

City and County
Of
Butte-Silver Bow,
State of Montana



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

City and County of Butte-Silver Bow,
State of Montana

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

Prepared by:
Office of Finance and Budget Administration





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Introductory Section



Office of Finance and Budget Administration

Butte-Silver Bow Courthouse

Butte, Montana 59701

(406) 497-6320

April 16, 2012

To the Honorable Chief Executive, Members of the Council of Commissioners, and the Citizens of the City and County of Butte-Silver Bow:

State law requires that all general-purpose local governments publish a complete set of financial statements presented in conformity with generally accepted accounting principles (GAAP) and audited in accordance with generally accepted auditing standards by a firm of licensed certified public accountants. Pursuant to that requirement, we hereby issue the comprehensive annual financial report of the Butte-Silver Bow Government for the fiscal year ended June 30, 2011.

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

The Butte-Silver Bow Government's financial statements have been audited by Newland & Co., a firm of licensed certified public accountants. The goal of the independent audit was to provide reasonable assurance that the financial statements of the Butte-Silver Bow Government for the fiscal year ended June 30, 2011, are free of material misstatement. The independent audit involved examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements; assessing the accounting principles used and significant estimates made by management; and evaluating the overall financial statement presentation. The independent auditor concluded, based upon the audit, that there was a reasonable basis for rendering an unqualified opinion that the Butte-Silver Bow Government's financial statements for the fiscal year ended June 30, 2011, are fairly presented in conformity with GAAP. The independent auditor's report is presented as the first component of the financial section of this report.

The independent audit of the financial statements of the Butte-Silver Bow Government was part of a broader, federally mandated "Single Audit" designed to meet the special needs of federal grantor agencies. The standards governing Single Audit engagements require the independent auditor to report not only on the fair presentation of the financial statements, but also on the audited government's internal controls and compliance with legal requirements, with special emphasis on internal controls

and legal requirements involving the administration of federal awards. These reports are available in the Butte-Silver Bow Government's separately issued Single Audit Report.

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

Profile of the Government

The City-County of Butte-Silver Bow is located in southwestern Montana atop the Continental Divide at an elevation of 5,530 feet above sea level. Butte is the county seat of Silver Bow County, the smallest in area of Montana's 56 counties. In 2000, it ranked seventh in total population and second in population density, with 48 persons per square mile. Butte-Silver Bow encompasses 718 square miles and has a population of 34,606 as estimated by the U.S. Bureau of the Census.

Butte was incorporated on April 7, 1879. In November 1976, the voters of Silver Bow County inclusive of the voters of Butte, but excluding the Town of Walkerville, approved a new charter for a consolidated City-County form of government. The charter became effective May 2, 1977. It provides for a Chief Executive Officer and a twelve member Council of Commissioners. The Chief Executive is elected at large for a four-year term and is responsible for carrying out Council policies and administering the offices of the local government. One of the chief duties of the Chief Executive is to recommend the preliminary annual operating budget to the Council of Commissioners for their approval. In addition to the Chief Executive, the executive branch of Butte-Silver Bow is comprised of all other elected officials with the exception of the Council of Commissioners.

Butte-Silver Bow is divided into twelve districts with one commissioner elected from each district for a four-year term. The terms of the commissioners are staggered with at least 6 commission seats elected every two years. The twelve commissioners constitute the Legislative Branch of Butte-Silver Bow.

Basic services provided by Butte-Silver Bow include police and fire protection, water and metro sewer treatment and maintenance, solid waste disposal, building and code enforcement, zoning enforcement, construction and maintenance of roads and streets and other infrastructure, recreational activities, and cultural events. Water, sewer and solid waste services are provided through separate departments of the City-County and therefore are included as integral parts of the City-County's financial statements.

All departments of Butte-Silver Bow are required to submit a preliminary annual operating budget request to the Chief Executive by the end of March of each year. The Chief Executive recommends an Executive Budget to the Council by the first week in July and the Council adopts the preliminary operating budget by the middle of August. At that time, the Council also schedules a public hearing on the preliminary operating budget. Once initiated, the public hearing may be continued from day to day but must be concluded and the budget finally approved and adopted by resolution by the later of the first Thursday in August or within 30 calendar days of receiving certified taxable values from the State department of revenue.

The appropriated budget is prepared by fund, function and department. Budgetary control is maintained with the encumbrance of approved estimated purchase amounts prior to release to vendors. All unexpended appropriations lapse at fiscal year end, however, encumbrances are generally re-

appropriated as part of the following year's budget. The legal level of budgetary control (that is the level at which expenditures cannot legally exceed the appropriated amount) is the fund level.

Budget-to-actual comparisons are provided in this report for each individual governmental fund for which an appropriation has been made. For the general fund and the major special revenue fund, this comparison is presented on pages 32-34. For governmental funds other than the general fund and the major special revenue fund, this comparison is presented in the governmental fund subsection of this report, which starts on page 97.

Factors Affecting Financial Condition

The information presented in the financial statements is perhaps best understood when it is considered from the broader perspective of the specific environment within which the Butte-Silver Bow Government operates.

Local economy

The Butte-Silver Bow economy has historically been based on mining and mineral extraction and the industries spawned by these activities. However, the economy has diversified over the years and in the past few years has experienced some significant changes.

In downtown Butte, construction of a new Walgreens store on Harrison Avenue is nearing completion. The Meadowlands Apartments added 48 units of affordable senior housing with a \$6 million development on Continental Drive.

NorthWestern Energy, a leading energy delivery company, continues to play a vital role as a major employer with approximately 500 employees in the Butte area.

Montana Resources (MR) operates a successful open pit copper and molybdenum mine in Butte. The mine currently employs over 300 people and has maintained a strong operation despite recent declines in the market for both copper and molybdenum. MR serves an international market for these metals.

St. James Healthcare serves as a regional medical center for southwestern Montana and recently completed a multi-year, multi-million dollar renovation that transformed the hospital into a modern, state-of-the-art healthcare facility. With approximately 500 employees, St. James Healthcare continues to be one of the largest private employers in Butte-Silver Bow.

The realty sector of the community reports the Butte real estate market is maintaining a strong and steady pace despite a significant drop in the national market.

Located on the Butte hill, Montana Tech has earned a reputation as one of the finest science, engineering, and technical colleges in the world. Students focus on education and research in minerals, energy engineering, natural science, the environment, technology, nursing, liberal studies, technical communication, and business-economic development. Placement rates for Tech graduates have averaged 97% for the past five years. Since it's founding in 1900, Montana Tech has been a key pillar of the community.

Butte-Silver Bow serves as the regional trade center for southwestern Montana and is unique from a transportation infrastructure standpoint in that it is the only location in the state that is at the intersection of the interstate highway system (I-90 and I-15) and is the only area in the state that is served by two railroads, the Union Pacific and Burlington Northern & Santa Fe.

Long term financial planning

The construction and maintenance of the community's infrastructure and the provision of essential governmental services necessary to provide a favorable business environment are both short-term and long-term goals of the local government. Butte-Silver Bow also aggressively pursues economic development opportunities using a wide variety of tools and incentives making our community an attractive place in which to conduct business.

In the past several years, the government has established several tax increment districts, both commercial and industrial to provide a financing vehicle to construct public infrastructure, beneficial for commercial and industrial projects. Butte-Silver Bow is continually in negotiations with prospective companies regarding plant locations in the community.

In the Port of Montana Business Development District, FedEx Freight completed construction of an \$8 million shipping transfer center located in the heart of the district. This modern 65 door cross-dock facility brought with it 26 new positions. The District is also nearing completion of a \$7 million waste water line that will greatly benefit all the commercial enterprises located in the district.

In uptown Butte, the URA (Urban Revitalization Agency) has partnered with several businesses to enhance and renovate historic buildings through a combination of grants and loans. Current renovations are underway at the historic M&M Cigar Store, Hirbour Building, and the Schumacher Building. Renovation/rehabilitation projects were recently completed at the Leonard Apartments, Copper King Mansion, Quarry Brewing, Pekin Noodle Parlor, and the Sears Lofts. The URA partnered with the School District to complete over three million dollars in upgrades to Naranche Stadium including lighting and installation of stadium seating for 4,200 spectators. Naranche Stadium had a very successful re-opening when the first game in 38 years was played there this fall. Additionally, the sidewalk replacement program in the URA continues through partnerships with private property owners.

The East Butte Renovation and Rehabilitation Agency (RRA) experienced yet another year of continued growth. Water and Environmental Technologies, Inc. (WET), a cornerstone business in the RRA, enacted expansion plans that included construction of two new buildings to house WET and Kevin Stenson, Physical Therapy.

Maintenance and expansion of the community's general infrastructure also remains a significant focal point for the government. Major projects are accomplished on a continual basis to upgrade and improve the community's water system and sanitary and storm sewer systems.

Cash management policies and practices

Cash temporarily idle during the year was invested in time deposits ranging from 30 to 180 days to maturity, overnight repurchase agreements, obligations of the US Treasury, and the State of Montana's local government investment pool. All investments are required to meet the 50% collateral rule provided by Montana law. The maturities of the investments generally range from 30 days or less to 5 years. Interest earnings for 2011 exceeded \$208,125 and the average yield on the majority of investments for the fiscal year was .99%. Investment income includes the fair value of investments.

Risk management

The City-County is a member of a self-insurance pool with a number of other Montana Cities and Towns, offering workers compensation, general liability and, property insurance coverage. Liability limits, per State statute, are \$750,000 person and \$1,500,000 per occurrence. Butte-Silver Bow has a self-insured medical program but increasing premiums have caused the local government along with other cities and towns to explore the possibility of forming a pool for medical insurance coverage purposes, similar to that formed for workers compensation, general liability and, property insurance coverage. Additional information on the City-County's risk management activity can be found in the notes to the financial statements.

Awards and Acknowledgements

The Government Finance Officers Association of the United States and Canada (GFOA) awarded a Certificate of Achievement for Excellence in Financial Reporting to Butte-Silver Bow for its comprehensive annual financial report for the year ended June 30, 2010. This was the twenty-second consecutive year that the government 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 principals and applicable legal requirements.

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

The preparation of the comprehensive annual financial report on a timely basis was made possible by the dedicated service of the entire staff of the Office of Finance and Budget Administration. They have our sincere appreciation for their contributions made in the preparation of this report. Also, the Chief Executive and the Council of Commissioners have our appreciation for their leadership, commitment and support without which the development of this report would not have been possible.

Respectfully submitted,

A handwritten signature in black ink, consisting of a series of loops and a long horizontal stroke extending to the right.

Jeff Amerman
Finance and Budget Director

Certificate of Achievement for Excellence in Financial Reporting

Presented to

City and County
of Butte-Silver Bow
Montana

For its Comprehensive Annual
Financial Report
for the Fiscal Year Ended
June 30, 2010

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.



