significant local revenue source, the property tax.</i>	156-159
Debt Capacity	
<i>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.</i>	160-163
Demographic and Economic Information	
<i>These schedules offer demographic and economic indicators to help the reader understand the environment within which the City's financial activities take place.</i>	164-165
Operating Information	
<i>These schedules contain service and infrastructure data to help the reader understand how the information in the government's financial report relates to the services the government provides and the activities it performs.</i>	166-170

Sources: Unless otherwise noted, the information in these schedules is derived from the comprehensive annual financial reports for the relevant year.

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CITY OF POCA TELLO
Net Assets by Component
Last Eight Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities								
Invested in capital assets, net of related debt	\$ 65,595	\$ 64,843	\$ 66,588	\$ 72,782	\$ 80,695	\$ 84,270	\$ 85,958	\$ 91,852
Restricted	2,376	2,497	4,748	33	480	505	1,843	2,226
Unrestricted	(289)	4,415	4,883	7,589	4,035	3,609	4,292	5,597
Total governmental activities net assets	<u>\$ 67,682</u>	<u>\$ 71,755</u>	<u>\$ 76,219</u>	<u>\$ 80,404</u>	<u>\$ 85,210</u>	<u>\$ 88,384</u>	<u>\$ 92,093</u>	<u>\$ 99,675</u>
Business-type activities								
Invested in capital assets, net of related debt	\$ 32,376	\$ 35,831	\$ 40,156	\$ 44,488	\$ 46,853	\$ 39,445	\$ 42,401	\$ 47,500
Restricted	17,271	17,266	6,056	4,158	5,407	2,167	2,167	2,167
Unrestricted	-	(230)	10,292	10,731	11,036	23,823	21,157	19,074
Total business-type activities net assets	<u>\$ 49,647</u>	<u>\$ 52,867</u>	<u>\$ 56,504</u>	<u>\$ 59,377</u>	<u>\$ 63,296</u>	<u>\$ 65,435</u>	<u>\$ 65,725</u>	<u>\$ 68,741</u>
Primary government								
Invested in capital assets, net of related debt	\$ 97,971	\$ 100,674	\$ 106,744	\$ 117,270	\$ 127,548	\$ 123,715	\$ 128,359	\$ 139,352
Restricted	19,647	19,763	10,804	4,191	5,887	2,672	4,010	4,393
Unrestricted	(289)	4,185	15,175	18,320	15,071	27,432	25,449	24,671
Total primary government net assets	<u>\$ 117,329</u>	<u>\$ 124,622</u>	<u>\$ 132,723</u>	<u>\$ 139,781</u>	<u>\$ 148,506</u>	<u>\$ 153,819</u>	<u>\$ 157,818</u>	<u>\$ 168,416</u>

Exception: This statement cannot present ten years of data since governmental activities (full accrual data) has only been calculated since fiscal year 2003.

CITY OF POCATELLO
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

Expenses	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Governmental activities:								
General government	\$ 4,516	\$ 4,468	\$ 4,873	\$ 4,939	\$ 4,940	\$ 5,921	\$ 6,177	\$ 7,452
Economic development	400	218	504	498	431	106	79	278
Police services	8,603	9,238	9,552	10,713	10,959	10,785	10,740	11,118
Fire services	5,700	5,630	6,662	6,182	6,524	6,954	7,128	6,856
Other public safety	569	606	653	673	710	779	791	825
Public works and engineering	910	980	1,061	865	1,188	1,341	1,440	932
Cultural and recreational	3,666	3,290	3,533	3,640	3,981	4,289	4,176	4,196
Library	1,273	1,256	1,307	1,330	1,416	1,501	1,527	1,445
Streets and highways	3,917	4,278	5,875	5,308	5,381	4,672	4,916	4,656
Transportation	1,768	1,814	2,071	2,014	2,207	2,893	2,615	2,770
Airport	898	1,051	1,241	1,134	1,393	1,446	1,474	1,565
Community services	345	302	489	326	298	350	430	444
Interest on long-term debt	727	702	330	197	208	176	154	102
Total governmental activities expenses	<u>33,292</u>	<u>33,833</u>	<u>38,151</u>	<u>37,819</u>	<u>39,636</u>	<u>41,213</u>	<u>41,647</u>	<u>42,639</u>
Business-type activities:								
Sanitation	4,241	4,498	4,669	5,043	5,437	5,776	5,944	5,801
Water	5,007	5,441	5,652	6,003	6,615	8,279	8,367	7,294
Sanitary sewer	4,626	4,722	5,460	6,466	6,510	6,580	6,730	6,954
Non-major activities	1,963	2,006	1,703	1,787	1,833	1,960	1,852	2,067
Total business-type activities expenses	<u>15,837</u>	<u>16,667</u>	<u>17,484</u>	<u>19,299</u>	<u>20,395</u>	<u>22,595</u>	<u>22,893</u>	<u>22,116</u>
Total primary government expenses	<u>49,129</u>	<u>50,500</u>	<u>55,635</u>	<u>57,118</u>	<u>60,031</u>	<u>63,808</u>	<u>64,540</u>	<u>64,755</u>
Program Revenues								
Governmental activities:								
Charges for service								
General Government	2,790	3,503	5,085	2,774	3,201	2,739	3,282	4,106
Cultural and recreational	1,154	1,033	1,225	1,149	1,152	1,183	1,203	1,210
Transportation	575	468	417	477	416	646	585	586
Airport	745	502	411	442	420	413	382	395
Other activities	545	432	1,447	4,789	4,686	4,836	5,138	2,555
Operating grants and contributions	1,878	2,240	2,278	1,906	1,927	1,699	2,925	3,152
Capital grants and contributions	2,846	2,840	2,981	7,563	5,391	4,021	2,132	7,602
Total governmental activities program revenues	<u>10,533</u>	<u>11,018</u>	<u>13,844</u>	<u>19,100</u>	<u>17,193</u>	<u>15,537</u>	<u>15,647</u>	<u>19,606</u>
Business-type activities:								
Charges for service								
Sanitation	4,895	5,001	5,005	5,419	5,827	6,140	6,390	6,581
Water	6,936	7,328	7,413	8,618	10,106	9,765	9,137	9,215
Sanitary sewer	6,550	6,870	7,136	7,452	7,790	8,083	8,052	8,038
Non-major activities	1,650	1,700	1,691	1,786	1,822	1,978	1,918	2,100
Operating grants and contributions	-	-	-	-	-	-	-	-
Capital grants and contributions	938	1,774	3,505	3,736	1,474	1,673	895	2,362
Total business-type activities program revenues	<u>20,969</u>	<u>22,673</u>	<u>24,750</u>	<u>27,011</u>	<u>27,019</u>	<u>27,639</u>	<u>26,392</u>	<u>28,296</u>
Total primary government program revenues	<u>\$ 31,502</u>	<u>\$ 33,691</u>	<u>\$ 38,594</u>	<u>\$ 46,111</u>	<u>\$ 44,212</u>	<u>\$ 43,176</u>	<u>\$ 42,039</u>	<u>\$ 47,902</u>

CITY OF POCATELLO
Changes in Net Assets
Last Eight Fiscal Years
(accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	Fiscal Year							
	2003	2004	2005	2006	2007	2008	2009	2010
Net (expenses)/revenue								
Governmental activities	\$ (22,759)	\$ (22,815)	\$ (24,307)	\$ (18,719)	\$ (22,443)	\$ (25,676)	\$ (26,000)	\$ (23,033)
Business-type activities	5,132	6,006	7,266	7,712	6,624	5,044	3,499	6,180
Total primary government	<u>(17,627)</u>	<u>(16,809)</u>	<u>(17,041)</u>	<u>(11,007)</u>	<u>(15,819)</u>	<u>(20,632)</u>	<u>(22,501)</u>	<u>(16,853)</u>
General Revenues and Other Changes in Net Assets								
Governmental activities:								
Property taxes	17,540	17,609	15,415	16,463	18,100	19,586	20,808	22,092
Franchise taxes	938	1,018	1,057	1,180	1,190	1,232	1,274	1,192
Intergovernmental	5,782	5,927	6,175	4,279	4,450	4,291	3,917	3,834
Unrestricted interest earnings	253	185	161	366	367	288	126	53
Net change in fair market value of investments	(39)	(6)	11	-	-	-	-	-
Gain or (loss) on sale of capital assets	171	47	(1)	9	51	26	26	14
Transfers	3,613	3,627	3,634	4,167	3,091	3,427	3,558	3,431
Total governmental activities	<u>28,258</u>	<u>28,407</u>	<u>26,452</u>	<u>26,464</u>	<u>27,249</u>	<u>28,850</u>	<u>29,709</u>	<u>30,616</u>
Business-type activities:								
Unrestricted interest earnings	305	326	274	373	384	470	337	211
Net change in fair market value of investments	(318)	(115)	65	-	-	-	-	-
Gain or (loss) on sale of capital assets	(192)	90	(334)	54	2	51	13	55
Transfers	(3,613)	(3,627)	(3,634)	(4,167)	(3,091)	(3,427)	(3,558)	(3,431)
Total business-type activities	<u>(3,818)</u>	<u>(3,326)</u>	<u>(3,629)</u>	<u>(3,740)</u>	<u>(2,705)</u>	<u>(2,906)</u>	<u>(3,208)</u>	<u>(3,165)</u>
Total primary government	<u>24,440</u>	<u>25,081</u>	<u>22,823</u>	<u>22,724</u>	<u>24,544</u>	<u>25,944</u>	<u>26,501</u>	<u>27,451</u>
Change in Net Assets								
Governmental activities	5,499	5,592	2,145	7,745	4,806	3,174	3,709	7,583
Business-type activities	1,314	2,680	3,637	3,972	3,919	2,138	291	3,015
Total primary government	<u>\$ 6,813</u>	<u>\$ 8,272</u>	<u>\$ 5,782</u>	<u>\$ 11,717</u>	<u>\$ 8,725</u>	<u>\$ 5,312</u>	<u>\$ 4,000</u>	<u>\$ 10,598</u>

Exception: This statement cannot present ten years of data since governmental activities (full accrual data) has only been calculated since fiscal year 2003.