Linda C. Danison

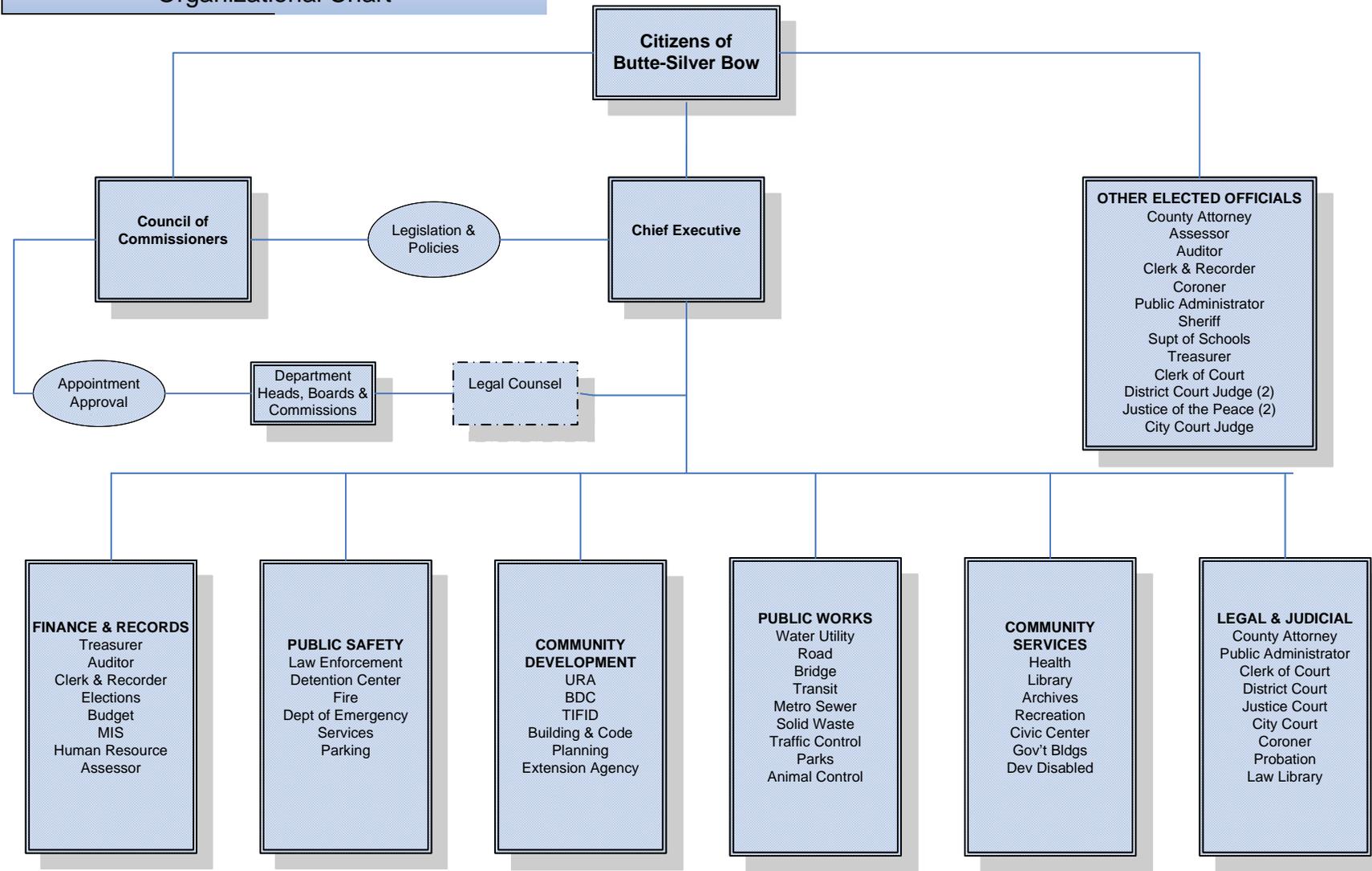
President

Jeffrey R. Emer

Executive Director

City & County of Butte-Silver Bow

Organizational Chart



**City and County of Butte-Silver Bow
City and County Officials
June 30, 2011**

Title	Name
Chief Executive	Paul David Babb
<i>Council of Commissioners</i>	
Council Chairman-District No.12	Dave Palmer
Council Member-District No. 1	Glen Granger
Council Member-District No. 2	Sheryl Ralph
Council Member-District No.3	John P. Morgan
Council Member-District No.4	Terry L. Schultz
Council Member-District No.5	Dennis Henderson
Council Member-District No.6	Wally Frasz
Council Member-District No.7	Bud Walker
Council Member-District No.8	Ristene Hall
Council Member-District No.9	Dan Foley
Council Member-District No.10	Bill Andersen
Council Member-District No.11	Cindi Shaw
<i>Department Staff</i>	
Finance & Budget Director	Jeff Amerman
Human Resource Director	Lindsey Ide
Planning Director/Superfund Coord.	Jon Sesso
Civic Center Manager	Bill Melvin
Fire Coordinator	Jeffery Miller
Public Works Director	Dan Dennehy
Health Director	Theresa Hocking
URA/Community Develop. Director	Karen Byrnes
Management Information Director	Linda Sajor-Joyce
<i>Elected Officials</i>	
County Attorney	Eileen Joyce
Treasurer	Patrick Callaghan
Sheriff	John Walsh
Clerk & Recorder	Sally Hollis
Clerk of Courts	Lori Maloney
Auditor	Danette Harrington
Superintendent of Schools	Cathy F Maloney
Coroner	Lee LaBreche
Public Administrator	Jeanne Joki Tanner
Assessor	Dan Fisher



Newland and Company

A Professional Corporation

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(406) 846-3733
FAX: (406) 846-3735

Shareholders
John F. Burns, CPA
Richard L. Tamblin, CPA
Patrick J. Burt, CPA
Michael E. Johns, CPA
Robert L. Bristol, CPA
Debbie A. Ouellette, CPA, MBA
James A. McKenzie, CPA
Nancy A. Clark, CPA

CPA's
Michael J. Blakeley
John E. Boyce
Kyle T. McGree
Craig C. Tippett
David P. Petroni

Founder
John N. Newland, CPA
(1906-1999)

INDEPENDENT AUDITOR'S REPORT

Council of Commissioners
Butte-Silver Bow
Butte, Montana 59701

We have audited the accompanying financial statements of the governmental activities, the business-type activities, the discretely presented component unit, each major fund, and the aggregate remaining fund information of Butte-Silver Bow, Montana, as of and for the year ended June 30, 2011, which collectively comprise the City-County's basic financial statements as listed in the table of contents. These financial statements are the responsibility of Butte-Silver Bow, Montana'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 discretely presented component unit, each major fund, and the aggregate remaining fund information of Butte-Silver Bow, Montana, as of June 30, 2011, and the respective changes in financial position and cash flows, where applicable, thereof, and the respective budgetary comparison for the General Fund and the Major Special Revenue Fund for the year then ended in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued our report dated April 19, 2012 on our consideration of Butte-Silver Bow, Montana's internal control over financial reporting and our tests of its compliance with certain provisions of laws, regulations, contracts and grant agreements and other matters. The purpose of that report is to describe the scope of our testing of internal control over financial reporting and compliance and the results of that testing and not to provide an opinion on the internal control over financial reporting or on compliance. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be considered in assessing the results of our audit.

The management's discussion and analysis on pages 11 through 22, is not a required part of the basic financial statements but is 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 Butte-Silver Bow, Montana's 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 combining and individual nonmajor fund financial statements and schedules 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 section and statistical section have not been subjected to the auditing procedures applied in the audit of the basic financial statements and, accordingly, we express no opinion on them.

Newland and Company

NEWLAND AND COMPANY
A Professional Corporation

Butte, Montana
April 19, 2012

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the City and County of Butte-Silver Bow, Montana's (the City and County) comprehensive annual financial report, the City and County's management is pleased to provide this narrative discussion and analysis of the financial activities of the City and County for the fiscal year ended June 30, 2011. We discuss and analyze the City and County's financial performance within the context of the accompanying financial statements and disclosures following this section.

Financial Highlights

- The City and County's assets exceeded its liabilities by \$183,288,939 (net assets) for the fiscal year reported.
- Total net assets are comprised of the following:
 - (1) Capital assets, net of related debt, is \$116,150,152 which includes property and equipment, net of accumulated depreciation, and reduced for outstanding debt related to the purchase or construction of these capital assets.
 - (2) Net assets of \$49,896,214 are restricted by constraints imposed from outside the City and County such as debt covenants, grantors, laws, or regulations.
 - (3) Unrestricted net assets of \$17,242,573 represent the portion available to maintain the City and County's continuing obligations to citizens and creditors.
- The City and County's governmental funds reported total ending fund balance of \$52,327.898 this year. This compares to the prior year restated ending fund balance of \$50,241,272 showing an increase of \$2,086,626 during the current fiscal year. Unassigned fund balance of \$3,526,526 at June 30, 2011 shows a \$1,080,382 decrease from the prior year.
- At the end of the current fiscal year, unassigned fund balance for the general fund was \$4,870,939, or 21.8% of total general fund expenditures in fiscal year 2011. The percentage at June 30, 2010 was 21.2%, for a slight increase.
- Overall, the City and County continues to maintain a strong financial position, in spite of a somewhat depressed, although recovering economy.

The above financial highlights are explained in more detail in the "financial analysis" section of this document.

Overview of the Financial Statements

This Management Discussion and Analysis document introduces the City and County's basic financial statements. The basic financial statements include: (1) government-wide financial statements, (2) fund financial statements, and (3) notes to the basic financial statements. The City and County also includes in this report additional information to supplement the basic financial statements.

Government-wide Financial Statements

The City and County's annual report includes two government-wide financial statements. These statements provide both long-term and short-term information about the City and County's overall financial status. Financial reporting at this level uses a perspective similar to that found in the private sector with its basis in accrual accounting and elimination or reclassification of activities between funds.

The first of these government-wide statements is the *Statement of Net Assets*. This is the government-wide statement of position presenting information that includes all of the City and County's assets and liabilities, with the difference reported as *net assets*. Over time, increases or decreases in net assets may serve as a useful indicator of whether the financial position of the City and County as a whole is improving or deteriorating. Evaluation of the overall health of the City and County would extend to other nonfinancial factors such as diversification of the taxpayer base or the condition of City and County infrastructure, in addition to the financial information provided in this report.

The second government-wide statement is the *Statement of Activities*, which reports how the City and County's net assets changed during the current fiscal year. All current year revenues and expenses are included regardless of when we receive or pay out cash. An important purpose of the design of the statement of activities is to show the financial reliance of the City and County's distinct activities or functions on revenues provided by the City and County's taxpayers.

Both government-wide financial statements distinguish governmental activities of the City and County that are principally supported by property taxes and from business-type activities that are intended to recover all or a significant portion of their costs through user fees and charges. Governmental activities include general government, public safety, public works, public health, social and economic services, housing and community development and culture and recreation. Business-type activities primarily include the water, sewer and solid waste.

The internal service funds are reported with governmental activities at the government-wide financial reporting level.

The government-wide financial statements include one discretely presented component unit, the Port of Montana Port Authority. This Authority issued separate financial statements and a copy is available from the City and County.

The government-wide financial statements are presented on pages 24 & 25 of this report.

Fund Financial Statements

A fund is an accountability unit used to maintain control over resources segregated for specific activities or objectives. The City and County uses funds to ensure and demonstrate compliance with finance-related laws and regulations. Within the basic financial statements, fund financial statements focus on the City and County's most significant funds rather than the City and County as a whole. Major funds are separately reported while all others are combined into a single, aggregated presentation. Individual fund data for nonmajor funds is provided in the form of combining statements in a later section of this report.

The City and County has three kinds of funds:

Governmental funds are reported in the fund financial statements and encompass the same functions reported as governmental activities in the government-wide financial statements. However, the focus is very different with fund statements providing a distinctive view of the City and County's governmental funds. These statements report short-term fiscal accountability focusing on the use of spendable resources and balances of spendable resources available at the end of the year. They are useful in evaluating annual financing requirements of governmental programs and the commitment of spendable resources for the near-term.

Since the government-wide focus includes the long-term view, comparisons between these two perspectives may provide insight into the long-term impact of short-term financing decisions. Both the governmental fund balance sheet and the governmental fund operating statement provide a reconciliation to assist in understanding the differences between these two perspectives.

The budgetary comparison statements are included as "basic financial information" for the general fund and one major special revenue fund, the Ramsey TIFID Fund.

The basic governmental fund financial statements are presented on pages 28-31 of this report.

Individual fund information for nonmajor governmental funds is found in combining statements in a later section of this report.

Proprietary funds are reported in the fund financial statements and generally report services for which the City and County charges customers a fee. The City and County proprietary funds are classified as enterprise funds and internal service funds. These enterprise funds essentially encompass the same functions reported as business-type activities in the government-wide statements. Services are provided to customers external to the City and County for a variety of services, primarily utility services.

The basic enterprise fund financial statements are presented on pages 39-41 of this report.

Fiduciary funds are classified as Agency Funds and Investment Trust Funds. These funds are reported on pages 43-44 of this report.

Notes to the Basic Financial Statements

The accompanying notes to the basic financial statements provide information essential to a full understanding of the government-wide and fund financial statements. The notes to the basic financial statements begin on page 45 of this report.

Supplementary Information

In addition to the basic financial statements and accompanying notes, this report also presents certain supplementary information concerning the City and County's budget presentations. Budgetary comparison schedules for the nonmajor special revenues funds and the other governmental funds can be found in the supplementary section of this report. These schedules demonstrate compliance with the City and County's adopted and final revised budget.

In addition, combining statements and schedules for nonmajor funds, including budgetary schedules, are presented in this section of this report beginning on page 75.

(This page continued on the subsequent page)

Financial Analysis of the City and County as a Whole

The City and County's net assets at fiscal year-end are \$183,735,381. The following table provides a summary of the City and County's net assets comparing June 30, 2011 with June 30, 2010:

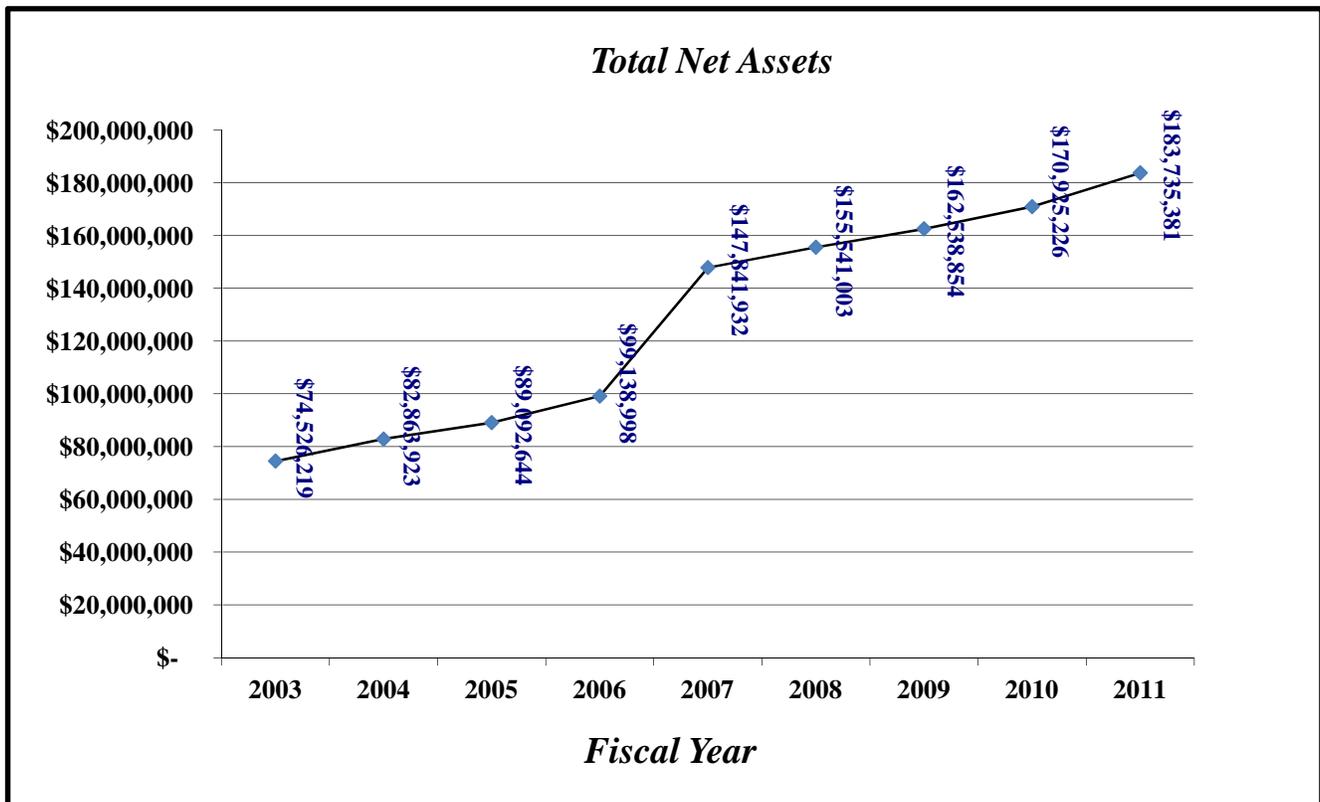
	Summary of Net Assets (dollars in thousands)							
	Governmental Activities		Business-Type Activities		Total		% of Total	
	2011	Restated 2010	2011	2010	2011	Restated 2010	2011	Restated 2010
Assets:								
Current assets	\$ 59,326	\$ 59,624	\$ 15,699	\$ 16,930	\$ 75,025	\$ 76,554	32%	34%
Non-current assets	83,987	82,635	75,525	68,317	159,512	150,952	68%	66%
Total assets	143,313	142,259	91,224	85,247	234,537	227,506	100%	100%
Liabilities:								
Current liabilities	9,727	10,418	4,876	4,720	14,603	15,138	28%	27%
Long-term liabilities	31,917	35,175	4,729	6,623	36,646	41,798	72%	73%
Total liabilities	41,644	45,593	9,605	11,343	51,249	56,936	100%	100%
Net assets:								
Invested in capital assets, net of debt	50,401	47,028	65,748	55,900	116,149	102,928	63%	60%
Restricted	48,009	9,160	1,887	2,904	49,896	12,064	28%	7%
Unrestricted	3,259	40,478	13,984	15,100	17,243	55,578	9%	33%
Total net assets	\$ 101,669	\$ 96,666	\$ 81,619	\$ 73,904	\$ 183,288	\$ 170,570	100%	100%

The City and County continues to maintain a high current ratio. The current ratio compares current assets to current liabilities and is an indication of the ability to pay current obligations. The current ratio for governmental activities is 6.1 to 1 (as compared to the restated 5.7 to 1 at June 30, 2010) and 3.3 to 1 (as compared to 3.6 to 1 at June 30, 2010) for business type activities. For the City and County overall, the current ratio is 5.1 to 1 (as compared to 5.1 to 1 at June 30, 2010). These ratios are strong. The classification of assets and liabilities between current and non-current as a percentage, is very similar in both years presented.

The City and County reported positive balances in total net assets for both governmental and business-type activities. Net assets for governmental activities increased \$5,003,787 in this fiscal year as compared to a \$3,670,669 increase in fiscal year 2010. Net assets increased \$7,714,837 in fiscal year 2011 as compared to an increase of \$4,175,702 for business-type activities in fiscal year 2010. The City and County's overall financial position improved during fiscal year 2011 by \$12,718,625.

Note that approximately 58.4% of the governmental activities' total assets are tied up in capital as compared to 57.8% at June 30, 2010. The City and County uses these capital assets to provide services to its citizens. However, with business type activities, the City and County has spent approximately 79.5% of its total assets and 66.6% of its total net assets on capital. Capital assets in the business-type activities provide utility services, and they generate revenues for these funds. The following table provides a summary of the City and County's changes in net assets:

The following chart reports the total net asset balances from fiscal year 2003 - 2011.



Note that over the last eight years, total net assets continue to increase, which is a positive financial indicator. The large increase in fiscal 2007 relates to the addition of infrastructure retroactively.

(This page continued on the subsequent page)

The following table presents the details of the changes in net assets for fiscal years 2011 and 2010.

Summary of Changes in Net Assets
(in Thousands)

	Governmental Activities		Business-type Activities		Total	
	2011	Restated 2010	2011	2010	2011	Restated 2010
Revenues:						
Program:						
Charges for services & fines	\$ 6,858	\$ 6,757	\$ 13,302	\$ 13,373	\$ 20,160	\$ 20,130
Operating grants	14,512	16,455	-	5,118	14,512	21,573
Capital grants	4,678	-	8,679	-	13,357	-
General:						
Taxes	27,763	26,603	-	-	27,763	26,603
Investment earnings	355	396	43	50	398	446
Other	1,600	1,085	736	231	2,336	1,316
Total revenues	55,766	51,296	22,760	18,772	78,526	70,068
Program expenses:						
General government	13,176	12,091	-	-	13,176	12,091
Public safety	14,411	14,294	-	-	14,411	14,294
Public works	6,711	6,871	-	-	6,711	6,871
Public health	4,292	4,531	-	-	4,292	4,531
Social and economic services	248	237	-	-	248	237
Culture and recreation	3,393	2,993	-	-	3,393	2,993
Housing and community development	7,180	4,782	-	-	7,180	4,782
Interest	1,598	2,072	-	-	1,598	2,072
Water Utility Division	-	-	7,763	7,149	7,763	7,149
Metro Sewer Operations	-	-	3,687	3,459	3,687	3,459
Solid Waste	-	-	2,170	2,182	2,170	2,182
Other enterprise activities	-	-	1,179	1,021	1,179	1,021
Total expenses	51,009	47,871	14,799	13,811	65,808	61,682
Excess (deficiency)	4,757	3,425	7,961	4,961	12,718	8,386
Transfers	246	246	(246)	(246)	-	-
Change in net assets	5,003	3,671	7,715	4,715	12,718	8,386
Beginning net assets	96,666	93,350	73,904	69,189	170,570	162,539
Prior period adjustment	-	(355)	-	-	-	(355)
Ending net assets	\$ 101,669	\$ 96,666	\$ 81,619	\$ 73,904	\$ 183,288	\$ 170,570

GOVERNMENTAL REVENUES

The City and County is heavily reliant on property taxes to support governmental operations. Property taxes equal 48% of the revenues for governmental activities, as compared to 51.2% in fiscal year 2010. The City and County recognized two general government grants, the first was a capital grant (\$348,672) from the Montana Department of Natural Resources and Conservation and was utilized to remediate failed mine caps on five major mine shafts. In addition, the City and County recognized a capital grant (\$131,568) from the state Natural Resource Damages Fund for making general and ecological improvements along Blacktail Creek.

Capital grants for public works included \$2,535,861 from Superfund Remediation funds utilized for Stormwater Structure Construction and Remediation and \$503,093 from ARRA funds utilized to construct a new bus barn for our transit system. Under housing and community development, we recognized CDBG funds (\$1,135,623) to assist with the construction costs of a senior affordable apartment complex.

Because of the City and County's healthy financial position, we have been able to earn \$355 thousand in investment earnings to support governmental activities. Also, note that program revenues cover 51.6% of governmental operating expenses as compared to 51.5% in fiscal year 2010.

These are extremely high percentages. This means that the government's taxpayers and the City and County's other general revenues fund only 48.4% of the governmental activities in fiscal year 2011.

GOVERNMENTAL FUNCTIONAL EXPENSES

Public safety costs comprise 28.5% of the total governmental expenses, as compared to 29.9% in fiscal year 2010. These public safety costs increased 8/10th of 1% or by \$117,381 at the government-wide financial reporting level. General government expenses makes up 26.1% of the total governmental expenses, as compared to 25.3% in fiscal year 2010. Public works is the third largest costly function, totaling over \$6.7 million or 13.3% of total expenses, as compared to 14.4% in fiscal year 2010.

The following table presents the cost of each of the City and County's functions, including the net costs (i.e., total cost less revenues generated by the activities). The net costs illustrate the financial burden that was placed on the City and County's taxpayers by each of these functions.

	Governmental Activities			
	Fiscal Year 2011		Fiscal Year 2010	
	Total Cost of Services	Net Cost of Services	Total Cost of Services	Net Cost of Services
General government	\$ 13,176,267	\$ 621,136	\$ 12,091,322	\$ 292,667
Public safety	14,411,049	11,546,575	14,293,718	10,688,831
Public works	6,711,497	1,354,453	6,870,507	3,499,678
Public health	4,292,094	1,210,461	4,530,875	1,192,653
Social and economic services	248,113	212,425	237,155	201,667
Culture and recreation	3,393,276	2,425,046	2,993,172	2,075,260
Housing and community development	7,180,028	5,993,801	4,781,874	4,635,837
Interest	1,597,707	1,597,707	2,072,750	2,072,750
Total	\$ 51,010,030	\$ 24,961,603	\$ 47,871,373	\$ 24,659,343

As indicated, we finance a large percentage of the City and County's costs through program revenues. Of the net costs to taxpayers, public safety makes up over 46.1% of the total amount as compared to 43.3% in fiscal year 2010.

BUSINESS-TYPE ACTIVITIES

In total, the enterprise funds reported a \$7,714,837 increase in net assets as compared to \$4,715,702 in fiscal year 2010. The operating loss in fiscal year 2011 of \$267,610 is down \$344,103 from fiscal year 2010. Operating revenues are up \$697,757 from fiscal year 2010 or 5.1%. Operating expenses were \$1,042,170 more than fiscal year 2010, or 7.7%. The explanations for these changes are highlighted in the proprietary fund section below.

Financial Analysis of the City and County's Funds

Governmental Funds

As discussed, governmental funds are reported in the fund statements with a short-term, inflow and outflow of spendable resources focus. This information is useful in assessing resources available at the end of the year in comparison with upcoming financing requirements. Governmental funds reported ending fund balances of \$52,327,898. Of this year-end total, \$3,526,526 is unassigned indicating availability for continuing City and County service requirements. Legally restricted fund balances include \$13.4 million for economic development, \$8.3 million for urban revitalization, and \$5.1 for the Hard Rock Mining Trust. Also \$5.6 million is committed to economic development and \$3 million for capital improvements.

The total ending fund balances of governmental funds show an increase of \$2,086,626 or 4.2% over the prior year. A large portion of this increase relates to the Ramsey TIFID fund or \$2,035,583.

Major Governmental Funds

The General Fund - The general fund is the City and County's primary operating fund and the largest source of day-to-day service delivery. The general fund's fund balance decreased by \$132,861 or just 2.1%. In fiscal year 2010, the fund balance increased by \$136,673.

The general fund's ending unassigned fund balance of \$4,870,939 is considered adequate, representing the equivalent of 21.8% of annual expenditures. This percentage compares to 20.7% at June 30, 2010. Maintaining an unreserved fund balance in the general fund is necessary in order to provide for cash flow problems and provide resources for unforeseen emergency expenditures.

Total revenues decreased \$551,797 or 2.5% below fiscal year 2010. In fiscal year 2010, total revenues increased 8.1%. Real property tax revenues decreased \$909,229 or 8.4% above the prior year. This decrease relates to a reduction in the mill levy, which was replaced by cash reserves in this fiscal year.

Fines and forfeitures decreased \$36,137 or 6.9% due to decreased fine collections.

Most other general fund revenues were comparable to fiscal year 2010 amounts.

The expenditures side reports an increase of \$673,050 or 3.1% over the prior year. Last year the expenditures increased \$1,179,096 or 6.2% over the June 30, 2009 amounts. General government expenditures were approximately \$9.5 million, for an increase of \$450,526 or 5%. This increase is due primarily to an increase in employee compensation of over \$300,000, as this is our third and final year of a compensation improvement package.

Public safety expenditures increased \$376,293 or 4.4%. The majority of this increase relates to the 3rd year of the compensation improvement package.

Most other functional expenditures were similar to those amounts reported in fiscal year 2010.

MANAGEMENT'S DISCUSSION AND ANALYSIS (Unaudited) City and County of Butte-Silver Bow, Montana
As of and For the Year Ended June 30, 2011

Other Major Governmental Funds - The City and County maintains a large number of individual funds, either because they are legally mandated or considered necessary to track the costs of certain programs. The City and County reports one other major governmental fund (besides the general fund) as described briefly below:

Ramsay TIFID Industrial Fund – This fund accounts for the tax collection and economic development activities of the tax increment financing industrial district, located just southwest of the intersection of I-90 and I-15 near the town of Ramsey.

The revenues consist primarily of property taxes totaling \$6,692,151. Property taxes were \$1,021,661 or 18% above those of fiscal year 2010. This increase primarily relates to both an increase in the tax mill levy and growth in the tax valuation.

Before transfers out, this fund incurred expenditures of \$2,182,164. The majority of these expenditures relate to marketing of the TIFID and infrastructure costs. The expenditures included the following:

- Construction of a waste water line (\$800,000)
- Construction of a Fed-Ex transfer center (\$550,000)
- Construction of a warehouse for the Port of Montana (\$250,000)
- Construction of a test facility for Aerotech (\$125,000)

This fund transferred \$1.8 million to the ASiMI bond fund to retire related revenue bonds. The fund balance in this fund increased \$2,035,586. In addition, this fund transferred \$803,977 to the general fund to cover some of the costs of accounting, budgeting and tax services provided by the general fund to this fund and transferred \$15,000 to a nonmajor enterprise fund.

The ending fund balance in this fund totals \$10,906,515.

Proprietary Funds

The proprietary fund statements share the same focus as the government-wide statements, reporting both short-term and long-term information about financial status. The City and County maintain eight such funds, with the three major funds being the Water Utility Division, the Metro Sewer Operations and the Solid Waste program. During the year, these three funds transferred cash to the General Fund in the amounts of \$100,000, \$150,000 and \$50,000, respectively. These transfers relate to numerous administrative services provided by the General Fund.

Water Utility Division - The operating revenues in fiscal year 2011 decreased \$101,916 or 1.5% from the prior fiscal year. Operating expenses were \$666,184 or 9.7% more than fiscal year 2010. Most of this relates to increased depreciation expense due to the replacement of the Big Hole diversion Dam. Because of these changes, the operating loss for this fund is \$768,100 more than the fiscal year 2010.

This fund reported intergovernmental revenue of \$7.6 million, which relates to the natural resources damages program. The State of Montana sued Arco in 1983 to recover damages for injuries to natural resources caused by historic mining and smelting operations in Butte and Anaconda. This grant relates to the resources recovered. The projects included the Big Hole diversion dam (\$3.4 million), transmission line replacement (\$2.1 million) and distribution line replacement (\$2.4 million).