CITY OF POCA TELLO
Governmental Activities Tax Revenues By Source
Last Eight Fiscal Years

(accrual basis of accounting)
(Amounts expressed in thousands)
(UNAUDITED)

Fiscal Year	Tax Revenue			Intergovernmental Tax Revenues					Inter-gover- mental & Tax Totals
	Property Tax	Franchise Taxes	Total Taxes	State Sales Tax	State Liquor Tax	State Highway Tax	County Road and Bridge Tax	Total	
2003	\$ 17,540	\$ 938	\$ 18,478	\$ 3,253	\$ 337	\$ 1,975	\$ 214	\$ 5,779	\$ 24,257
2004	17,609	1,018	18,627	3,378	379	1,945	225	5,927	24,554
2005	15,415	1,057	16,472	3,594	392	1,965	224	6,175	22,647
2006	16,463	1,180	17,643	3,895	384	2,064	215	6,558	24,201
2007	18,100	1,190	19,290	3,977	473	2,085	274	6,809	26,099
2008	19,586	1,232	20,818	3,772	519	2,009	276	6,576	27,394
2009	20,808	1,274	22,082	3,348	569	1,877	344	6,138	28,220
2010	22,092	1,192	23,284	3,290	543	1,855	345	6,033	29,317

CITY OF POCA TELLO

**Fund Balances of Governmental Funds
Last Ten Fiscal Years**

(modified accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

	<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>
General fund										
Reserved	\$29	\$32	\$17	-	-	-	-	-	-	-
Unreserved	3,410	2,755	2,730	\$2,631	\$2,576	\$2,688	\$1,916	\$2,783	\$3,271	\$3,335
Total general fund	<u>\$3,439</u>	<u>\$2,787</u>	<u>\$2,747</u>	<u>\$2,631</u>	<u>\$2,576</u>	<u>\$2,688</u>	<u>\$1,916</u>	<u>\$2,783</u>	<u>\$3,271</u>	<u>\$3,335</u>
All other governmental funds										
Reserved	\$26	\$375	\$403	\$237	\$193	\$182	\$181 ²	\$176 ²	\$130 ²	\$120
Designated (1)	742	730	967	1,073	893	864	874	887	801	847
Unreserved, reported in:										
Special revenue funds	(410)	(1,512) ⁵	(1,929) ⁵	(1,285) ⁵	(548)	775	778	599	1,654	2,285
Capital project funds ³	(872)	(799)	(460)	(270)	238	38	468	78	(25)	(115)
Debt service funds	(176) ⁴	(408) ⁴	(103)	1	-	-	-	-	-	-
Total all other governmental funds	<u>(\$690)</u>	<u>(\$1,614)</u>	<u>(\$1,122)</u>	<u>(\$244)</u>	<u>\$776</u>	<u>\$1,859</u>	<u>\$2,301</u>	<u>\$1,740</u>	<u>\$2,560</u>	<u>\$3,137</u>

- 1 All designated funds pertain to special revenue funds.
- 2 The reserved balance is related to the amounts set aside for Cemetery contract liabilities and for debt service.
- 3 Pool construction cost overruns impacted the balances in the construction fund beginning in 1999.
- 4 Budget donations for bonded debt reduction from a nonprofit corporation did not materialize in 2001 and 2002
- 5 Revenue shortfalls in street and recreation funds combined with capital expansion for street shop in 2002.

CITY OF POCA TELLO
Changes in Fund Balances of Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)
(UNAUDITED)

	Fiscal Year				
	<u>2000</u>	<u>2001</u>	<u>2002</u>	<u>2003</u>	<u>2004</u>
Revenues					
Taxes	\$13,790,375	\$14,090,407	\$14,942,298	\$14,979,135	\$15,449,447
Service charges	5,476,911	5,276,220	7,590,277	5,683,900	5,797,683
Intergovernmental	7,681,168	9,337,588	9,033,299	9,068,488	10,860,486
Investment earnings	568,696	839,772	633,484	69,924	100,587
Special assessments	89,086	3,915	85,728	238,100	96,237
Miscellaneous	2,049,409	2,484,043	1,923,735	1,900,097	2,107,220
Total revenues	<u>29,655,645</u>	<u>32,031,945</u>	<u>34,208,821</u>	<u>31,939,644</u>	<u>34,411,660</u>
Expenditures					
General government	4,302,443	4,178,134	4,724,872	4,448,711	4,467,280
Economic development	4,675	60,111	72,284	121,424	107,515
Police services	6,482,121	6,625,266	8,569,562	8,950,274	9,537,553
Fire services	4,459,233	4,754,354	5,283,550	5,621,712	5,495,364
Other public safety	415,951	860,732	561,435	571,653	608,641
Public works and engineering ¹	----	----	714,794	843,467	914,882
Cultural and recreational	3,283,338	3,142,372	3,308,113	3,227,033	3,171,138
Library	1,125,963	1,159,148	1,227,596	1,217,002	1,207,903
Streets and highways	3,482,300	3,865,450	4,326,468	3,029,123	3,099,849
Transportation	1,363,077	1,351,850	1,442,637	1,597,615	1,644,320
Airport	830,286	971,506	1,092,208	918,100	1,019,110
Community services	279,311	267,529	348,301	398,115	373,678
Capital outlay	3,193,494	3,516,023	2,984,932	11,582,321	4,848,682
Debt service					
Principal	1,059,373	1,016,224	1,302,871	1,089,879	885,067
Interest	388,761	339,284	362,084	531,732	302,136
Other charges	4,990	5,130	4,354	3,405	3,441
Total expenditures	<u>30,675,316</u>	<u>32,113,113</u>	<u>36,326,061</u>	<u>44,151,566</u>	<u>37,686,559</u>
Excess of revenues over (under) expenditures	(1,019,671)	(81,168)	(2,117,240)	(12,211,922)	(3,274,899)
Other financing sources (uses)					
Proceeds from debt issuance	1,150,000	749,870	104,947	387,293	425,273
Proceeds from sale of assets	76,590	15,000	12,026	188,233	62,484
Developer contribution	-	-	349,733	7,491,649	409,154
Transfers in	2,128,008	2,218,882	3,203,823	7,464,521	5,990,746
Bond issuance costs	-	-	-	-	-
Loans made	(280,146)	(486,662)	(235,444)	(191,007)	(379,863)
Transfers out	(2,209,141)	(2,221,901)	(2,828,003)	(3,543,042)	(2,447,146)
Total other financing sources (uses)	<u>865,311</u>	<u>275,189</u>	<u>607,082</u>	<u>11,797,647</u>	<u>4,060,648</u>
Prior period adjustments	469,123	-	(64,856)	910,624	-
Net change in fund balances	<u>\$ 314,763</u>	<u>\$ 194,021</u>	<u>\$ (1,575,014)</u>	<u>\$ 496,349</u>	<u>\$ 785,749</u>
Debt service as a percentage of noncapital expenditures	5.5828%	4.9957%	5.2706%	5.2514%	3.7622%