The unrestricted net assets of this fund decreased approximately \$1.3 million from the June 30, 2010 amount. The June 30, 2011 amount is \$882,232.

Metro Sewer Operations – For the 6th year in a row, the operating revenue in fiscal year 2011 were very close to the prior fiscal year amount. The 2011 operating revenues were \$3,158,051. Operating expenses were \$3,656,852 or \$229,271 or 6.7% over the fiscal year 2010 amount. As a result, this fund continued reporting an operating loss, or \$528,801. However, because of investment earnings, operating grants and a \$390,700 debt forgiven, the fund reported a total decrease in net assets of \$107,591 before transfers out of \$150,000. At June 30, 2011, this fund reported \$14,604,304 in net assets.

Solid Waste Program – The operating revenue in fiscal year 2011 was up \$263,702 or 9.7% over the prior fiscal year. The increase relates to an environmental cleanup. Operating expenses were down just \$16,540 or 7/10th of 1% below the fiscal year 2010 amount. As a result, operating income was up \$275,242 or 51.9%. Total net assets increased \$764,052 over fiscal year 2010.

General Fund Budgetary Highlights

The total revenue budget was amended upward just \$7,838 and the total expenditure appropriation was amended upward by \$223,100 or about 9/10th of 1%.

In total, revenues realized were \$458,168 over projected revenues. Real and personal property taxes were \$117,668 above the final budget amount. This increase relates to unanticipated value growth. The motor vehicle taxes were below budget by \$84,728.

Intergovernmental revenue was \$240,077 over the final budget or 4.9%, due primarily to conservative budgeting. Also a federal grant of \$151,369, which was not budgeted.

The charges for services amount was \$129,270 over budget due to conservation budgeting. The two primary causes relate to the revenue for boarding prisoners (\$84,513) and health inspection fees (\$22,428). In total, 102.2% the final revenue budget was recognized.

On the expenditure side, only 93.9% of the budget was expended. The general government function was \$545,597 below the estimated appropriation. Public safety costs were \$512,709 below the estimated appropriation. Both of these differences relate primarily to conservative budgets.

Capital Assets and Debt Administration

Capital Assets

The City and County's investment in capital assets, net of accumulated depreciation, for governmental and business-type activities as of June 30, 2011, was \$83,646,273 and \$72,520,575 respectively. The net investment in the governmental activities increased by approximately \$1.2 million and the business-type activities increased approximately \$8.3 million as compared to the June 30, 2010 balances. See Note 3-D for additional information about changes in capital assets during the fiscal year and outstanding at the end of the year.

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The following table provides a summary of capital assets at June 30, 2011 and 2010.

Capital Assets

	Governmental Activities		Business Activities		Total	
	2011	2010	2011	2010	2011	2010
Non-depreciable assets:						
Land	\$ 3,933,774	\$ 3,933,774	\$ 1,299,935	\$ 1,299,935	\$ 5,233,709	\$ 5,233,709
Construction in progress	306,476	6,621,701	3,630,359	2,429,518	3,936,835	9,051,219
Total non-depreciable	4,240,250	10,555,475	4,930,294	3,729,453	9,170,544	14,284,928
Depreciable assets:						
Buildings	35,362,637	28,014,335	27,656,827	27,633,642	63,019,464	55,647,977
Improvements other than buildings	9,558,134	9,060,490	81,446,472	70,340,883	91,004,606	79,401,373
Machinery and equipment	19,273,039	18,892,734	9,736,166	9,588,766	29,009,205	28,481,500
Infrastructure	66,171,368	62,698,341	-	-	66,171,368	62,698,341
Total depreciable assets	130,365,178	118,665,900	118,839,465	107,563,291	249,204,643	226,229,191
Less accumulated depreciation	50,959,155	46,790,220	51,249,184	47,037,873	102,208,339	93,828,093
Book value - depreciable assets	79,406,023	71,875,680	67,590,281	60,525,418	146,996,304	132,401,098
Percentage depreciated	39%	39%	43%	44%	41%	41%
Total capital assets net	<u>\$ 83,646,273</u>	<u>\$ 82,431,155</u>	<u>\$ 72,520,575</u>	<u>\$ 64,254,871</u>	<u>\$ 156,166,848</u>	<u>\$ 146,686,026</u>

At June 30, 2011, the depreciable capital assets for governmental activities were 39% depreciated. This amount is the same as the June 30, 2010 percentage. With the City and County's business type activities, 43% of the asset values were depreciated at June 30, 2011 compared to 44% at June 30, 2010. In both instances, the minimal change in the percentage depreciated is a positive indicator.

The major increase in the governmental activities capital asset costs relate to:

- Buildings - The Archives Building Construction & Renovation Project (\$6.3 million)
- Infrastructure - Main St Road (\$138,000); Seal Coverings for Roads (\$131,000); Storm Water Structures (\$282,000); Greenway Stream Project (\$786,000); and the Anaconda Road Tunnel Project (\$1.1million)

The major increase in the business-type activities capital assets includes:

- Construction in progress (\$3.6 million) - waterline transmission & distribution projects
- Improvements other than buildings - the Big Hole diversion dam (\$3.4 million); transmission line replacement (\$2.1 million); distribution line replacement (\$2.7 million); Westside tank rehabilitation (\$805,000); waste water treatment plant upgrades (\$1.6 million); and sewer line upgrades (\$318,000)

Long-term Debt

At the end of the fiscal year, the City and County had total long-term debt outstanding of \$36,397,087. Of this amount, \$18,672,923 is backed by the full faith and credit of the City and County (general obligation bonds and notes) with debt service fully funded by voter-approved property taxes. The other major component is \$13,995,000 supported by tax increment financing.

The following schedule includes the June 30, 2011 and 2010 outstanding long-term debt.

	Outstanding Borrowings						% Change
	Governmental Activities		Business-type Activities		Totals		
	2011	Restated 2010	2011	2010	2011	Restated 2010	
General obligation bonds	\$ 17,851,416	\$ 18,811,630	\$ -	\$ -	\$ 17,851,416	\$ 18,811,630	-5.1%
Tax increment debt	13,995,000	14,935,000	-	-	13,995,000	14,935,000	-6.3%
Revenue bonds	-	-	7,050,000	8,752,100	7,050,000	8,752,100	-19.4%
General obligation notes	815,507	988,420	-	-	815,507	988,420	-17.5%
SID bonds	155,000	200,000	-	-	155,000	200,000	100.0%
Capital leases	320,223	354,120	-	-	320,223	354,120	-9.6%
Post closure	-	-	640,230	649,180	640,230	649,180	-1.4%
Compensated absences	3,259,941	3,067,129	263,257	235,108	3,523,198	3,302,237	6.7%
Total	\$ 36,397,087	\$ 38,356,299	\$ 7,953,487	\$ 9,636,388	\$ 44,350,574	\$ 47,992,687	-7.6%

See Note 3-H for additional information about the City and County's long-term debt.

Economic Conditions Affecting the City and County

The City and County is located in southwestern Montana with Butte being the county seat. Our county is the smallest county in the state in square miles.

The economy of the City and County historically has been based on mining and mineral extraction and the industries they spawned. However, the economy has diversified over the years and in the most recent few years has experienced significant changes. Local businesses are expanding facilities and services, particularly in the areas of engineering and research and development. Fortunately, the housing and mortgage problems facing the rest of the nation have had little impact on the local real estate market. The realty sector of the community reports that the City and County real estate market remains strong. Although the worldwide recession has caused fluctuations in the price of copper, Montana Resources, Inc. continues operations and remains a major employer in the area.

The City and County serves as the regional trade and medical center for southwestern Montana and it is unique from a transportation infrastructure standpoint in that it is the only location in the state that is at the intersection of the interstate highway system (I-90 and I-15) and is the only area in the state that is served by two railroads, the Union Pacific and Burlington Northern & Santa Fe.

Contacting the City and County's Financial Management

This financial report is designed to provide a general overview of the City and County's finances, comply with finance-related laws and regulations, and demonstrate the City and County's commitment to public accountability. If you have questions about this report or would like to request additional information, contact the City and County's Finance and Budget Director at the Butte-Silver Bow Courthouse, Butte, Montana or call 406/497-6320.

Financial Section

Basic Financial Statements

City and County of Butte-Silver Bow, Montana
Statement of Net Assets
June 30, 2011

	Primary Government			Component Unit
	Governmental Activities	Business-Type Activities	Total	Port of Montana Port Authority
Assets				
Current Assets				
Cash and cash equivalents (Note 3A)	\$ 23,828,496	\$ 5,076,088	\$ 28,904,584	\$ 1,871,065
Investments	25,646,211	6,740,730	32,386,941	-
Receivables (Note 3B):				
Accounts	2,385,029	2,524,203	4,909,232	105,936
Property taxes	2,042,102	-	2,042,102	19,576
Special assessments	599,427	980,621	1,580,048	-
Notes	4,885,670	-	4,885,670	-
Interfund	(220,208)	220,208	-	-
Primary government	-	-	-	27,222
Inventory (Note 1-E-4)	-	5,334	5,334	13,243
Prepaid items (Note 1-E-5)	-	11,122	11,122	12,040
Restricted assets (Note 1-E-6)	159,555	140,452	300,007	-
Total Current Assets	59,326,282	15,698,758	75,025,040	2,049,082
Non-Current Assets				
Restricted investments	-	2,914,895	2,914,895	-
Capital assets (Note 3C)				
Nondepreciable	6,266,989	4,930,294	11,197,283	1,830,757
Depreciable, net	77,379,484	67,590,282	144,969,766	3,247,675
Other assets - deferred bond issuance costs	340,322	89,649	429,971	-
Total Non-Current Assets	83,986,795	75,525,120	159,511,916	5,078,432
Total Assets	143,313,077	91,223,878	234,536,955	7,127,514
Liabilities				
Current Liabilities				
Vouchers payable	2,788,799	1,195,753	3,984,552	-
Accounts payable	291,792	88,264	380,056	9,781
Contracts payable	-	-	-	-
Accrued wages and benefits payable	446,811	110,314	557,125	22,132
Performance bonds payable	47,086	-	47,086	-
Accrued interest payable	716,410	34,300	750,710	15,125
Unearned revenue	227,588	359,713	587,301	3,033
Revenue bonds payable	-	2,440,000	2,440,000	23,000
Closure and postclosure care payable	-	6,581	6,581	-
Compensated absences payable	2,145,313	64,023	2,209,336	55,441
Claims payable	620,410	-	620,410	-
General obligation bonds payable	960,214	-	960,214	-
General obligation notes payable	181,399	-	181,399	-
Tax increment bonds payable	1,215,000	-	1,215,000	-
Special improvement districts bonds payable	50,000	-	50,000	-
Capital leases payable	35,734	-	35,734	-
Total Current Liabilities	9,726,556	4,298,948	14,025,504	128,512
Long-Term Liabilities (net of current portion):				
Customer deposits	-	117,949	117,949	-
Accrued interest payable - customer deposits	-	22,502	22,502	-
Closure and postclosure care payable	-	256,676	256,676	-
Revenue bonds payable	-	4,332,316	4,332,316	727,000
Compensated absences payable	1,114,628	576,207	1,690,835	16,973
General obligation bonds payable	16,998,636	-	16,998,636	-
General obligation notes payable	634,109	-	634,109	-
Tax increment bonds payable	12,780,000	-	12,780,000	-
Special improvement districts bonds payable	105,000	-	105,000	-
Capital leases payable	284,489	-	284,489	-
Total Long-Term Liabilities	31,916,862	5,305,650	37,222,512	743,973
Total Liabilities	41,643,418	9,604,598	51,248,016	872,485
Net Assets				
Invested in capital assets, net of related debt (Note 3J)	50,401,892	65,748,260	116,150,152	4,328,433
Restricted for:				
General Government	3,307,270	-	3,307,270	-
Public Safety	1,227,042	-	1,227,042	-
Public Works	15,205,832	-	15,205,832	-
Social and economic services	29,393	-	29,393	-
Cultural and recreation	291,728	-	291,728	-
Housing and community development	14,067,642	-	14,067,642	-
Economic development - ceased mining operations	5,139,369	-	5,139,369	-
Debt service - bond restrictions	2,168,637	1,887,333	4,055,970	95,183
Capital Projects	5,099,390	-	5,099,390	-
Self funded health insurance	1,290,053	-	1,290,053	-
Code enforcement	182,525	-	182,525	-
Unrestricted	3,258,886	13,983,687	17,242,573	1,831,413
Total Net Assets	\$ 101,669,659	\$ 81,619,280	\$ 183,288,939	\$ 6,255,029

City and County of Butte-Silver Bow, Montana
Statement of Activities
For the Fiscal Year Ended June 30, 2011