¹ Engineering included in general government costs

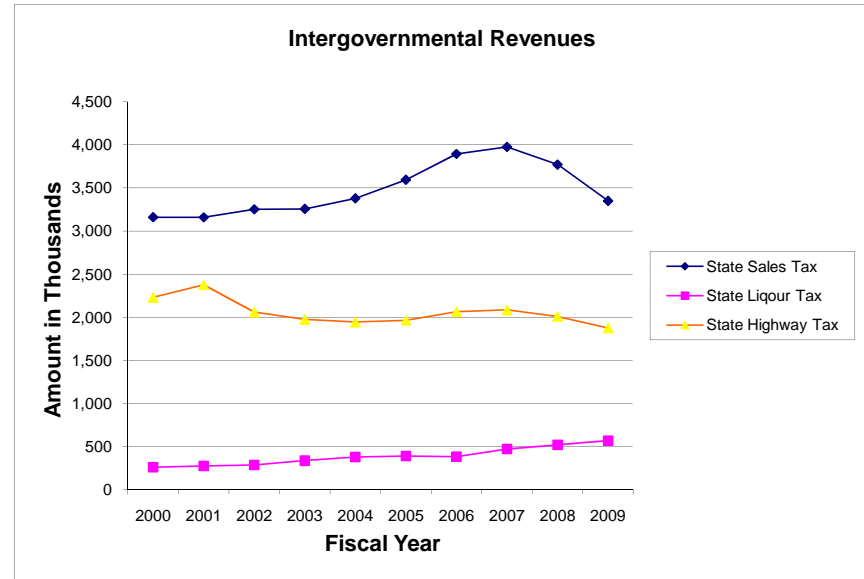
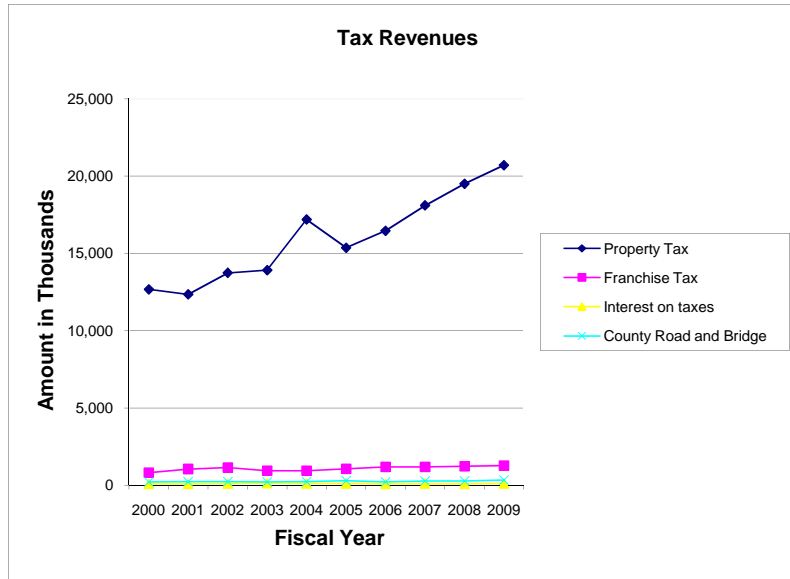
<u>2005</u>	<u>2006</u>	<u>2007</u>	<u>2008</u>	<u>2009</u>	<u>2010</u>
\$16,524,628	\$17,629,440	\$19,154,638	\$20,766,163	\$21,596,542	\$22,917,635
6,017,291	6,649,474	6,567,087	5,436,879	3,976,235	2,792,421
11,408,601	13,978,613	11,795,665	10,816,174	9,533,051	14,876,046
171,827	404,920	461,480	328,071	157,930	86,100
76,685	86,716	69,250	77,835	75,803	80,148
2,089,069	4,048,682	4,672,643	6,080,092	6,556,480	6,695,324
<u>36,288,101</u>	<u>42,797,845</u>	<u>42,720,763</u>	<u>43,505,214</u>	<u>41,896,041</u>	<u>47,447,674</u>
4,725,179	4,910,246	5,292,865	5,679,727	6,163,940	7,307,286
467,586	198,748	429,318	104,248	95,811	277,389
9,834,307	10,998,168	11,353,276	10,944,975	10,793,472	11,399,903
6,259,200	5,952,802	6,243,158	6,433,951	6,571,098	6,864,253
660,028	671,177	708,018	765,115	779,262	812,030
1,022,536	843,586	1,177,459	1,334,817	1,465,465	1,080,269
3,166,357	3,268,541	3,630,928	3,890,486	3,842,588	3,905,630
1,252,615	1,295,556	1,379,196	1,452,069	1,480,401	1,410,684
4,330,326	3,785,326	4,064,043	4,570,096	3,153,285	2,864,196
1,882,047	1,893,638	2,059,551	2,631,159	2,540,193	2,648,649
1,083,360	919,207	1,067,449	1,080,440	1,114,356	1,148,322
371,579	370,681	339,826	378,716	477,822	468,187
5,002,822	8,971,888	7,906,291	6,690,118	4,464,208	10,213,138
1,336,037	1,192,527	1,018,925	1,194,008	1,330,676	1,075,219
265,293	271,604	224,267	182,361	158,469	102,622
3,310	3,310	3,310	3,310	7,266	3,310
<u>41,662,582</u>	<u>45,547,005</u>	<u>46,897,880</u>	<u>47,335,596</u>	<u>44,438,312</u>	<u>51,581,087</u>
(5,374,481)	(2,749,160)	(4,177,117)	(3,830,382)	(2,542,271)	(4,133,413)
1,016,439	184,942	-	693,327	161,499	1,134,347
2,500	9,400	51,337	17,002	26,451	90,193
1,485,519	-	-	-	-	-
6,699,809	7,357,830	5,282,694	5,013,352	5,955,509	5,340,631
-	-	-	-	-	-
-	-	-	-	-	-
<u>(2,866,154)</u>	<u>(3,170,500)</u>	<u>(1,486,454)</u>	<u>(1,587,606)</u>	<u>(2,293,295)</u>	<u>(1,791,010)</u>
6,338,113	4,381,672	3,847,577	4,136,075	3,850,164	4,774,161
-	-	-	-	-	-
<u>\$ 963,632</u>	<u>\$ 1,632,512</u>	<u>\$ (329,540)</u>	<u>\$ 305,693</u>	<u>\$ 1,307,893</u>	<u>\$ 640,748</u>
4.5775%	4.1798%	3.3024%	3.5137%	3.8890%	2.9392%

CITY OF POATELLO

**GENERAL GOVERNMENT TAX AND INTERGOVERNMENTAL REVENUES BY SOURCE
LAST TEN FISCAL YEARS**

(modified accrual basis of accounting)
(amounts expressed in thousands)
(UNAUDITED)

Fiscal Year	Local Tax Revenues					Intergovernmental Revenues					Local Taxes as a Percentage of Total
	Property Tax	Franchise Tax	Interest on Taxes	County Road and Bridge Tax and Other	Total Local Taxes	State Sales Tax	State Liqour Tax	State Highway Tax	Total	Tax Totals	
2000	\$ 12,677	\$ 811	\$ 85	\$ 218	\$ 13,791	\$ 3,159	\$ 262	\$ 2,230	\$ 5,651	\$ 19,442	70.93%
2001	12,350	1,051	93	230	13,724	3,158	274	2,376	5,808	19,532	70.26%
2002	13,744	1,152	107	239	15,242	3,251	286	2,060	5,597	20,839	73.14%
2003	13,917	939	124	214	15,194	3,255	337	1,975	5,567	20,761	73.19%
2004	17,192	939	112	225	18,468	3,378	379	1,945	5,702	24,170	76.41%
2005	15,364	1,057	104	301	16,826	3,594	392	1,965	5,951	22,777	73.87%
2006	16,463	1,180	93	215	17,951	3,895	384	2,064	6,343	24,294	73.89%
2007	18,100	1,190	98	270	19,658	3,977	473	2,085	6,535	26,193	75.05%
2008	19,503	1,232	83	276	21,094	3,772	519	2,009	6,300	27,394	77.00%
2009	20,705	1,274	103	344	22,426	3,348	569	1,877	5,794	28,220	79.47%



CITY OF POCA TELLO
ASSESSED AND ACTUAL VALUE OF PROPERTY

LAST TEN FISCAL YEARS
(In thousands of dollars)
(UNAUDITED)

Fiscal Year	Real and Personal Tax Roll	Utilities Tax Roll	Actual Sub Roll	Exemptions Home Owner's	Total Assessed Actual Value	Total Direct Tax Rate
2001	*	*	*	(398,424)	1,364,289	\$9.83
2002	*	*	*	(412,212)	1,417,386	\$9.97
2003	*	*	*	(428,788)	1,474,378	\$9.82
2004	*	*	*	(430,988)	1,526,079	\$9.89
2005	*	*	*	(445,759)	1,567,189	\$10.36
2006	*	*	*	(467,465)	1,663,138	\$10.01
2007	*	*	*	(640,711)	1,695,155	\$10.39
2008	*	*	*	(533,167)	1,909,895	\$10.01
2009	2,870,380	42,276	9,308	(805,167)	2,116,797	\$9.76
2010	2,973,744	44,815	91,472	(834,927)	2,275,104	\$9.59

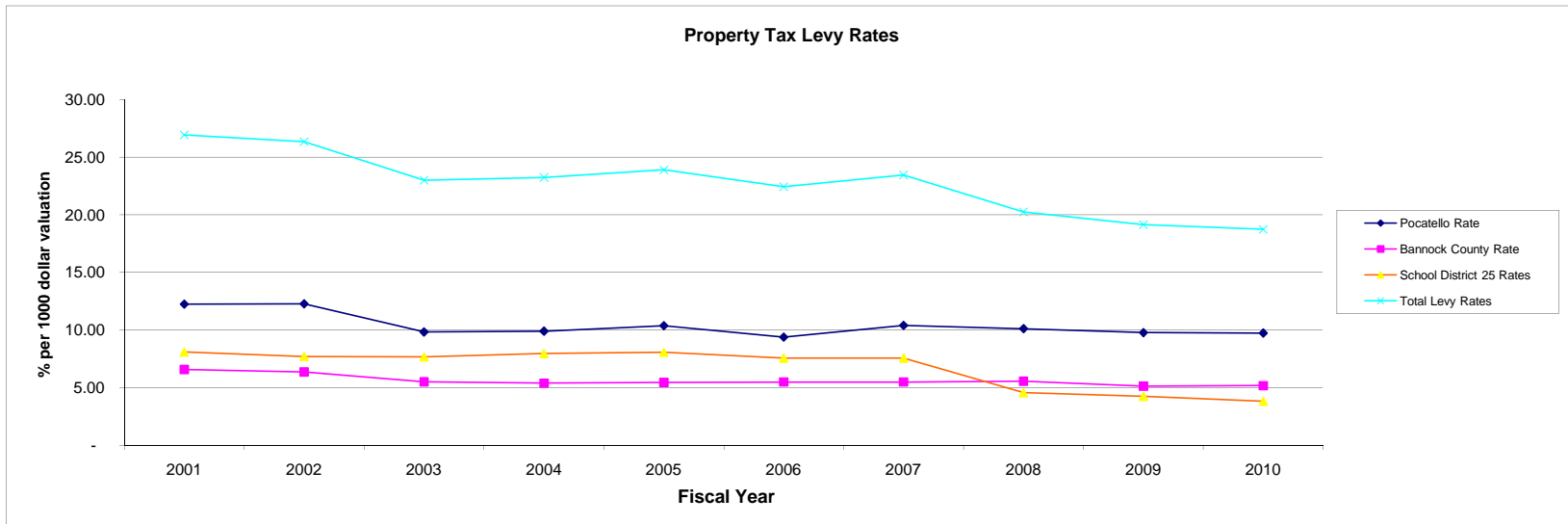
Source: Bannock County and Power County Clerks Office

Note: Twenty percent of the property in the county is reassessed annually. The County assesses property at 100% of market value. Tax rates are per \$1,000 of assessed value.

CITY OF POCATELLO
PROPERTY TAX RATES
DIRECT AND OVERLAPPING (1) GOVERNMENTS

LAST TEN FISCAL YEARS
(per \$1000 of assessed value)
(UNAUDITED)

Year	City of Pocatello			Overlapping Rates		Combined Levy Rate
	Base Rates	Debt Service Rates	Total Rates	Bannock County Rates	School District 25 Rates	
2001	9.56	2.67	12.23	6.58	8.10	26.91
2002	9.72	2.54	12.26	6.36	7.71	26.33
2003	9.82	0.01	9.83	5.51	7.66	23.00
2004	9.88	0.01	9.89	5.39	7.95	23.23
2005	10.36	0.01	10.37	5.45	8.06	23.89
2006	9.37	0.01	9.38	5.49	7.57	22.43
2007	10.39	0.01	10.40	5.49	7.57	23.45
2008	10.10	0.01	10.11	5.56	4.56	20.23
2009	9.76	0.01	9.77	5.13	4.25	19.15
2010	9.73	0.01	9.74	5.17	3.82	18.73



Source: Bannock County Assessors Office

(1) Overlapping rates are those of local and county governments that apply to owners within the City of Pocatello.

CITY OF POCATELLO

PRINCIPAL TAXPAYERS

September 30, 2010

(amounts expressed in thousands)

(UNAUDITED)

Taxpayer	Type of Business	2010			2000		
		Assessed Valuation	Rank	Percentage of Total Assessed Valuation	Assessed Valuation	Rank	Percentage of Total Assessed Valuation
Legacy Hospital Partners Inc.*	Medical facilities	\$ 74,601	1	3.279%			
Heinz Frozen Foods, Inc.	Food Producer	65,176	2	2.865%	\$ 32,996	2	2.566%
On Semiconductor	Microchip Manufacturer	63,758	3	2.802%	142,761	1	11.103%
Costco Wholesale Corp	Retail	17,049	4	0.749%			
Union Pacific Railroad	Railroad	15,171	5	0.667%	14,767	6	1.149%
Cole MT LLC	Real Estate Holdings	13,838	6	0.608%			
Farm Bureau Mutual Ins Co	Insurance	12,861	7	0.565%			
Fred Meyer Stores Inc.	Retail	12,360	8	0.543%			
Qwest Corp	Communication	11,953	9	0.525%	18,431	3	1.433%
Idaho Power	Electric Utility	11,573	10	0.509%	10,901	8	0.848%
C M Acquisition Corp	Malt Producer				18,123	4	1.410%
REB Development LLC	Hotel Complex				6,531	9	0.508%
Ore-Ida Foods	Food Producer				16,158	5	1.257%
Ballard Real Estate Holding	Medical Parts Producer				11,747	7	0.914%
Intermountain Gas Co	Natural Gas Utility				6,446	10	0.501%
	Total Top Ten	\$ 298,340		13.113%	\$ 278,861		21.689%

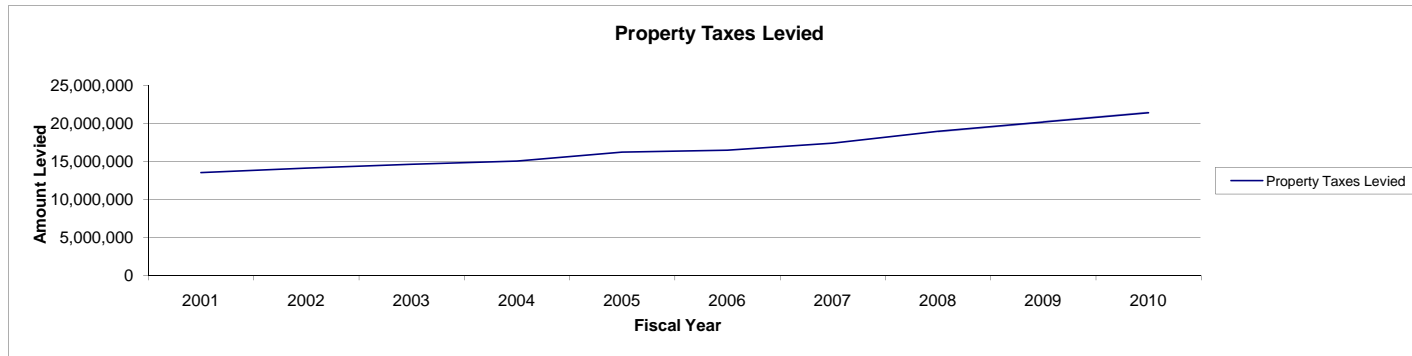
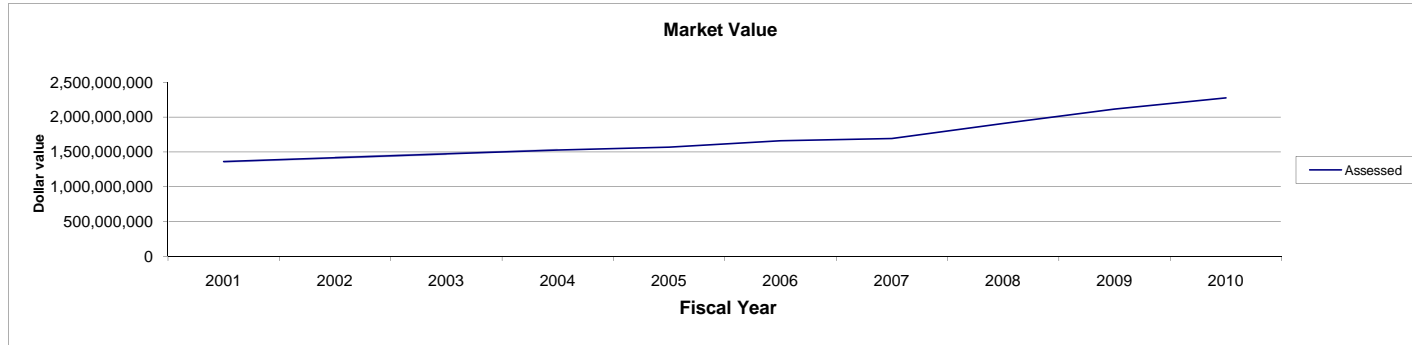
Source: Bannock County Assessors Office

*Portneuf Medical Center, Pocatello Hospital LLC, Pocatello Health Services LLC listed together

CITY OF POCA TELLO

Property Tax Levies and Collections
Last Ten Fiscal Years
(UNAUDITED)

Year	Assessed Value	Levy Rate	Taxes	Cancellations	Net Taxes Available	Collections					Total	Percent Collected
						First Year	Second Year	Third Year	Fourth Year	Fifth Year		
2001	1,364,289,428	0.9827%	13,551,428	36,224	13,515,204	13,176,407	160,186	95,758	82,853		13,515,204	100.00%
2002	1,417,384,705	0.9972%	14,133,672	12,897	14,120,775	13,713,548	238,682	92,978	75,567		14,120,775	100.00%
2003	1,474,377,921	0.9812%	14,655,363	69,721	14,585,642	14,245,447	192,599	86,920	60,668		14,585,634	100.00%
2004	1,526,079,257	0.9885%	15,084,680	24,377	15,060,303	14,736,832	169,667	85,160	68,644		15,060,303	100.00%
2005	1,567,189,776	1.0363%	16,240,266	159,654	16,080,612	15,733,690	196,504	87,359	63,059		16,080,612	100.00%
2006	1,663,138,687	1.0001%	16,500,412	22,078	16,479,807	16,170,908	155,823	65,885	87,191		16,479,807	100.00%
2007	1,695,155,478	1.0385%	17,416,142	82,028	17,334,114	16,983,879	166,813	80,757	97,872		17,329,321	99.97%
2008	1,909,894,806	1.0011%	18,976,515	68,043	18,908,472	18,496,728	173,970	109,439			18,780,137	99.32%
2009	2,116,797,412	0.9757%	20,194,987	29,858	20,165,129	19,529,169	293,427				19,822,596	98.30%
2010	2,275,103,835	0.9736%	21,431,837	23,383	21,408,454	20,635,769					20,635,769	96.39%



CITY OF POCA TELLO
Ratios of Outstanding Debt by Type
Last Eight Fiscal Years

(accrual basis of accounting)
(Amounts expressed in thousands)
(UNAUDITED)

Fiscal Year	Governmental Activities					Business Type Activities		Total Primary Government	Per Capita	Bonded Debt Ratio per Tax Value
	General Obligation Bonds	Mortgage Bonds	Contracts Payable	Capital Leases	Notes Payable	Mortgages Payable	Capital Leases			
2003	\$ 1,870	\$ 3,405	\$ 336	\$ 1,139	\$ 1,094	\$ 17,034	\$ 270	\$ 25,148	486	0.3799%
2004	1,720	3,020	187	1,079	1,247	22,474	124	29,851	585	0.3508%
2005	1,560	2,615	183	1,713	858	22,943	-	29,872	574	0.3105%
2006	1,215	1,760	171	1,086	-	21,870	-	26,102	492	0.2658%
2007	1,035	1,310	168	699	-	20,804	-	24,016	445	0.2108%
2008	845	840	162	802	-	28,927	-	31,576	574	0.1550%
2009	645	355	128	450	-	27,439	-	29,017	528	0.0795%
2010	440	-	119	1,040	-	25,893	-	27,492	509	0.0760%

Exception: This statement cannot present ten years of data since governmental activities (full accrual data) has only been calculated since fiscal year 2003.

Sources: Demographic information is not available

CITY OF POCATELLO

Direct and Overlapping Governmental Activities Debt

As of September 30, 2010
 (amounts expressed in thousands)
 (UNAUDITED)

<u>Jurisdiction:</u>	<u>Net General Obligation Bonded Debt Outstanding</u>	<u>Percentage Applicable To Government</u>	<u>Amount Applicable To Government</u>
Direct:			
City of Pocatello	\$ 1,000 (1)	100%	\$ 1,000
Overlapping:			
City of Chubbuck	0	0%	0
School District #25	13,280	79%	10,491
Bannock County	<u>2,085 (2)</u>	70.0%	<u>1,460</u>
	<u>\$ 16,365</u>		<u>\$ 12,951</u>

Sources: Assessed value data used to estimate applicable percentages provided by the County Assessors Office. Debt outstanding provided by the taxing districts.

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

(1) Includes the outstanding balance on Essential Facilities Refunding issue of 1998 of \$4,835

(2) Includes Certificates of Participation for the county landfill of \$1.165 million.