Function/Program	Expenses	Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
		Charges for Services and Sales and Fines	Operating Grants and Contributions	Capital Grants and Contributions	Primary Government			Component Unit
					Governmental Activities	Business-Type Activities	Total	
Primary Government								
General government	\$ 13,176,267	\$ 4,579,421	\$ 7,472,041	\$ 503,669	\$ (621,136)	\$ -	\$ (621,136)	\$ -
Public safety	14,411,049	1,079,128	1,785,346	-	(11,546,575)	-	(11,546,575)	-
Public works	6,711,497	125,918	2,192,172	3,038,954	(1,354,453)	-	(1,354,453)	-
Public health	4,292,094	472,261	2,609,372	-	(1,210,461)	-	(1,210,461)	-
Social and economic services	248,113	-	35,688	-	(212,425)	-	(212,425)	-
Cultural and recreation	3,393,276	601,322	366,908	-	(2,425,046)	-	(2,425,046)	-
Housing and community development	7,180,028	-	50,604	1,135,623	(5,993,801)	-	(5,993,801)	-
Interest	1,597,707	-	-	-	(1,597,707)	-	(1,597,707)	-
Total Governmental Activities	51,010,030	6,858,050	14,512,131	4,678,246	(24,961,603)	-	(24,961,603)	-
Business-Type Activities:								
Community facilities	82,468	-	-	-	-	(82,468)	(82,468)	-
Home health	431,861	438,868	-	-	-	7,007	7,007	-
Small business incubator	155,872	61,956	-	-	-	(93,916)	(93,916)	-
Water utility division	7,763,105	6,107,699	-	8,658,332	-	7,002,926	7,002,926	-
Metro sewer operations	3,686,853	2,993,824	-	20,298	-	(672,731)	(672,731)	-
Solid waste	2,170,407	2,941,414	230	-	-	771,237	771,237	-
Silver lake water system	416,201	758,225	-	-	-	342,024	342,024	-
MR infrastructure project	92,680	-	-	-	-	(92,680)	(92,680)	-
Total Business-Type Activities	14,799,447	13,301,986	230	8,678,630	-	7,181,399	7,181,399	-
Total - Primary Government	\$ 65,809,477	\$ 20,160,036	\$ 14,512,361	\$ 13,356,876	(24,961,603)	7,181,399	(17,780,204)	-
Component Units								
Port of Montana Port Authority	\$ 1,175,124	\$ 1,010,517	\$ -	\$ 241,721	-	-	-	77,114
General Revenues								
Property taxes levied for general purposes					26,787,812	-	26,787,812	184,109
Franchise taxes					350,428	-	350,428	-
Motor fuel taxes					625,158	-	625,158	-
Investment earnings					355,257	42,948	398,205	13,465
Miscellaneous					1,600,472	736,754	2,337,226	1,236
Transfers					246,264	(246,264)	-	-
Total General Revenues and Transfers					29,965,391	533,438	30,498,829	198,810
Change in Net Assets					5,003,787	7,714,837	12,718,625	275,924
Net Assets Beginning of Year, as Restated					96,665,871	73,904,443	170,570,314	5,979,105
Net Assets End of Year					\$ 101,669,659	\$ 81,619,280	\$ 183,288,939	\$ 6,255,029
					\$ 101,669,659	\$ 81,619,280	\$ 183,288,939	\$ 6,255,029



Governmental Funds

Major Governmental Funds

General Fund

The general fund is used to account for resources traditionally associated with government, which are not required legally or by sound financial management to be accounted for in another fund. Principal sources of revenue are property taxes, state and local shared revenues, licenses and permits and charges for services provided to other funds. Principal expenditures in the general fund are made for public safety, public works and general government operations.

Ramsay Tax Increment Financing District (TIFID)

The Ramsay TIFID was established by resolution for a twenty-year period on May 20, 1992 to allow for the development of infrastructure to attract industrial development within the TIFID. The TIFID is located south of the city adjacent to the Port of Montana, Port Authority, an intermodal transportation facility, which has been reported within the financial statements as a discretely presented component unit. The major source of revenue is the property taxes generated from within the boundaries of the TIFID. All property tax with the exception of seven (7) mills exempt per state statute and Butte-Silver Bow ordinance is captured within this fund. The major expenditure is a transfer to the debt service fund for repayment of the debt with the remaining expenditures related to further development of infrastructure for economic development activities.

City and County of Butte-Silver Bow, Montana
Balance Sheet
Governmental Funds
June 30, 2011

	General	Ramsay TIFID	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	\$ 583,310	\$ 3,687,296	\$ 18,811,852	\$ 23,082,458
Investments	3,844,247	8,046,077	13,755,887	25,646,211
Restricted assets	1,532	-	158,023	159,555
Receivables:				
Accounts	302,726	-	2,074,020	2,376,746
Property taxes	1,034,009	-	1,008,093	2,042,102
Special assessments	16	194	599,217	599,427
Loans	-	-	4,885,670	4,885,670
Interfund	2,492,398	-	350,000	2,842,398
Total Assets	\$ 8,258,238	\$ 11,733,567	\$ 41,642,762	\$ 61,634,567
Liabilities and Fund Balances				
Liabilities				
Vouchers payable	\$ 526,470	\$ 825,277	\$ 1,260,030	\$ 2,611,777
Accounts payable	8,591	-	283,201	291,792
Accrued salaries and benefits	253,091	1,584	169,622	424,297
Performance bonds payable	29,852	-	17,234	47,086
Interfund payable	-	-	3,062,606	3,062,606
Deferred revenue	1,096,717	194	1,772,200	2,869,111
Total Liabilities	1,914,721	827,055	6,564,893	9,306,669
Fund Balances				
Restricted	1,472,578	10,906,512	35,629,791	48,008,881
Assigned	-	-	792,491	792,491
Unassigned	4,870,939	-	(1,344,413)	3,526,526
Total Fund Balances	6,343,517	10,906,512	35,077,869	52,327,898
Total Liabilities and Fund Balances	\$ 8,258,238	\$ 11,733,567	\$ 41,642,762	\$ 61,634,567

See accompanying notes to the basic financial statements

City and County of Butte-Silver Bow, Montana
Reconciliation of the Governmental Funds Balance Sheet to
The Government-wide Statement of Net Assets
For the Fiscal Year Ended June 30, 2011

Total Governmental Fund Balances		\$	52,327,898
Amounts reported for governmental activities in the government-wide statement of net assets are different because:			
Capital assets used in governmental activities are not current financial resources and therefore are not reported in the funds (exclusive of internal service funds' capital assets).	Cost	\$ 129,339,244	
	Less accumulated depreciation	<u>(47,099,298)</u>	82,239,946
Other long-term assets are not available to pay for current-period expenditures and therefore are deferred in the funds - special assessments sales and property taxes.			2,641,523
The internal service funds are used by management to charge the costs of the maintenance of the vehicle fleet, janitorial services, the personnel and payroll functions, computer operations, and the telephone and GIS to individual funds. The assets and liabilities of the internal service funds are included in governmental activities column on the government-wide statement of net assets.			1,824,153
Interfund receivables and payables between governmental funds are reported on the governmental fund's balance sheet but eliminated on the government-wide statement of net assets.	Interfund receivables	\$ (2,842,398)	
	Interfund payables	<u>2,842,398</u>	-
Liabilities not due and payable in the current period and therefore are not reported in the governmental fund balance sheets but are reported on the government-wide statement of net assets. Exclusive of internal service funds' long-term debt.	Long-term debt	\$ (33,244,581)	
	Compensated absences	(3,122,782)	
	Claims	(620,410)	
	Accrued interest on long-term debt	<u>(716,410)</u>	(37,704,183)
Bond issuance costs are reported as expenditures in the governmental fund financial statements but capitalized on the government-wide statement of net assets.			<u>340,322</u>
Net Assets of Governmental Activities			<u>\$ 101,669,659</u>
See accompanying notes to the basic financial statements			\$ 101,669,659

City and County of Butte-Silver Bow, Montana
Statement of Revenues, Expenditures and Changes in Fund Balances
Governmental Funds
For the Fiscal Year Ended June 30, 2011

	General	Ramsay TIFID	Other Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	\$ 9,878,763	\$ 6,692,151	\$ 10,727,875	\$ 27,298,789
Special assessments	-	9	1,383,888	1,383,897
Licenses and permits	915,665	-	-	915,665
Intergovernmental	5,161,577	80	9,798,604	14,960,261
Charges for services	4,637,624	2,100	1,049,006	5,688,730
Fines and forfeitures	484,433	-	119,650	604,083
Private grants and donations	83,055	-	3,435,403	3,518,458
Investment earnings	60,128	24,540	270,589	355,257
Miscellaneous	95,097	75,208	1,420,903	1,591,208
Total Revenues	21,316,342	6,794,088	28,205,918	56,316,348
Expenditures				
Current:				
General government	9,459,102	-	3,015,097	12,474,199
Public safety	9,017,319	-	4,492,280	13,509,599
Public works	433,384	-	5,420,329	5,853,713
Public health	1,245,367	-	3,069,202	4,314,569
Social and economic services	93,900	-	150,550	244,450
Cultural and recreation	2,002,664	-	983,266	2,985,930
Housing and community development	-	1,256,496	3,721,296	4,977,792
Capital Outlay	85,770	925,668	5,014,098	6,025,536
Debt Service:				
Principal	33,897	-	4,048,125	4,082,022
Interest	18,498	-	1,872,068	1,890,566
Bond issuance costs	-	-	152,160	152,160
Advance bond refunding	-	-	120,000	120,000
Total Expenditures	22,389,901	2,182,164	32,058,471	56,630,536
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,073,559)	4,611,924	(3,852,553)	(314,188)
Other Financing Sources (Uses)				
Issuance of tax increment refunding bonds	-	-	13,705,000	13,705,000
Payment to refunded bond escrow agent	-	-	(11,655,000)	(11,655,000)
Proceeds from the sale of capital assets	104,550	-	-	104,550
Transfers in	1,160,276	-	6,319,702	7,479,978
Transfers out	(324,128)	(2,576,341)	(4,333,245)	(7,233,714)
Total Other Financing Sources (Uses)	940,698	(2,576,341)	4,036,457	2,400,814
Net Change in Fund Balances	(132,861)	2,035,583	183,904	2,086,626
Fund Balances Beginning of Year	6,476,378	8,870,929	34,893,965	50,241,272
Fund Balances End of Year	\$ 6,343,517	\$ 10,906,512	\$ 35,077,869	\$ 52,327,898

See accompanying notes to the basic financial statements

City and County of Butte-Silver Bow, Montana
Reconciliation of the Governmental Funds Statement of Revenues,
Expenditures and Changes in Fund Balances to the Government-wide Statement of Activities
For the Fiscal Year Ended June 30, 2011

Net Changes In Fund Balances - Total Governmental Funds

Amounts reported for governmental activities in the government-wide statement of activities are different because: \$ 2,086,626

Governmental funds report capital outlays as expenditures on the governmental fund type operating statement. However, in the government-wide statement of activities, the cost of those assets is allocated over their estimated useful lives as depreciation expense. This is the amount by which capitalized capital outlay exceeded depreciation expense in the current period.

Depreciation expense	\$ (4,323,814)	
Capital outlay	<u>5,852,140</u>	1,528,326

The book value of capital assets sold are reported on the government-wide statement of activities but not reported in the governmental funds.

(284,269)

Certain special assessment revenues and property tax revenues in the government-wide statement of activities do not provide current financial resources and are not reported as revenues in the governmental fund operating statement.

Balance @ 6/30/10	\$ (3,199,178)	
Balance @ 6/30/11	<u>2,641,523</u>	(557,655)

The issuance of bonds are reported as an other financing sources on the governmental fund's operating statements but reported as a liability on the government-wide statement of net assets.

(13,705,000)

The payment to the bond refunding escrow agent is reported as an other financing use, but the payment reduces long-term liabilities in the government-wide statement of net assets.

11,775,000

Bond issuance costs are reported as a debt service expenditure on the government fund's operating statement, but capitalized at the government-wide financial reporting level.

152,160

Repayment of long-term debt principal is reported as an expenditure in the governmental funds, but the repayment reduces long-term liabilities in the government-wide statement of net assets.

4,082,022

Accrued interest on long-term debt is reported in the government-wide statement of activities, but does not require the use of financial resources and therefore is not reported as reported as an expenditures in governmental funds.

Balance @ 6/30/10	\$ 1,018,697	
Balance @ 6/30/11	<u>(716,410)</u>	302,287

Compensated absences and comp time are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Balance @ 6/30/10	\$ 2,939,706	
Balance @ 6/30/11	<u>(3,122,782)</u>	(183,076)

Claims payable are reported in the government-wide statement of activities, but do not require the use of current financial resources and therefore are not reported as expenditures in governmental funds.

Balance @ 6/30/10	\$ 827,727	
Balance @ 6/30/11	<u>(620,410)</u>	207,317

Amortization of debt issuance costs, deferred bond refunding and debt premiums are not reported at the fund level but are reported in the government wide statement of activities.

(9,428)

The internal service funds used by management to charge the costs of the operation of the vehicle fleet, janitorial services, the personnel and payroll functions, computer operations, and the telephone and GIS to individual funds are not reported in the government-wide statement of activities. Governmental fund expenditures and related internal service fund revenues are eliminated.

(390,523)

Transfers between governmental funds are reported on the governmental fund operating statement but are eliminated on the government-wide statement of net assets.