CITY OF POCATELLO
Legal Debt Margin Information
Last Ten Fiscal Years
(amounts expressed in thousands)
(UNAUDITED)

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Debt limit	\$ 35,251	\$ 36,592	\$ 38,063	\$ 37,265	\$ 40,684	\$ 45,110	\$ 46,717	\$ 48,861	\$ 58,013	\$ 62,201
Total net debt applicable to limit	<u>6,716</u>	<u>6,206</u>	<u>5,275</u>	<u>4,739</u>	<u>4,175</u>	<u>3,574</u>	<u>2,964</u>	<u>2,331</u>	<u>1,683</u>	<u>998</u>
Legal debt margin	<u>\$ 28,535</u>	<u>\$ 30,386</u>	<u>\$ 32,788</u>	<u>\$ 32,526</u>	<u>\$ 36,509</u>	<u>\$ 41,536</u>	<u>\$ 43,753</u>	<u>\$ 46,530</u>	<u>\$ 56,330</u>	<u>\$ 61,203</u>
Total net debt applicable to the limit as a percentage of the debt limit	19.0519%	16.9600%	13.8586%	12.7170%	10.2620%	7.9229%	6.3446%	4.7707%	2.9011%	1.6045%

Legal Debt Margin Calculation for Fiscal Year 2010

(amounts not expressed in thousands)

Assessed value	\$ 2,275,103,835
Add back homeowners exemption	<u>834,926,759</u>
Total assessed value	<u>\$ 3,110,030,594</u>
Debt limit - 2% of assessed value	\$ 62,200,612
Debt applicable to limit:	
Total bonded debt	\$ 1,000,000
Less: amount available for repayment of general obligation bonds	<u>2,000</u>
	<u>998,000</u>
Legal debt margin	<u>\$ 61,202,612</u>

Note: Under state finance law, the City of Pocatello's outstanding general obligation debt should not exceed 2 percent of total assessed property value. By law, the general obligation debt subject to the limitation may be offset by amounts set aside for repaying general obligation bonds. Source: City Budgeting Manual for FY 2008- Data from the Idaho State Tax Commission.

CITY OF POCA TELLO

Pledged-Revenue Coverage

Last Ten Fiscal Years
 (amounts expressed in thousands)
 (UNAUDITED)

Sewer and Water Revenue Bonds

<u>Fiscal Year</u>	<u>Charges and Other</u>	<u>Less: Operating Expenses</u>	<u>Net Available Revenue</u>	<u>Debt Service</u>		<u>Coverage</u>
				<u>Principal</u>	<u>Interest</u>	
2001	6,674	4,221	2,453	157	108	9.2566
2002	6,467	3,688	2,779	163	414	4.8163
2003	6,617	4,970	1,647	337	315	2.5261
2004	6,950	5,060	1,890	455	409	2.1875
2005	7,297	5,837	1,460	595	484	1.3531
2006	7,403	5,557	1,846	791	688	1.2481
2007	7,741	5,609	2,132	1,019	871	1.1280
2008 ¹	17,685	13,543	4,142	2,087	1,031	1.3284
2009	17,016	13,752	3,264	1,419	1,185	1.2535
2010	17,112	13,046	4,066	1,478	1,130	1.5590

Note: Details regarding the City's outstanding debt can be found in the notes to the financial statements. Sewer charges and other includes investment earnings. Operating expenses do not include interest or depreciation.

¹ The City issued \$9,500 in Water Revenue Bonds in fiscal year 2008.

CITY OF POCA TELLO

Demographic and Economic Statistics

**Last Ten Fiscal Years
(UNAUDITED)**

Fiscal Year	(1) Population	Personal Income (amounts expressed in thousands)	(2) Per Capita Income	(3) Median Age	(3) Bannock County Retail Sales	(4) School Enrollment	(2) Unemployment Rate
2001	51,467	1,129,752	21,951	*	387,295	12,676	5.3%
2002	51,270	1,146,910	22,370	*	491,029	12,083	5.1%
2003	51,009	1,168,004	22,898	*	*	12,080	4.7%
2004	51,009	1,231,204	24,137	*	*	12,152	4.6%
2005	52,910	*	25,436	*	*	12,064	2.0%
2006	53,372	*	*	*	*	12,055	3.7%
2007	53,932	*	*	*	*	11,605	2.2%
2008	54,572	*	*	*	*	12,014	5.0%
2009	54,901	*	*	*	*	12,255	8.0%
2010	54,255	*	*	*	*	12,348	8.1%

Data Sources

- (1) U.S. Census Bureau./County Regional Planning Commission
- (2) State Department of Labor per capita income for Bannock County
- (3) State Department of Commerce
- (4) School District
- * information not available at this time.

Note: Population, median age, and education level information are based on surveys conducted during the last quarter of the calendar year. Personal income information is a total for the year. Unemployment rate information is an adjusted yearly average. School enrollment is based on the census at the start of the school year.

CITY OF POCATELLO

**Principal Employers
September 30, 2010**

(amounts expressed in thousands)
(UNAUDITED)

Employer	Type of Business	2010			2000		
		Employees	Rank	Percentage of Total City Employment	Employees	Rank	Percentage of Total City Employment
Idaho State University	Higher Education	3,300	1	12.851%	\$ 3,085	1	11.966%
School District 25	Public School	1,700	2	6.620%	1,443	2	5.597%
Portneuf Medical Center	Medical facilities	1,225	3	4.770%			
Heinz Frozen Foods	Food Processor	800	4	3.115%	479	10	1.858%
ON Semiconductors	Semiconductors	650	5	2.531%	1,250	3	4.848%
Convergys	Call Center	650	6	2.531%			
Pocatello City Government	Municipal Corporation	650	7	2.531%	620	5	2.405%
Union Pacific Railroad	Railroad	550	8	2.142%	850	3	3.297%
Varsity Contractors Inc.	Janitorial Service	500	9	1.947%			
Bannock County Government	County Government	437	10	1.702%			
Bannock Regional Medical Ctr	Medical facilities				610	6	2.366%
Portneuf Medical Center	Medical facilities				550	9	2.133%
FMC	Fertilizer Manufacturer				575	8	2.230%
J. R. Simplot Co.	Fertilizer Manufacturer				600	7	2.327%
	Total Top Ten	<u>10,462</u>		<u>28.046%</u>	<u>10,062</u>		<u>39.027%</u>

Source: State Department of commerce

CITY OF POCATELLO
OPERATIONS INDICATORS BY FUNCTION

September 30, 2010

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
AIRPORT FUNCTION:										
Terminal area (square feet)	33,000	33,000	33,000	33,000	33,000	28,000	28,000	28,000	28,000	40,525
Airport area (acres)	3,500	3,500	3,500	3,500	3,500	3,215	3,215	3,215	3,215	3,215
Airport elevation (feet)	4,448	4,448	4,448	4,448	4,448	4,449	4,449	4,449	4,449	4,449
Number of runways	2	2	2	2	2	2	2	2	2	2
Runway lengths:										
3/21 width 150'	9,046	9,046	9,046	9,046	9,060	9,060	9,060	9,060	9,060	9,060
16/34 width 150'	7,040	7,040	7,040	7,040	7,146	7,146	7,146	7,146	7,146	7,146
Number of airplane tie downs	75	75	75	75	75	75	75	75	75	75
Number of fixed base operators	1	1	1	1	1	1	1	1	1	1

OTHER PUBLIC SAFETY: ANIMAL CONTROL

Miles patrolled	39,816	41,783	38,999	41,783	49,348	46,187	48,760	44,864	42,746	41,926
Animals impounded	4,113	4,442	4,114	4,442	44	4,198	4,114	4,448	4,310	3,976
Animals disposed of	5,083	2,707	2,304	2,707	2,466	2,845	2,222	2,443	2,330	2,151
Animals adopted		847	823	847	955	889	941	1,124	1,190	1,084
Animals claimed		806	811	806	846	886	845	788	720	679
Citations issued	780	829	973	829	1,203	1,267	1,133	1,102	1,128	991
Complaints investigated	5,595	5,385	5,103	5,385	5,076	5,071	5,020	5,300	5,390	5,173

GENERAL GOVERNMENT:

BUILDING PERMITS:

Issued:										
Demolish	9	25	12	21	28	13	21	13	10	23
Other permits issued	2408	2432	2,397	1,757	2,650	2,573	2,808	2,225	1,725	1,792
Commercial Buildings:										
Alter, enlarge, repair	78	56	80	69	85	108	87	33	6	35
New	35	26	29	22	28	42	41	73	118	110
Garage/Carports:										
Alter, enlarge, repair	24	22	34	21	27	20	-	17	9	10
New	-	-	-	-	-	-	29	-	-	-
Institutional Buildings:										
Alter, enlarge, repair	-	-	-	-	-	-	-	-	-	-
New	-	1	1	-	2	-	2	7	-	-
Multiple Family Dwellings:										
Alter, enlarge, repair	-	-	-	-	-	-	-	-	-	-
New	5	4	1	3	15	2	-	29	-	-
Family Dwellings:										
Alter, enlarge, repair	98	101	251	206	265	260	234	325	265	181
New	99	126	159	121	182	234	229	80	71	73
Two Family Dwellings:										
Alter, enlarge, repair					2	-	-	-	-	-
New	6	6	5	4	8	15	12	5	-	-
Total building permits issued	<u>2,762</u>	<u>2,799</u>	<u>2,969</u>	<u>2,220</u>	<u>3,292</u>	<u>3,267</u>	<u>3,463</u>	<u>2,807</u>	<u>2,204</u>	<u>2,224</u>

Valuation:

Other permits issued	\$ 4,340,221	\$ 5,006,593	\$ 3,903,300	\$ 4,670,082	\$ 5,976,820	\$ 10,447,578	\$ 11,224,942	\$ 14,488,850	\$ 38,955,433	\$ 2,597,374
Commercial Buildings:										
Alter, enlarge, repair	5,297,569	3,912,752	3,697,477	5,966,846	4,933,910	6,664,770	9,618,048	2,382,749	148,383	2,063,095
New	7,889,256	10,209,246	6,288,548	6,162,856	18,655,529	42,106,643	21,672,216	159,614,180	1,267,358	9,106,120
Garage/Carports:										
Alter, enlarge, repair	178,121	226,568	368,767	133,595	415,871	329,482	-	207,799	132,342	113,572
New	-	-	-	-	-	-	396,217	-	-	-

BUILDING PERMITS:

Valuation - continued:

Institutional Buildings:										
Alter, enlarge, repair	-	-	-	-	-	-	-	-	-	-

CITY OF POCATELLO

OPERATIONS INDICATORS BY FUNCTION

September 30, 2010

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
New	-	3,000,000	312,000	-	849,000	-	1,060,000	11,120,697	-	-
Multiple Family Dwellings:										
Alter, enlarge, repair	-	-	-	-	-	-	-	-	-	-
New	980,712	1,448,527	115,000	175,000	8,843,000	1,070,000	-	225,000	-	-
Family Dwellings:										
Alter, enlarge, repair	1,576,100	2,013,240	1,334,134	943,583	1,629,371	1,323,289	1,515,218	6,204,389	103,417,883	3,984,744
New	10,696,031	11,929,945	17,299,029	13,568,386	20,704,457	26,156,734	24,775,795	11,634,537	8,007,749	7,220,314
Two Family Dwellings:										
Alter, enlarge, repair	-	-	-	-	44,900	-	-	-	-	-
New	1,221,738	675,774	719,372	230,000	609,314	1,859,604	838,853	548,680	-	-
Total building permits valuation	\$ 32,179,748	\$ 38,422,645	\$ 34,037,627	\$ 31,850,349	\$ 62,662,172	\$ 89,958,100	\$ 71,101,289	\$ 206,426,881	\$ 151,929,148	\$ 25,085,219

FIRE SERVICES

Number of stations	5	5	5	5	5	5	5	5	5	5
Total fire alarm runs (January 1 through December 31)	2,344	2,342	2,504	2,342	2,965	2,943	3,030	3,204	5,773	5,849
Losses in dollars	\$397,723	\$455,240	\$805,877	\$455,240	\$524,805	\$928,915	\$316,710	\$1,262,601	\$1,762,900	\$1,575,775
Busiest response hour of the day	10-11 a.m.	7-8 p.m.	5-6p.m.	7-8p.m.	12-1p.m.	2-3 pm	5-6 pm	5-6 pm	4-5 pm	5-6 pm
False alarms	97	101	92	101	225	214	240	262	219	254
Ambulance runs	4,250	4,750	5,429	4,750	4,611	4,762	4,717	4,909	5,173	5,195
Hazardous condition spills and calls	92	108	131	108	130	102	108	104	111	104
Fire calls	176	152	180	152	141	149	138	134	108	148
Total manhours of training including paramedics	19,750	21,045	20,832	21,045	19,420	18,337	14,050	9,736	17,719	11,101

REGULAR MONTHLY EMPLOYEES:

General Government Council and Mayor	7	7	7	7	7	7	7	7	7	7
General Government	49	64	63	69	71	58	58	62	62	56
Streets and Highways	29	32	32	32	32	29	29	29	28	28
Cultural and Recreational	29	48	46	48	48	27	28	29	28	27
Water	42	42	42	42	42	42	43	43	43	44
Sanitary Sewer	55	23	23	23	23	24	23	24	24	26
Sanitation		35	35	35	35	34	43	38	40	43
Airport	5	5	5	5	5	5	5	5	5	5
Library	23	26	24	26	24	25	25	25	24	25
Public works and Engineering	14	10	11	11	13	20	21	20	21	18
Fire services and Ambulance services	74	74	74	74	74	75	77	75	77	75
Police services	119	126	123	126	126	127	122	124	128	128
Community Services	4	4	4	4	4	4	4	4	4	4
Other Public Safety	13	12	12	12	12	11	12	11	11	10
Transportation	10	11	11	11	11	14	12	17	17	17
Total	473	519	512	525	527	502	509	513	519	513

LIBRARY SERVICES:

Materials:										
Added	19,018	20,456	13,252	18,873	15,903	16,203	16,203	13,832	10,535	13,117
Weeded	16,739	22,240	14,521	14,458	14,056	34,075	34,075	14,600	7,665	9,897
Print	113,321	110,853	125,150	130,367	151,890	127,564	127,564	153,565	156,653	156,009
Audio	4,149	4,324	4,232	2,907	5,230	4,983	4,983	2,962	6,382	7,107
Public Library - continued										
Video & DVD	499	1,776	1,964	4,509	2,559	2,668	2,794	2,962	3,639	3,144
Databases	29	22	22	63	76	2	51	65	63	60
Other	100	123	-	-	158	248	432	2,614	212	1,058
Items held	120,377	115,314	130,099	142,261	161,760	150,391	156,924	162,168	166,949	18,309
Subscriptions	233	233	234	235	198	273	200	174	178	170
Hours/Use:										
Hours open	3,312	3,312	3,312	3,312	3,236	5,614	3,376	3,376	3,297	3,297
Annual visits	255,950	261,830	232,824	263,915	280,801	299,495	325,213	328,452	373,241	370,538
Visits per capita	5.0	5.1	5.2	5.2	5.4	5.6	6.0	6.1	6.8	6.7

CITY OF POCATELLO
OPERATIONS INDICATORS BY FUNCTION

September 30, 2010

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Total reference	14,016	64,116	66,011	63,985	64,318	95,048	91,377	104,015	144,149	No longer used
Electronic use (PC's & internet hours)	34,832	81,713	96,970	96,985	345,538	-	-	-	-	88,642
Programs:										
Programs	n/a	n/a	n/a	413	443	533	674	737	808	901
Attendance	17,182	13,316	13,178	14,616	16,547	15,301	30,402	27,785	31,255	27,489
Circulation:										
Adult	235,028	220,356	221,446	236,769	234,208	256,575	286,724	296,647	353,696	311,310
Juvenile	228,131	179,395	215,296	205,313	214,283	245,658	234,593	248,647	266,857	273,456
Total circulation	463,159	399,751	436,742	442,082	448,491	502,233	521,317	545,294	620,553	584,766
Circulation per capita	9.0	7.7	8.6	8.7	8.6	9.4	9.7	10.1	11.3	10.7
Material loaned (Interlibrary loans)	684	608	1,518	1,871	552		1,192	1,324	1,719	1,608
Material borrowed (Interlibrary loans)	1,364	1,429	946	1,683	1,460		535	2,336	776	762

GENERAL GOVERNMENT ELECTION DATA:

Registered voters	27,223	N/A	N/A	28,210	N/A	27,559	40,447	25,741	N/A	26,401
Number of votes cast	10,267	N/A	N/A	11,258	N/A	9,693	15,059	3,533	N/A	7,235
Percentage of registered voters voting	37.71%	N/A	N/A	39.91%	N/A	35.17%	37.23%	13.73%	N/A	27.40%
Number of voting precincts	12	N/A	N/A	12	N/A	17	38	38	N/A	39

CULTURAL AND RECREATIONAL:

Number of green areas serviced including parks	43	71	71	71	65	65	66	66	66	66
Number of parks	34	34	34	34	34	34	34	26	26	26
Parks in development stage	1	1	1	1	-	-	-	-	-	-
Playground areas in parks	21	21	21	21	21	21	21	21	21	21
Lighted baseball fields	2	2	2	2	2	2	1	1	1	1
Lighted softball fields	4	4	4	4	3	3	2	2	3	3
Total baseball and softball fields	27	27	27	27	21	21	21	21	25	25
Total soccer fields	16	16	16	16	16	16	15	15	18	18
Number of tennis courts	12	12	12	12	4	4	4	4	4	4
Number of swimming and/or gym facilities:										
Indoor	1	1	1	1	1	1	1	1	1	1
Outdoor	1	1	1	1	1	1	1	1	1	1
Number of 18-hole golf courses	2	2	2	2	2	2	2	2	2	2
Total acres of land cared for	605	688	688	688	688	688	688	688	688	688
Number of zoos	1	1	1	1	1	1	1	1	1	1
Number of animals cared for in zoo	102	116	116	116	120	120	120	120	118	115
Number of cemeteries	1	2	2	2	2	2	2	2	2	2

CULTURAL AND RECREATIONAL PROGRAMS:

Municipal Team Programs Participants:

Flag football	245	255	256	255	322	286	299	345	299	317
Knothole baseball	884	767	758	767	627	669	501	382	430	459
Kid's basketball	1,396	1,276	1,285	1,276	1,066	1,120	1,123	1,196	1,350	1,342
Women's fastpitch					44	-	-	-	-	-

Municipal Programs Participants - continued

Women's volleyball	41	41	42	41	67	89	81	95	98	83
Fall CoEd soccer	200	205	211	205	179	220	266	190	130	182
Spring CoEd soccer	284	283	282	283	217	260	290	235	214	200
Adult softball	518	634	636	634	725	1,307	1,416	1,477	1,815	2,088
Men's basketball	319	293	295	293	314	252	299	275	305	252
CoEd volleyball	90	63	64	63	73	90	72	75	69	98
Women's basketball	-	-	-	-	-	33	69	53	67	51
Junior Olympic softball	-	-	-	-	-	199	210	191	167	179
Total number of participants	<u>3,977</u>	<u>3,817</u>	<u>3,829</u>	<u>3,817</u>	<u>3,634</u>	<u>4,525</u>	<u>4,626</u>	<u>4,514</u>	<u>4,944</u>	<u>5,251</u>

Outdoor Recreation Programs Participants:

Winter Programs	-	-	-	-	-	-	2,768	3,845	4,040	4,573
5th Grade Lessons	886	911	640	911	789	1,218	1,863	1,975	1,883	1,921

CITY OF POCATELLO
OPERATIONS INDICATORS BY FUNCTION

September 30, 2010

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
X-C ski lessons - adult	17	26	6	26	8	85	2	-	10	43
X-C ski lessons - skier days	47	46	15	46	18	-	16	25	24	32
Mink Creek Pass	-	-	-	-	-	-	1,386	-	-	-
Summer Programs:										
Portneuf Valley Fun Run	623	704	753	704	823	953	1,299	1,550	2,121	2,325
Other	-	-	-	-	-	-	2,350	2,212	1,547	1,231
Other races	144	205	226	205	235	149	149	270	325	632
Rock climbing (teen)	38	41	48	41	37	74	154	135	150	310
Kayaking lessons	10	12	25	12	0	4	46	22	6	-
Total number of participants	1,765	1,945	1,713	1,945	4,082	2,483	7,265	10,853	10,106	11,067

Community Recreation Center Programs

Participants:

Membership	-	-	995	870	1,230	705	719	735	4,130	4,048
Exercise classes	-	-	-	-	-	443	373	376	320	265
Swimming lessons	1,269	1,209	1,735	1,805	996	1,273	1,097	999	1,296	1,037
Tumbling and dance classes	374	366	411	450	611	984	1,014	1,222	1,587	1,533
Climbing wall	-	-	-	-	-	802	1,094	808	750	850
Lifeguard course	39	57	41	50	28	41	49	28	32	31
Day care room	1,519	2,035	2,068	2,075	1,206	197	873	352	528	403
Total number of participants	3,201	3,667	5,250	5,250	4,071	4,445	5,219	4,520	8,643	8,167

POLICE SERVICES:

Number of stations	3	3	3	3	3	3	3	3	3	3
Calls for service	-	-	28,247	27,497	28,837	31,972	31,958	32,524	32,662	31,364
Major crimes	-	-	2,407	2,366	1,902	1,774	1,828	4,259 *	4,242	4,475
Traffic accidents	-	-	1,866	2,076	1,829	1,745	1,579	1,586	1,499	1,386

POLICE COMMUNITY SERVICES BUREAU:

Speaking engagements	227	90	62	90	61	51	58	41	82	36
News media interviews	40	46	51	46	69	75	48	77	100	68
Neighborhood Watch crime information published	36,000	27,500	14,000	27,500	26,000	14,000	18,000	13,800	13,800	15,000
Juvenile diversion interviews	185	68	54	68	27	25	173	142	113	199
School Resource Officer presentations	308	578	437	578	155	452	325	234	50	182
D.A.R.E. presentations	1,169	1,159	1,224	1,159	428	478	259	138	436	273
Tours	51	36	36	36	30	25	24	31	63	36
Child safety presentations	68	86	86	86	82	58	78	66	159	209
Volunteer hours donated to Police Department	6,468	7,732	8,081	7,732	10,972	13,032	12,442	12,298	13,736	15,126

CITY OF POCATELLO

OPERATIONS INDICATORS BY FUNCTION

September 30, 2010

	2001	2002	2003	2004	2005	2006	2007	2008	2009	2010
Residential security Inspections	-	-	2	0	-	-	3	3	-	-
Abandoned vehicles checked by volunteers	1,107	165	-	165	397	-	11	-	-	-
Community Services Bureau - continued										
Commercial security Inspections	2	-	8	-	7	9	6	7	6	7
Vacation house checks	6,665	7,305	7,838	7,305	7,223	5,889	6,243	5,477	4,590	4,820
Inspections:										
Licensed daycares	-	-	-	-	-	-	-	-	200	150
Unlicensed daycares	-	-	-	-	-	-	-	-	10	5
Alcohol establishments	-	-	-	-	-	-	-	-	5	5
Massage establishments	-	-	-	-	-	-	-	-	15	5
Licensing Queries:										
Written requests	-	-	-	-	-	-	-	-	30	23
Phone calls	-	-	-	-	-	-	-	-	700	1,150
TRANSPORTATION SERVICE:										
Vehicle Fleet:										
Fixed route buses	10	10	10	12	12	13	14	12	12	13
Lift buses/ramps	15	22	21	21	21	9	7/5	30	30	39
Routes:										
Number of Fixed-Route Routes	4	7	7	7	7	9	9	10	10	11
Number of Access Service Routes	6	6	6	6	6	6	6	6	6	6
Number of Access Rural Routes	8	7	7	7	7	10	11	14	14	15
Total Routes	<u>18</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>20</u>	<u>25</u>	<u>26</u>	<u>30</u>	<u>30</u>	<u>32</u>
Passenger Boardings:										
Number of Passenger Boardings for Fixed Route	391,308	404,064	438,718	442,117	429,533	420,574	409,200	401,900	417,965	447,280
Number of Passenger Boardings for Access Services	41,612	45,904	51,026	48,141	40,888	42,103	46,813	51,332	44,001	38,664
Number of Passenger Boardings for Special events	9,984	7,729	7,830	7,829	7,925	2,986	512	2,165	900	9,113
Number of Passenger Boardings - Rural routes	40,402	21,222	22,147	22,743	29,940	29,899	29,881	64,399	74,780	53,900
Total Passengers	<u>483,306</u>	<u>478,919</u>	<u>519,721</u>	<u>520,830</u>	<u>508,286</u>	<u>495,562</u>	<u>486,406</u>	<u>519,796</u>	<u>537,646</u>	<u>548,957</u>
Shelters and Benches:										
Number of Bus Stops Marked by Signs	205	250	250	250	250	200	196	205	205	205
Number of Bus Shelters	6	6	6	6	6	10	9	3	3	11
Number of Bus Benches	22	24	24	24	24	29	41	31	31	31
WATER: (water amounts in thousands)										
Average daily consumption (gallons)	15,096	15,538	14,928	15,538	13,340	14,394	14,475	14,988	12,612	13,063
Maximum daily consumption (gallons)	34,985	32,745	36,448	32,745	34,942	34,420	35,605	36,904	31,669	31,943
Total annual consumption	5,510,153	5,593,799	5,448,383	5,593,799	4,870,512	5,253,809	5,283,538	5,470,761	4,603,278	4,768,065
Number of wells in service	21	21	20	21	18	19	19	19	21	21
Number of reservoirs and storage tanks in service	13	14	14	14	13	13	13	13	14	16
Storage capacity of reservoirs and storage tanks	23,600	21,770	21,670	21,670	23,600	23,600	23,600	23,600	21,800	23,300
Miles of main line pipe	257	258	261	258	266	267	272	274	274	277
New main line added (feet)	8,642	6,655	15,366	6,655	26,111	18,149	11,826	20,609	480	13,733
Number of hydrants	1,550	1,619	1,652	1,619	1,780	1,810	1,879	1,921	1,938	1,963
Number of services (active accounts)	16,380	16,349	16,395	16,394	16,901	17,215	16,728	16,903	17,025	17,107
SANITARY SEWER:										
Miles of sanitary sewer	234	234	241	234	250	236	260	260	270	270
Number of services	15,368	15,368	15,788	15,368	15,875	16,166	15,188	16,287	16,372	16,459
Treatment plant flow:										
Daily average (million gallons)	8	8	7	8	7	7	7	7	7	7
Maximum (million gallons)	12	10	10	10	8	10	9	10	11	11
Design capacity:										
Daily (million gallons)	12	12	13	12	12	12	12	12	12	12
Maximum (million gallons)	22	22	28	22	30	12	28	28	28	28

Source: Operating indicators are provided by the applicable departments.

* Fiscal year 2007 and prior - major crimes were tracked using the Uniform Crime Reporting System.

Fiscal year 2008 and later - major crimes were tracked using the National Incident Base Reporting System.

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SINGLE AUDIT SECTION

CITY OF POCA TELLO

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

For The Fiscal Year Ended September 30, 2010

CFDA No.	Grant No.	Amount Awarded	Expenditures This Period	Total Expenditures
DEPARTMENT OF TRANSPORTATION:				
<i>URBAN MASS TRANSIT ADMINISTRATION:</i>				
20.507	ID-90-X062	889,602		669,069
20.507	ID-90-X079-01	756,770	24,119	756,770
20.507	ID-90-X088-00	821,995	3,734	809,667
20.507	ID-90-X096	1,362,412	370,059	1,355,974
20.507	ID-90-X103	871,093	312,975	312,975
20.507	ID-90-XO-40003	2,219,915	824,000	824,000
20.507	ID-96-XO-0003	* 1,159,957	1,159,957	1,159,957
20.507	ID-03-0025-00	105,000		19,956
20.509	ID-18-X025	576,000	2,289	576,000
20.509	ID-18-X027	688,594	0	670,376
20.509	ID-18-X030	553,982	341,215	553,510
20.509	ID-18-X032	547,126	294,528	294,528
20.509	ID-16-X035	57,000	56,836	56,836
	Subtotal	<u>10,609,446</u>	<u>3,389,712</u>	<u>8,059,618</u>
<i>STATE AND COMMUNITY HIGHWAY SAFETY - FLOW THROUGH:</i>				
20.205	KEY 09935	8,740	8,740	8,740
20.205	KEY 09767	1,295	1,295	1,295
20.600	PT-2010-01-00-00	3,223	3,223	3,223
20.600	OP-2010-01-00-00	480	480	480
20.600	AL-2010-01-00-00	310	310	310
20.601	K8-2010-01-00-00	7,194	7,194	7,194
	Subtotal	<u>21,242</u>	<u>21,242</u>	<u>21,242</u>
<i>PIPELINE AND HAZARDOUS MATERIALS SAFETY ADMIN:</i>				
20.703	Interagency Hazardous Materials Training	<u>8,280</u>	<u>8,280</u>	<u>8,280</u>
<i>FEDERAL AVIATION ADMINISTRATION - DIRECT:</i>				
20.106	AIP-3-16-0028-31	804,576	488,421	488,421
20.106	AIP-3-16-0028-30	* 1,850,000	1,523,498	1,609,502
	AIP-3-16-0028-29	553,818	553,817	553,817
20.106	AIP-3-16-0028-28	946,647	483,071	513,514
20.106	AIP-3-16-0028-27	741,606	71,951	741,606
20.106	AIP-3-16-0028-26	1,500,000	104,572	1,278,344
	Subtotal	<u>6,396,647</u>	<u>3,225,330</u>	<u>5,185,204</u>
Department of Transportation total		<u>17,035,615</u>	<u>6,644,564</u>	<u>13,274,344</u>
DEPARTMENT OF ENVIRONMENTAL PROTECTION AGENCY:				
<i>DEPARTMENT OF ENVIRONMENTAL QUALITY</i>				
66.716	XP-96019201-0 modified	1,106,300	686,542	1,077,149
Department of Environmental Quality total		<u>1,106,300</u>	<u>686,542</u>	<u>1,077,149</u>
DEPARTMENT OF ENERGY:				
<i>OFFICE OF ENERGY EFFICIENCY AND RENEWABLE RESOURCES:</i>				
81.128	DE-SC00026174	* 533,000	433,326	433,326
Department of Energy		<u>533,000</u>	<u>433,326</u>	<u>433,326</u>