Transfers in	\$ (7,233,714)	
Transfers out	<u>7,233,714</u>	-

Change In Net Assets Of Governmental Activities \$ 5,003,787

See accompanying notes to the basic financial statements \$ 5,003,787

City and County of Butte Silver Bow, Montana
Statement of Revenues, Expenditures And Changes In Fund Balances - Budget and Actual
General Fund
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues:				
Taxes:				
Real property	\$ 8,695,823	\$ 8,695,823	\$ 8,589,415	\$ (106,408)
Personal property	-	-	224,076	224,076
Motor vehicle	1,150,000	1,150,000	1,065,272	(84,728)
Tax title and property tax sale	-	-	-	-
Total Taxes	9,845,823	9,845,823	9,878,763	32,940
Licenses and permits	852,850	852,850	915,665	62,815
Intergovernmental	4,913,662	4,921,500	5,161,577	240,077
Charges for services	1,174,251	1,174,251	1,303,521	129,270
Fines and forfeits	461,500	461,500	484,433	22,933
City/County and employee health insurance contributions	3,375,000	3,375,000	3,276,856	(98,144)
Investment earnings	70,000	70,000	60,128	(9,872)
Private grants and contributions	65,000	65,000	83,055	18,055
Rental	36,500	36,500	57,247	20,747
Miscellaneous	55,750	55,750	95,097	39,347
Total Revenues	20,850,336	20,858,174	21,316,342	458,168
Expenditures:				
Current:				
General government	9,988,590	10,004,599	9,459,102	545,497
Public safety	9,558,567	9,530,028	9,017,319	512,709
Public works	456,772	456,772	433,384	23,388
Public health	1,250,101	1,320,101	1,245,367	74,734
Social and economic services	105,418	105,868	93,900	11,968
Cultural and recreation	2,179,811	2,285,111	2,002,664	282,447
Capital Outlay	38,918	98,798	85,770	13,028
Debt Service				
Principal	33,897	33,897	33,897	-
Interest	18,499	18,499	18,498	1
Total Expenditures	23,630,573	23,853,673	22,389,901	1,463,772
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,780,237)	(2,995,499)	(1,073,559)	1,921,940

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Other Financing Sources (Uses)				
Proceeds from the sale of capital assets	-	-	104,550	104,550
Transfers in:				
District Court	-	22,500	22,500	-
Water Utility Division fund	100,000	100,000	100,000	-
Metro Sewer Operations fund	150,000	150,000	150,000	-
Solid Waste fund	35,000	35,000	35,000	-
Ramsay TIFID #2 fund	803,977	803,977	803,977	-
Uptown Revitalization Agency fund	48,799	48,799	48,799	-
Transfers out:				
Public Archives fund	(144,250)	(144,250)	(144,250)	-
Community development fund	(85,360)	(85,360)	(85,360)	-
Library	(47,033)	(47,033)	(47,033)	-
Belmont Senior fund	-	-	-	-
Small Business Incubator fund	(38,735)	(38,735)	(38,735)	-
Crime Control fund	(8,750)	(8,750)	(8,750)	-
Total Other Financing Sources (Uses)	<u>813,648</u>	<u>836,148</u>	<u>940,698</u>	<u>104,550</u>
Net Change in Fund Balances	<u>\$ (1,966,589)</u>	<u>\$ (2,159,351)</u>	(132,861)	<u>\$ 2,026,490</u>
Fund Balances Beginning of Year			<u>6,476,378</u>	
Fund Balances End of Year			<u>\$ 6,343,517</u>	

See accompanying notes to the basic financial statements

(Concluded)

City and County of Butte-Silver Bow, Montana
Ramsay TIFID Fund
Statement of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes - real property	\$ -	\$ -	\$ 6,692,163	\$ 6,692,163
Intergovernmental	88	88	80	(8)
Rent	2,100	2,100	2,100	-
Investment earnings	25,000	25,000	24,540	(460)
Miscellaneous	-	-	75,208	75,208
Total Revenues	<u>27,188</u>	<u>27,188</u>	<u>6,794,091</u>	<u>6,766,903</u>
Expenditures				
Current:				
Housing and community development	1,906,451	1,906,451	1,256,496	649,955
Capital Outlay	<u>8,000,000</u>	<u>8,000,000</u>	<u>925,668</u>	<u>7,074,332</u>
Total Expenditures	<u>9,906,451</u>	<u>9,906,451</u>	<u>2,182,164</u>	<u>7,724,287</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(9,879,263)</u>	<u>(9,879,263)</u>	<u>4,611,927</u>	<u>14,491,190</u>
Other Financing (Uses)				
Transfers out:				
General fund	(803,977)	(803,977)	(803,977)	-
ASiMI bond fund	(4,252,215)	(4,252,215)	(1,757,364)	2,494,851
Small business incubator fund	(15,000)	(15,000)	(15,000)	-
Total Other Financing (Uses)	<u>(5,071,192)</u>	<u>(5,071,192)</u>	<u>(2,576,341)</u>	<u>2,494,851</u>
Net Change in Fund Balances	<u>\$(14,950,455)</u>	<u>\$(14,950,455)</u>	2,035,586	<u>\$ 16,986,041</u>
Fund Balances Beginning of Year			<u>8,870,929</u>	
Fund Balances End of Year			<u>\$ 10,906,515</u>	

Proprietary Fund Financial Statements

Major Funds Business Type Activities-Enterprise Funds

Water Utility Division

The Water Utility Division accounts for the local government's activities of the construction and maintenance of the Butte-Silver Bow water system. Revenues are derived from user fees. The Water Utility Divisions average active connection in fiscal year 2011 was 12,399..

Metro Sewer Division

The Metro Sewer Division accounts for the local government's sewage treatment and disposal operations. Revenue is derived from special assessments. The metro sewer had 56,980 billable units in fiscal year 2011.

Solid Waste Division

The Solid Waste Division was established to account for the construction and operation of the County's landfill and solid waste collection activities. Revenues are derived from user fees and special assessments. The Solid Waste Department special assessment billing includes 12,280 units for collection and 21,145 units for disposal in fiscal year 2011. Citizens outside of the collection district are also assessed for disposal.

City and County of Butte-Silver Bow, Montana
Statement of Net Assets
Proprietary Funds
June 30, 2011

	Business-type Activities Enterprise Funds				Total	Governmental Activities
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds		Internal Service Funds
Assets						
<i>Current Assets:</i>						
Cash and cash equivalents	\$ 826,497	\$ 794,083	\$ 2,656,905	\$ 798,603	\$ 5,076,088	\$ 746,038
Investments	165,257	3,348,560	2,740,849	486,064	6,740,730	-
Restricted:						
Cash and cash equivalents	140,452	-	-	-	140,452	-
Receivables:						
Accounts	1,400,184	153,990	378,594	591,435	2,524,203	8,283
Special assessments	11,919	545,805	422,897	-	980,621	-
Interfund	-	250,000	-	-	250,000	-
Inventory	-	-	-	5,334	5,334	-
Prepaid expenses	11,122	-	-	-	11,122	-
<i>Total Current Assets</i>	2,555,431	5,092,438	6,199,245	1,881,436	15,728,550	754,321
<i>Noncurrent Assets:</i>						
Restricted investments	1,887,333	-	1,027,562	-	2,914,895	-
Deferred bond issuance costs	89,649	-	-	-	89,649	-
Capital assets:					-	
Nondepreciable	4,017,535	166,800	740,526	5,433	4,930,294	40,000
Depreciable, net	51,556,670	10,661,913	3,098,933	2,272,766	67,590,282	1,366,527
<i>Total Noncurrent Assets</i>	57,551,187	10,828,713	4,867,021	2,278,199	75,525,120	1,406,527
Total Assets	60,106,618	15,921,151	11,066,266	4,159,635	91,253,670	2,160,848

(Continued)

	Business-type Activities Enterprise Funds				Governmental Activities	
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds	Total	Internal Service Funds
Liabilities						
<i>Current Liabilities:</i>						
Vouchers payable	\$ 783,633	\$ 264,437	\$ 110,636	\$ 37,047	\$ 1,195,753	\$ 177,022
Accounts payable	39,197	49,067	-	-	88,264	-
Contracts payable	-	-	-	-	-	-
Accrued wages and benefits payable	59,701	32,227	11,103	7,283	110,314	22,514
Compensated absences	35,047	22,112	4,563	2,301	64,023	137,159
Accrued interest payable	34,300	-	-	-	34,300	-
Interfund payable	-	-	-	29,792	29,792	-
Unearned revenue	355,096	-	-	4,617	359,713	-
Closure and postclosure care payable	-	-	6,581	-	6,581	-
Revenue bonds payable	1,690,000	750,000	-	-	2,440,000	-
Total Current Liabilities	2,996,974	1,117,843	132,883	81,040	4,328,740	336,695
<i>Long-Term Liabilities (net of current portion):</i>						
Customer deposits	117,949	-	-	-	117,949	-
Accrued interest payable-customer deposits	22,502	-	-	-	22,502	-
Closure and postclosure care	-	-	256,676	-	256,676	-
Compensated absences payable	315,423	199,004	41,067	20,713	576,207	-
Revenue bonds payable	4,332,316	-	-	-	4,332,316	-
Total Long-Term Liabilities	4,788,190	199,004	297,743	20,713	5,305,650	-
Total Liabilities	7,785,164	1,316,847	430,626	101,753	9,634,390	336,695
Net Assets						
Invested in capital assets, net of related debt (Note 3J)	49,551,889	10,078,713	3,839,459	2,278,199	65,748,260	1,406,527
Restricted for debt service	1,887,333	-	-	-	1,887,333	-
Unrestricted	882,232	4,525,591	6,796,181	1,779,683	13,983,687	417,626
Total Net Assets	\$ 52,321,454	\$ 14,604,304	\$ 10,635,640	\$ 4,057,882	\$ 81,619,280	\$ 1,824,153

See accompanying notes to the basic financial statements

(Concluded)

	Business-type Activities Enterprise Funds				Governmental Activities	
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds	Total	Internal Service Funds
Liabilities						
<i>Current Liabilities:</i>						
Vouchers payable	\$ 783,633	\$ 264,437	\$ 110,636	\$ 37,047	\$ 1,195,753	\$ 177,022
Accounts payable	39,197	49,067	-	-	88,264	-
Contracts payable	-	-	-	-	-	-
Accrued wages and benefits payable	59,701	32,227	11,103	7,283	110,314	22,514
Compensated absences	350,470	221,116	45,630	23,014	640,230	137,159
Accrued interest payable	34,300	-	-	-	34,300	-
Interfund payable	-	-	-	29,792	29,792	-
Unearned revenue	355,096	-	-	4,617	359,713	-
Closure and postclosure care payable	-	-	6,581	-	6,581	-
Revenue bonds payable	1,690,000	750,000	-	-	2,440,000	-
Total Current Liabilities	3,312,397	1,316,847	173,950	101,753	4,904,947	336,695
<i>Long-Term Liabilities (net of current portion):</i>						
Customer deposits	117,949	-	-	-	117,949	-
Accrued interest payable-customer deposits	22,502	-	-	-	22,502	-
Closure and postclosure care	-	-	256,676	-	256,676	-
Compensated absences payable	-	-	-	-	-	-
Revenue bonds payable	4,332,316	-	-	-	4,332,316	-
Total Long-Term Liabilities	4,472,767	-	256,676	-	4,729,443	-
Total Liabilities	7,785,164	1,316,847	430,626	101,753	9,634,390	336,695
Net Assets						
Invested in capital assets, net of related debt (Note 3J)	49,551,889	10,078,713	3,839,459	2,278,199	65,748,260	1,406,527
Restricted for debt service	1,887,333	-	-	-	1,887,333	-
Unrestricted	882,232	4,525,591	6,796,181	1,779,683	13,983,687	417,626
Total Net Assets	\$ 52,321,454	\$ 14,604,304	\$ 10,635,640	\$ 4,057,882	\$ 81,619,280	\$ 1,824,153

See accompanying notes to the basic financial statements

(Concluded)



City and County of Butte-Silver Bow, Montana
Statement of Revenues,
Expenses and Changes in Fund Net Assets
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities Enterprise Funds				Total	Governmental Activities
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds		Internal Service Funds
Operating Revenues						
Charges for services	\$ 6,107,699	\$ 2,942,945	\$ 845,066	\$ 1,259,049	\$ 11,154,759	\$ -
Special assessments	-	50,879	2,096,348	-	2,147,227	-
City/County and Employee Health Insurance Contributions	-	-	-	-	-	2,138,391
Private Grants and Donations	654,300	-	-	-	654,300	-
Miscellaneous	40,284	164,227	34,456	107,088	346,055	7,920
Total Operating Revenues	6,802,283	3,158,051	2,975,870	1,366,137	14,302,341	2,146,311
Operating Expenses						
Personal services	2,567,412	1,766,127	390,085	432,420	5,156,044	1,336,439
Operation and maintenance	1,844,282	1,122,569	1,456,601	601,195	5,024,647	998,289
Depreciation	2,961,258	798,156	323,721	145,467	4,228,602	203,046
Amortization	160,658	-	-	-	160,658	-
Total Operating Expenses	7,533,610	3,686,852	2,170,407	1,179,082	14,569,951	2,537,774
Operating Income (Loss)	(731,327)	(528,801)	805,463	187,055	(267,610)	(391,463)
Non-Operating Revenues (Expenses)						
Interest expense	(229,495)	(1)	-	-	(229,496)	-
SRF Bond Debt Forgiven	-	390,700	-	-	390,700	-
Investment earnings	22,636	10,213	8,359	1,740	42,948	-
Intergovernmental	8,004,032	20,298	230	-	8,024,560	940
Total Non-Operating Revenues (Expenses)	7,797,173	421,210	8,589	1,740	8,228,712	940
Income (Loss) Before Transfers	7,065,846	(107,591)	814,052	188,795	7,961,102	(390,523)
Transfers in	-	-	-	53,735	53,735	-
Transfers out	(100,000)	(150,000)	(50,000)	-	(300,000)	-
Change in Net Assets	6,965,846	(257,591)	764,052	242,530	7,714,837	(390,523)
Total Net Assets Beginning of Year	45,355,608	14,861,895	9,871,588	3,815,352	73,904,443	2,214,676
Total Net Assets End of Year	\$ 52,321,454	\$ 14,604,304	\$ 10,635,640	\$ 4,057,882	\$ 81,619,280	\$ 1,824,153

See accompanying notes to the basic financial statements

City and County of Butte-Silver Bow, Montana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities Enterprise Funds				Governmental Activities	
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds	Total	Internal Service Funds
Increase (Decrease) in Cash and Cash Equivalents						
Cash Flows from Operating Activities						
Cash received from customers	\$ 6,806,306	\$ 3,383,338	\$ 2,647,043	\$ 933,439	\$ 13,770,126	\$ -
Cash received from interfund services provided	-	-	-	-	-	2,148,663
Cash payments for personal services	(2,658,521)	(1,624,809)	(395,725)	(279,629)	(4,958,684)	(1,398,389)
Cash payments for goods and services	(2,015,149)	(1,236,586)	(1,484,599)	(739,422)	(5,475,756)	(873,150)
Net Cash Provided by Operating Activities	<u>2,132,636</u>	<u>521,943</u>	<u>766,719</u>	<u>(85,612)</u>	<u>3,335,686</u>	<u>(122,876)</u>
Cash Flows from Noncapital Financing Activities						
Receipt of interfund loan	-	41,081	-	-	41,081	-
Payments made on interfund payable	-	-	-	-	-	940
Interest expense on customer deposits	(5,310)	-	-	-	(5,310)	-
Transfers in	-	-	-	53,735	53,735	-
Transfers out	(100,000)	(150,000)	(50,000)	-	(300,000)	-
Net Cash Flows from Noncapital Financing Activities	<u>(105,310)</u>	<u>(108,919)</u>	<u>(50,000)</u>	<u>53,735</u>	<u>(210,494)</u>	<u>940</u>
Cash Flows from Capital and Related Financing Activities						
Capital grants	8,319,256	19,008	-	-	8,338,264	-
Principal paid on revenue bonds payable	(1,645,000)	(50)	-	-	(1,645,050)	-
Interest paid on revenue bonds	(230,703)	(1)	-	-	(230,704)	-
Proceeds from issuance of bonds	-	750,000	-	-	750,000	-
Principal payments on main extension contracts	(51,672)	-	-	-	(51,672)	-
Proceeds from the sale of capital assets	-	-	-	-	-	-
Payments for capital acquisitions	(10,260,065)	(2,020,932)	(18,368)	(107,925)	(12,407,290)	(168,117)
Net Cash (Used in) Capital and Related Financing Activities	<u>(3,868,184)</u>	<u>(1,251,975)</u>	<u>(18,368)</u>	<u>(107,925)</u>	<u>(5,246,452)</u>	<u>(168,117)</u>
Cash Flows from Investing Activities						
Investment earnings	22,636	10,213	8,360	1,741	42,950	-
Net Increase (Decrease) in Cash and Cash Equivalents	<u>(1,818,222)</u>	<u>(828,738)</u>	<u>706,711</u>	<u>(138,061)</u>	<u>(2,078,310)</u>	<u>(290,053)</u>
Cash and Cash Equivalents - Beginning of Year	<u>4,837,762</u>	<u>4,971,381</u>	<u>5,718,605</u>	<u>1,422,728</u>	<u>16,950,476</u>	<u>1,036,091</u>
Cash and Cash Equivalents - End of Year	<u>\$ 3,019,540</u>	<u>\$ 4,142,643</u>	<u>\$ 6,425,316</u>	<u>\$ 1,284,667</u>	<u>\$ 14,872,166</u>	<u>\$ 746,038</u>
Reconciliation to Statement of Net Assets						
Cash and cash equivalents	\$ 966,949	\$ 794,083	\$ 2,656,905	\$ 798,603	\$ 5,216,540	\$ 746,038
Investments	165,257	3,348,560	\$ 2,740,849	486,064	6,740,730	-
Restricted cash and investments	1,887,334	-	1,027,562	-	2,914,896	-
Total	<u>\$ 3,019,540</u>	<u>\$ 4,142,643</u>	<u>\$ 6,425,316</u>	<u>\$ 1,284,667</u>	<u>\$ 14,872,166</u>	<u>\$ 746,038</u>

(continued)

City and County of Butte-Silver Bow, Montana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Business-type Activities Enterprise Funds					Governmental Activities
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds	Total	Internal Service Funds
Reconciliation of Operating Income to Net Cash Provided by Operating Activities						
Operating Income	\$ (731,327)	\$ (528,801)	\$ 805,463	\$ 187,055	\$ (267,610)	\$ (391,463)
Adjustments:						
Depreciation	2,961,258	798,156	323,721	145,467	4,228,602	203,046
Amortization	160,658	-	-	-	160,658	-
Intergovernmental revenue on-behalf payments	2,107	1,290	230	-	3,627	-
(Increase) Decrease in Assets:						
Accounts receivable	(1,267)	(76,399)	(362,391)	(450,951)	(891,008)	(413)
Special assessments receivables	15,298	166,706	33,564	-	215,568	-
Inventory	-	-	-	(1,221)	(1,221)	-
Prepaid expenses	1,139	-	-	-	1,139	-
Increase (Decrease) in Liabilities:						
Vouchers payable	(102,512)	170,072	(6,085)	45,837	107,312	102,119
Accounts payable	(71,601)	49,067	(111)	-	(22,645)	(5,973)
Accrued expenses	-	-	-	-	-	(39,927)
Accrued wages and benefits payable	(101,121)	(61,558)	(10,955)	(17,032)	(190,666)	-
Customer deposits	2,562	-	-	-	2,562	-
Compensated absences	10,012	3,410	(16,717)	5,233	1,938	9,735
Unearned revenue	(12,570)	-	-	-	(12,570)	-
Net Cash Provided by Operating Activities	\$ 2,132,636	\$ 521,943	\$ 766,719	\$ (85,612)	\$ 3,335,686	\$ (122,876)
Noncash Capital Activities:						
Construction costs included in accounts payable	\$ 162,469	\$ -	\$ -	\$ -	\$ 162,469	\$ -

See accompanying notes to the basic financial statements

(concluded)

Fiduciary Funds

City and County of Butte-Silver Bow, Montana
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2011

	<u>Investment Trust</u>	<u>Agency</u>
Assets		
Cash and cash equivalents	\$ 9,110,836	\$ 24,913,232
Investments	-	990,567
Receivables	-	2,372,330
Land acquired by tax deed	-	261,541
Total Assets	<u>9,110,836</u>	<u>\$ 28,537,670</u>
Liabilities		
Accounts payable	-	1,234,290
Vouchers payable	-	3,861
Accrued interest payable	-	235,931
Due to others	-	20,840
Due to other governments	-	27,015,528
Due to component unit	-	27,220
Total Liabilities	<u>-</u>	<u>\$ 28,537,670</u>
Net Assets		
Net assets held in trust for pool participants	<u>\$ 9,110,836</u>	

See accompanying notes to the basic financial statements

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Net Assets
Investment Trust Funds
For the Fiscal Year Ended June 30, 2011

Additions	
Shares and investments purchased	\$ 177,391,445
Investment earnings	183,961
	<hr/>
Total Additions	177,575,406
	<hr/>
Deductions	
Shares and investments redeemed	177,402,241
Investment earnings distributed	-
	<hr/>
Total Deductions	177,402,241
	<hr/>
Change in Net Assets	173,165
	<hr/>
Net Assets Beginning of Year	8,937,671
	<hr/>
Net Assets End of Year	\$ 9,110,836
	<hr/> <hr/>

See accompanying notes to the basic financial statements

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

The City and County of Butte-Silver Bow, State of Montana (City and County) was incorporated as a municipal corporation in 1977. Under the charter an elected Chief Executive and twelve-member Council of Commissioners govern the City and County. The day-to-day affairs of the government are conducted under the supervision of the Chief Executive and several other elected and appointed administrative positions.

Note 1 - Summary of Significant Accounting Policies

The financial statements of the City and County have been prepared in conformity with accounting principles generally accepted in the United States (GAAP) as applied to governments. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for governmental accounting and financial reporting. The City and County also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities at the government-wide financial reporting level and to its enterprise funds at the fund reporting level, provided they do not conflict with or contradict GASB pronouncements. The City and County elected not to apply FASB statements and interpretations issued after November 30, 1989 for its enterprise funds.

The most significant of the City and County's accounting policies are described below.

1-A. Reporting Entity

The reporting entity is comprised of the primary government, component units and other organizations that are included to ensure that the financial statements are not misleading. The primary government of the City and County consists of all funds, departments, boards and agencies that are not legally separate from the City and County.

Component units are legally separate organizations for which the City and County is financially accountable. The City and County is financially accountable for an organization if the City and County appoints a voting majority of the organization's governing board and (1) the City and County is able to significantly influence the programs or services performed or provided by the organizations; or (2) the City and County is legally entitled to or can otherwise access the organization's resources; the City and County is legally obligated or has otherwise assumed the responsibility to finance the deficits of, or provide financial support to, the organization; or the City and County is obligated for the debt of the organization. Component units also may include organizations that are fiscally dependent on the City and County in that the City and County approves the budget, levies their taxes or issues their debt.

The component unit columns included on the government-wide financial statements identifies the financial data of the City and County's discretely presented component unit. It is reported separately to emphasize that it is legally separate from the County.

A brief description of the discretely presented component unit follows:

The Port of Montana Authority (Port Authority) - The Port Authority is an intermodal transportation facility, which provides transloading services to over-the-road and rail carriers within the county region. The Port Authority was created by resolution on May 7, 1986, pursuant to authority granted by the 1985 Montana Legislative Assembly. A board appointed by the City and County's Chief Executive and confirmed by the Council of Commissioners manages the Port. The Port Authority is fiscally dependent upon the City and County to levy taxes if necessary and further, the City and County has secured a revenue bond issued by the Port Authority.

Separately issued financial statements for the Authority may be obtained at the City and County's administrative offices.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

1-B. Basis of Presentation

The City and County's basic financial statements consist of government-wide statements which include aggregated fund data and fund financial statements, which provide a more detailed level of financial information.

Government-wide Financial Statements - The government-wide financial statements include a statement of net assets and a statement of activities. These statements report financial information for the City and County as a whole. The primary government and the discretely presented component units are presented separately within these financial statements with the focus on the primary government. All City and County funds, excluding the fiduciary activities, are included at the government-wide reporting level. Individual funds are not displayed but the statements distinguish governmental activities, generally supported by taxes and City and County general revenues, from business-type activities, generally financed in whole or in part with fees charged to external customers.

The statement of net assets presents the financial position of the governmental and business-type activities of the City and County and its discretely presented component unit at year-end. This statement is presented in a classified format.

The statement of activities presents a comparison between direct expenses and program revenues for each function of the City and County's governmental activities and for each identifiable activity of the business-type activities of the City and County. Direct expenses are those that are specifically associated with a function and therefore clearly identifiable to that particular function. The City and County does not allocate indirect expenses to functions in the statement of activities.

The statement of activities reports the expenses of a given function offset by program revenues directly connected with the functional program. A function is an assembly of similar activities and may include portions of a fund or summarize more than one fund to capture the expenses and program revenues associated with a distinct functional activity. Program revenues include: (1) charges for services which report fees and other charges to users of the City and County's services; (2) operating grants and contributions which finance annual operating activities including restricted investment income; and (3) capital grants and contributions which fund the acquisition, construction, or rehabilitation of capital assets. These revenues are subject to externally imposed restrictions to these program uses. For identifying to which function program revenue pertains, the determining factor for *charges for services* is which function *generates* the revenue. For *grants and contributions*, the determining factor is to which functions the revenues are *restricted*.

Taxes and other revenue sources not properly included with program revenues are reported as general revenues of the City and County. The comparison of direct expenses with program revenues identifies the extent to which each governmental function and each identifiable business activity is self-financing or draws from the general revenues of the City and County.

Fund Financial Statements - During the year, the City and County segregates transactions related to certain City and County functions or activities in separate funds in order to aid financial management and to demonstrate legal compliance. Fund financial statements are designed to present financial information of the City and County at this more detailed level. Fund financial statements are provided for governmental, proprietary, and fiduciary funds.

Major individual governmental and enterprise funds are reported in separate columns with composite columns for non-major funds. Fiduciary funds are reported by type.

Fund Accounting - The City and County uses funds to maintain its financial records during the year. A fund is a fiscal and accounting entity with a self-balancing set of accounts. The City and County uses three categories of funds: governmental, proprietary and fiduciary.

Governmental Funds - Governmental funds are those through which most governmental functions typically are financed. Governmental fund reporting focuses on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Fund liabilities are assigned to the fund from which they will be liquidated. The City and County reports the difference between governmental fund assets and liabilities as fund balance. The following are the City and County's major governmental funds:

(This page continued on the subsequent page)

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

General Fund - The general fund accounts for all financial resources except those required to be accounted for in another fund. The general fund balance is available to the City and County for any purpose provided it is expended or transferred according to the general laws of Montana.

Ramsay TIFID Industrial Fund- The Ramsay TIFID industrial fund is a special revenue fund that accounts for the tax collection and economic development activities of the Tax Increment Financing Industrial District (TIFID). The TIFID was formed as a major economic development site where the City and County has been able to attract one of the top employers and tax payers for the City and County. Economic development efforts are continuing to attract new interests within the district.

Proprietary Funds - Proprietary fund reporting focuses on the determination of operating income, changes in net assets, financial position and cash flows. The City and County's proprietary funds are classified as enterprise funds and internal service funds. The following are the City and County's major enterprise funds:

Water Utility Division Fund - The water utility division fund is a business-like enterprise fund that accounts for the local government's expansion and maintenance of the City and County water system. Revenues are derived from user fees and are structured to allow for continuing capital projects such as main replacement projects while complying with a debt service coverage ratio of 125%.

Metro Sewer Operations Fund - The metro sewer operations fund is a business-like enterprise fund that accounts for the local government's sewage treatment and disposal operations. Revenue is derived from special assessments. A component of the rate of the assessments also allows for continuing repair and replacement projects.

Solid Waste Fund - The solid waste fund is also a business-like enterprise fund established to account for the construction and operation of the City and County's landfill and solid waste collection activities. Revenues are derived from special assessments and gate fees. The revenues are sufficient to comply with 125% debt service coverage ratio per bond indentures.

Internal Service Funds – These funds account for data processing, fleet management, payroll and personnel services provided to other departments or agencies of the government, or to other governments, on a cost reimbursement basis

Fiduciary Funds - Fiduciary fund reporting focuses on net assets. The City and County's fiduciary funds include a variety of agency funds, an investment trust fund and various individual investment funds for school districts.

Agency Funds - The agency funds consist of property tax funds that the City and County has not yet distributed to local school districts, the State of Montana, other cities and towns, and special districts. The fund also contains fees and judgments due to the State of Montana, garnishments and child support payable through the court system, public administrator functions, and Superfund monies of groups named in a Priority Soils Operable Unit.

External Investment Trust Fund – This fund accounts for the resources held in investments on behalf of the local school districts. Under the direction of the various school district business managers, funds are invested per state law.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

1-C. Measurement Focus

Government-wide Financial Statements - The government-wide financial statements are prepared using the economic resources measurement focus. All assets and all liabilities associated with the operation of the City and County are included on the statement of net assets. The statement of activities reports revenues and expenses.