CITY OF POCA TELLO

SCHEDULE OF FEDERAL FINANCIAL ASSISTANCE

For The Fiscal Year Ended September 30, 2010

CFDA No.	Grant No.	Amount Awarded	Expenditures This Period	Total Expenditures
DEPARTMENT OF THE INTERIOR :				
<i>NATIONAL PARK SERVICE:</i>				
15.904	16-07-21616 Historical Society	6,412	6,412	6,412
Department of the Interior total		\$ 6,412	\$ 6,412	\$ 6,412
DEPARTMENT OF COMMERCE :				
<i>HOUSING AND URBAN DEVELOPMENT ADMINISTRATION :</i>				
14.228	B-08-SP-ID-0552	137,200	35,252	137,200
14.228	B-08-DN-16-0001	* 1,059,153	706,760	1,011,042
14.228	B10MC-160003	543,159	69,724	69,724
14.228	B09MC-160003	502,404	299,083	407,191
14.228	B07MC-160003	514,384	63,906	502,384
14.228	B08MC-160003	496,109	159,010	496,109
Department of Commerce total		<u>3,252,409</u>	<u>1,333,735</u>	<u>2,623,650</u>
DEPARTMENT OF HEALTH AND HUMAN SERVICES :				
<i>OFFICE OF THE SECRETARY</i>				
93.889	National Bioterrorism Hospital Preparedness	13,549	13,549	13,549
Department of Homeland Security total		<u>13,549</u>	<u>13,549</u>	<u>13,549</u>
DEPARTMENT OF HOMELAND SECURITY :				
<i>FEDERAL EMERGENCY MANAGEMENT AGENCY:</i>				
97.056	HSTS0208HSLR234	175,432	175,419	175,419
97.067	Homeland Security Grant Program	13,180	13,180	13,180
Department of Homeland Security total		<u>188,612</u>	<u>188,599</u>	<u>188,599</u>
Institute of Museum and Library Services				
<i>Commission for Libraries</i>				
45.310	State Library Program	1,000	1,000	1,000
Institute of Museum and Library Services		<u>1,000</u>	<u>1,000</u>	<u>1,000</u>
DEPARTMENT OF JUSTICE - FLOW THROUGH:				
16.710	2005INWX008	1,900,610	25,207	1,874,010
16.588	09RSTPET	* 113,130	38,624	40,671
16.607	Bulletproof Vest Program 2009	3,573	1,770	1,770
Department of Justice totals		<u>2,017,313</u>	<u>65,601</u>	<u>1,916,451</u>
Totals		\$ <u>24,154,210</u>	\$ <u>9,373,328</u>	\$ <u>19,534,480</u>

Notes:

This schedule is prepared on the same basis of accounting as governmental funds in the General Purpose Financial Statements.

* These Grants awarded through the American Recovery and Reinvestment Act.

**CITY OF POCATELLO
SCHEDULE OF EXPENDITURES
PASSENGER FACILITY CHARGE ACCOUNTS
AIRPORT IMPROVEMENT CAPITAL PROJECT FUND
FOR THE YEAR ENDED SEPTEMBER 30, 2010**

Application Number	ACTUAL (9-1-1994 TO 9-30-2010)			REPORTED / UNREPORTED ON FAA REPORTS (9-30-2010)			
	Approved For Collection	Approved For Use	Actual PFC Expenditures Incurred On Allowed Projects	Cumulative Expenditures Reported On September 2009 FAA Reports	Balance Of Cumulative Expenditures To Be Applied	Cumulative Expenditures Reported On September 2010 FAA Reports	Cumulative Expenditures Not Reported Or Applied On FAA Reports
01-03-C-00-PIH	\$549,967	\$549,967	\$549,967	\$549,967	\$ -	\$549,967	\$ -
94-01-C-00-PIH	400,000	400,000	400,000	400,000	-	400,000	-
94-01-C-01-PIH	25,500	25,500	25,500	25,500	-	25,500	-
94-01-C-02-PIH	34,500	34,500	34,500	34,500	-	34,500	-
94-01-C-03-PIH	354,719	354,719	354,719	354,719	-	354,719	-
03-04-C-00-PIH	497,218	347,218	302,925	302,925	44,293	302,925	44,293
07-05-C-00-PIH	405,300	405,300	194,969	150,398	254,902	194,969	210,331
10-06-C-00-PIH	840,650	840,650	10,626	-	-	10,626	830,024
	<u>\$3,107,854</u>	<u>\$2,957,854</u>	<u>\$1,873,206</u>	<u>\$1,818,009</u>	<u>\$299,195</u>	<u>\$1,873,206</u>	<u>\$1,084,648</u>

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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 Honorable Mayor and Members of the City Council
City of Pocatello, Idaho

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of City of Pocatello, as of and for the year ended September 30, 2010, which collectively comprise City of Pocatello's basic financial statements and have issued our report thereon dated March 25, 2011. 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 the City of Pocatello'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 purposes of expressing an opinion on the effectiveness of the City's internal control over financial reporting. Accordingly, we do not express an opinion on the effectiveness of the City's internal control over financial reporting.

A deficiency in internal control exists when the design or operation of a control does not allow management or employees, in the normal course of performing their assigned functions, to prevent or detect and correct misstatements on a timely basis. A *material weakness* is a deficiency, or combination of deficiencies, in internal control such that there is a reasonable possibility that a material misstatement of the 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 weakness. We did not identify any deficiencies in internal control over financial reporting that we consider to be material weaknesses, as defined above.

Compliance and Other Matters

As part of obtaining reasonable assurance about whether the City'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 that are required to be reported under *Government Auditing Standards*.

This report is intended solely for the information and use of management, the audit committee, the City Council, and 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.

A handwritten signature in black ink that reads "Deaton & Company". The signature is written in a cursive, flowing style.

Pocatello, Idaho
March 25, 2011

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**INDEPENDENT AUDITOR'S 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 Honorable Mayor and Members of the City Council
City of Pocatello, Idaho

Compliance

We have audited City of Pocatello's compliance with the types of compliance requirements described in the *OMB Circular A-133 Compliance Supplement* that could have a direct and material effect on each of City of Pocatello's major federal programs for the year ended September 30, 2010. City of Pocatello's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts, and grants applicable to each of its major federal programs is the responsibility of the City of Pocatello's management. Our responsibility is to express an opinion on City of Pocatello'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 City of Pocatello's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on City of Pocatello's compliance with those requirements.

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

Internal Control Over Compliance

Management of City of Pocatello is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts, and grants applicable to federal programs. In planning and performing our audit, we considered City of Pocatello's internal control over compliance with requirements that could have a direct and material effect on a major federal program to determine the auditing procedures for the purpose of expressing our opinion on compliance and to test and report on internal control over compliance in accordance with OMB Circular A-133, but not for the purpose of expressing an opinion on the effectiveness of internal control over compliance. Accordingly, we do not express an opinion on the effectiveness of City of Pocatello'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 probability 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, or material weaknesses. We did not identify any deficiencies in internal control over compliance that we consider to be material weaknesses, as defined above.

This report is intended solely for the information and use of management, the audit committee, the City Council, and 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.

A handwritten signature in black ink that reads "Deaton & Company". The signature is written in a cursive, flowing style.

Pocatello, Idaho
March 25, 2011

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**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE
TO THE PASSENGER FACILITY CHARGE PROGRAM
AND ON INTERNAL CONTROL OVER COMPLIANCE**

To the Honorable Mayor and Members of the City Council
City of Pocatello, Idaho

Compliance

We have audited the compliance of the City of Pocatello with the compliance requirements described in the *Passenger Facility Charge Audit Guide for Public Agencies* (Guide), issued by the Federal Aviation Administration (Guide), for the passenger facility charge program for the year ended September 30, 2010. Compliance with the requirements of laws and regulations applicable to its passenger facility charge program is the responsibility of the City of Pocatello's management. Our responsibility is to express an opinion on the City of Pocatello's compliance based on our audit.

We conducted our audit of compliance in accordance with generally accepted auditing standards, the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States and the Guide. Those standards and the Guide require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the compliance requirements referred to above that could have a direct and material effect on the passenger facility charge program occurred. An audit includes examining, on a test basis, evidence about the City of Pocatello'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 the City of Pocatello's compliance with those requirements.

In our opinion, the City of Pocatello complied, in all material respects, with the requirements referred to above that are applicable to its passenger facility charge program for the year ended September 30, 2010.

Internal Control Over Compliance

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

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 probability 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 would not necessarily identify all deficiencies in internal control 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.

This report is intended solely for the information and use of management, the City Council and the Federal Aviation Administration and is not intended to be and should not be used by anyone other than these specified parties.

A handwritten signature in cursive script that reads "Deaton & Company".

Pocatello, Idaho
March 25, 2011

CITY OF POCATELLO, IDAHO

Schedule of Findings and Questioned Costs For Fiscal Year Ended September 30, 2010

A. SUMMARY OF AUDIT RESULTS

1. The auditor's report expresses an unqualified opinion on the general purpose financial statements of the City of Pocatello.
2. No reportable conditions relating to the audit of the general purpose financial statements are reported in the report on Compliance and on Internal Control over Financial Reporting Based on an Audit of Financial Statements Performed in Accordance with Government Auditing Standards.
3. No instances of noncompliance material to the general purpose financial statements of the City of Pocatello were disclosed during the audit.
4. No reportable conditions relating to the audit of the major federal award programs are reported in the Report on Compliance with Requirements Applicable to each Major Program and Internal Control over Compliance in Accordance with OMB Circular A-133.
5. The auditor's report on Compliance for the major federal award programs for the City of Pocatello expresses an unqualified opinion on all major federal programs.
6. There were no audit findings relative to the major federal award programs for the City of Pocatello that are reported in this schedule.
7. The programs tested as major programs include: Urban Mass Transit, CFDA # 20.507; Federal Aviation Administration, CFDA #20.106; Department of Energy, CFDA #81.128 and Department of Commerce: HUD, CFDA #14.228.
8. The threshold for distinguishing Type A and B programs was \$300,000.
9. The City of Pocatello was determined to be a low-risk auditee.

B. FINDINGS – FINANCIAL STATEMENTS AUDIT

None

C. FINDINGS AND QUESTIONED COSTS – MAJOR FEDERAL AWARD PROGRAMS AUDIT

None