Fund Financial Statements - All governmental funds are accounted for using a flow of current financial resources measurement focus. With this measurement focus, only current assets and current liabilities generally are included on the balance sheet. The statement of revenues, expenditures and changes in fund balances reports the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources. This approach differs from the manner in which the governmental activities of the government-wide financial statements are prepared. Governmental fund financial statements therefore include a reconciliation with brief explanations to better identify the relationship between the government-wide statements and the governmental fund statements.

Like the government-wide statements, all proprietary fund types are accounted for on a flow of economic resources measurement focus on both financial reporting levels. All assets and all liabilities associated with the operation of these funds are included on the statements of net assets. The statements of changes in fund net assets present increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the City and County finances and meets the cash flow needs of its proprietary activities.

The agency funds are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations.

1-D. Basis of Accounting

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. At the fund reporting level, governmental funds use the modified accrual basis of accounting and fiduciary funds use the accrual basis of accounting. Proprietary funds use the accrual basis of accounting at both reporting levels. Differences in the accrual and the modified accrual basis of accounting arise in the recognition of revenue, the recording of deferred revenue, and in the presentation of expenses versus expenditures.

Revenues – Exchange Transactions - Revenue resulting from exchange transactions, in which each party gives and receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On the modified accrual basis, revenue is recorded when the exchange takes place and in the fiscal year in which the resources are measurable and become available. Available means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the City and County, the phrase “available for exchange transactions” means expected to be received within 60 days of the balance sheet date.

Revenues - Non-exchange Transactions - Non-exchange transactions in which the City and County receives value without directly giving equal value in return, include property taxes, grants, and donations. Revenue from property taxes is recognized in the fiscal year for which the taxes are levied. (Note 3-C) Revenue from grants and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the year when use is first permitted, matching requirements, in which the City and County must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the City and County on a reimbursement basis. On a modified accrual basis, revenue from non-exchange transactions also must be available (i.e., collected within 60 days) before it can be recognized. However, property taxes accrued under the modified accrual basis use a 60 day collection period.

Under the modified accrual basis, the following primary revenue sources are considered to be susceptible to accrual: property taxes, special assessments, investment earnings and charges for services.

Deferred/Unearned Revenue - Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

On governmental fund financial statements (i.e., on the modified accrual basis), receivables that will not be collected within the available period have been reported as deferred revenue (i.e., they are measurable but not available) rather than as revenue.

Property taxes not collected within 60 days of year-end have been recorded as deferred revenue at the fund reporting level. Grants and entitlements received before the eligibility requirements are met (e.g., cash advances) also are recorded as deferred revenue at both reporting levels.

Deferred revenue is reclassified as “*unearned revenue*” on the government-wide statement of net assets.

Expenses/Expenditures - On the accrual basis of accounting, expenses are recognized at the time they are incurred. On the modified accrual basis, expenditures generally are recognized in the accounting period in which the related fund liability is incurred and due, if measurable.

1-E. Assets, Liabilities and Fund Equity

1-E-1 Cash, Cash Equivalents, and Investments

Cash and cash equivalents include amounts in demand deposits, time deposits, savings accounts, fiscal agent deposits as well as short-term investments with a maturity date within three months of the date acquired by the City and County.

Generally, investments are stated at fair value based on quoted market prices.

Montana statutes authorize the City and County to invest in the following types of obligations:

- Interest-bearing savings accounts
- Certificates of deposit and time deposits insured up to \$250,000 by the Federal Deposit Insurance Corporation or fully collateralized
- U.S. government and U.S. agency obligations
- Montana State Short-term Investment Pool
- Repurchase agreements where there is a master repurchase agreement and collateral held by a third party

Cash resources of individual funds are combined to form a pool of cash and investments, which the Treasurer's Office manages. The investment earnings are statutorily distributed to the general fund.

The City and County issues warrants in payment of its obligations. When the warrants are presented to the Treasurer's Office, the City and County will issue a check to pay the warrants. Cash balances are reported net of outstanding warrants except in the trust/agency fund and for registered warrants.

1-E-2 Receivables

All trade and property tax receivables are reported net of an allowance for uncollectibles, where applicable. Unbilled utility charges are accrued as receivables and revenue at June 30, 2011.

1-E-3 Interfund Balances

On the fund financial statements, receivables and payables resulting from short-term interfund loans are classified as "interfund receivables/payables." These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for any net residual amounts due between governmental and business-type activities, which are reclassified and presented as internal balances.

1-E-4 Consumable Inventories

On the government-wide financial statements and the fund financial statements, enterprise fund inventories are presented at cost on a first-in, first-out basis and are expensed when used (i.e., the consumption method).

City and County of Butte-Silver Bow, Montana
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1-E-5 Restricted Assets

Certain proceeds of the water utility division, as well as certain resources set aside for their repayment, are classified as restricted assets on the statement of net assets because their use is limited by applicable bond covenants. The "Debt Service Cash" account is used to segregate resources accumulated for debt service payments over the next twelve months. The "Debt Service Reserve Cash" account is used to report resources set aside that are equal to the largest debt service payment occurring in any fiscal year over the life of the bonds. The "Operations and Maintenance" account is used to report resources accumulated to subsidize potential deficiencies from the water utility division operation that could adversely affect debt service payments. The "Replacement and Depreciation" account is used to report resources set aside to fund asset acquisition, renewals and replacements.

1-E-6 Capital Assets

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in governmental funds. The City and County reports these assets in the governmental activities column of the government-wide statement of net assets but does not report these assets in the governmental fund financial statements. Capital assets utilized by enterprise funds are reported both in the business-type activities column of the government-wide statement of net assets and in the proprietary funds' statement of net assets.

All capital assets are capitalized at cost (or estimated historical cost) and updated for additions and retirements during the year. Donated capital assets are recorded at their fair market values as of the date received. The City and County maintains a capitalization threshold of five thousand dollars. The City and County's infrastructure consists primarily of roads and water and sewer lines. The City and County governmental activities infrastructure has been capitalized since fiscal year 1981. Improvements to capital assets are capitalized. The costs of normal maintenance and repairs that do not add to the value of the asset or materially extend an asset's life are expensed. Interest incurred during the construction of capital assets utilized by the enterprise funds is capitalized.

All reported capital assets are depreciated except for land and construction in progress. Improvements are depreciated over the remaining useful lives of the related capital assets. Useful lives for infrastructure were estimated based on the City and County's historical records of necessary improvements and replacement. Depreciation is computed using the straight-line method over the following useful lives:

Asset Class	Estimated Lives		
	Governmental Activities	Business-type Activities	Component Unit
Buildings	30-60 Years	---	15-40 years
Improvements other than buildings	25-50 Years	25-50 Years	15-40 years
HUB transportation facility	---	---	25-40 years
Machinery and equipment	10-20 years	10-20 years	3-15 Years
Infrastructure	30-60 Years	---	---

At the inception of capital leases at the governmental fund reporting level, expenditures and an "other financing source" of an equal amount are reported at the net present value of future minimum lease payments.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

1-E-7 Accrued Liabilities and Long-term Obligations

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements.

In general, governmental fund payables and accrued liabilities that, once incurred, are paid in a timely manner and in full from current financial resources, are reported as obligations of the these funds. However, compensated absences, claims and unfunded pension benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they are “due for payment” during the current year. Bonds and capital leases are recognized as a liability in the governmental fund financial statements “when due”.

1-E-8 Bond Premiums, Discounts, Issuance Costs and Bond Refunding Gains and Losses

On the government-wide statement of net assets and the proprietary fund type statement of net assets, bond premiums and discounts and refunding gains and losses are netted against bonds payable and bond issuance costs are reported as deferred charges. On the government-wide and proprietary fund type statement of activities, bond premiums and discounts, bond issuance costs and bond refunding gains and losses are deferred and amortized over the life of the bonds using the effective interest method. Bond issuance costs are reported as deferred charges and premiums, discounts and bond refunding gains and losses are offset against the applicable bonds payable.

At government fund reporting level, bond premiums and discounts are reported as other financing sources and uses, separately from the face amount of the bonds issued. Bond issuance costs are reported debt service expenditures.

1-E-9 Fund Equity

Fund equity at the governmental fund financial reporting level is classified as “fund balance.” Fund equity for all other reporting is classified as “net assets.”

Fund Balance – Generally, fund balance represents the difference between the current assets and current liabilities. GASB Statement 54 requires governmental fund balances to be allocated to categories as follows:

- Nonspendable – funds that are not spendable in form (i.e. Inventory);
- Restricted – externally enforceable legal restrictions exist, such as state law or bond covenants;
- Committed – constraint formally imposed by the Council of Commissioners by the end of the reporting period;
- Assigned – constraint imposed at a level below the Council of Commissioners by the reporting date;
- Unassigned – remaining balance.

Net Assets - Net assets in the government wide and proprietary funds represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt, consists of capital assets, net of accumulated depreciation, plus any outstanding balances of borrowings not yet expended, but restricted for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the City and County or through external restrictions imposed by creditors, grantors or laws or regulations of other governments. All other net assets are reported as unrestricted.

The City and County applies restricted resources first when an expense is incurred for purposes for which both restricted and unrestricted net assets are available. The Council of Commissioners is the highest body in the City and County and any constraints on funds set by it must be reported as committed if action is taken by fiscal year end. The Chief Executive, in conjunction with the Finance & Budget Director, is generally the only other person that can impose constraints that would cause amounts to be assigned.

1-E-10 Operating Revenues and Expenses

Proprietary funds distinguish operating revenues and expenses from nonoperating items. Operating revenues and expenses generally result from providing services and producing and delivering goods in connection with a proprietary fund’s principal ongoing operations. All revenues and expenses not meeting this definition are reported as nonoperating revenues and expenses, including operating grants, investment earnings, interest expense and gains and losses on dispositions of capital assets.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

1-E-11 Contributions of Capital

Contributions of capital in proprietary fund financial statements arise from transfers from capital assets of governmental activities, outside contributions of capital assets, tap-in fees to the extent they exceed the cost of the connection to the system, or from grants or outside contributions of resources restricted to capital acquisition and construction.

1-E-12 Interfund Activity

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after non-operating revenues/expenses section in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

Transfers between governmental and business-type activities on the government-wide statement of activities are reported as general revenues. Transfers between funds reported in the governmental activities column are eliminated. Transfers between funds reported in the business type activities column are eliminated.

1-E-13 On-Behalf Payments for Fringe Benefits

On-behalf payments for fringe benefits are direct payments made by one entity to a third-party recipient for the employees of another, legally separate entity. On-behalf payments include pension plan contributions made directly to the various cost-sharing pension plans by the State of Montana. The State's pension contribution is recorded as intergovernmental revenue with an offsetting expenditure in the related funds. (Note 31)

1-E-14 Estimates

The preparation of the financial statements in conformity with accounting principles generally accepted in the United States, requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

1-E-15 Comparative Data

Comparative total data for the prior year have been presented only for individual funds in the fund financial statements in order to provide an understanding of the changes in the financial position and operations of these funds.

1-E-16 Concentration of Credit Risk – Component Unit

The Port of Montana Port Authority, a discretely presented component unit, receives revenues from shipping, storage and switching in Silver Bow, Montana. The Port Authority grants credit on some of these sales and generally requires no collateral from its customers.

Note 2 – Stewardship, Compliance and Accountability

2-A. Budgetary Information

Budgets are adopted on a basis consistent with GAAP for all budgeted funds of the government in accordance with the Local Government Budget Act (Title 7, Chapter 6, part 40, MCA). Per the Local Government Budget Act, the City and County has excluded the damages and judgments fund, a special revenue fund. Because the amounts of possible judgments are unknown, no expenditure budget is included for this fund. Revenues are budgeted because prior year expenditures are levied for in the current year. In accordance with state law judgments against a local government not covered by insurance may be levied for over a 3-year period to pay the current fiscal years judgments.

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Also, a budget was not necessary for the ARCO redevelopment fund. An appointed oversight board will be created prior to any appropriations being approved from this fund. The Council of Commissioners under the Local Budget Act made several supplementary budget appropriations during the year for a variety of state and federal grants, fund reserves and unbudgeted revenues or as otherwise authorized per Montana Code Annotated, Section 7-6-4006.

The appropriated budget is prepared by fund, function, department and object. In accordance with Montana Code Annotated, Section 7-6-4030, the legal level of control (the level at which expenditures may not legally exceed appropriations) for each adopted annual operating budget is the individual fund. Any change in total to a fund or departmental appropriation within a fund requires approval of the Council of Commissioners and must conform to the legal requirements of Montana Code Annotated, Section 7-6-4031. All appropriations lapse on June 30th.

Although state law mandates the legal level of budgetary control is the fund, management of the City and County are authorized to make transfers of appropriations among objects within a fund or department subject to the approval of the Council of Commissioners. Per GAAP, this creates a legal level of budgetary control at the object level. In compliance with state law, Butte-Silver Bow reports budget versus actual comparisons at the functional level by fund. This does not, however, demonstrate compliance with the lower GAAP legal level of budgetary control. A separately issued report demonstrating compliance with the GAAP legal level of budgetary control has been issued and may be obtained at the City and County's administrative offices.

2-B. Excess of Expenditures over Appropriations

There were no funds that had expenditures in excess of the fund budget.

2-C. Deficit Fund Equities

The following funds had fund balance deficits

Parking Commission Fund – (\$55,887) – The City and County is funding this operation in the interim with a loan from the general fund so operations can continue without delays. Fees earned from parking tickets and parking lot rental will offset this negative balance.

Sidewalk Special Fund – (\$21,390) – The City and County is funding this operation in the interim with a loan from the general fund so operations can continue without delays. The deficit balance is considered a temporary timing difference between charges incurred for sidewalk replacement and the five year payback period.

Damages and Judgments Fund – (\$316,081) – This fund accounts for judgments made against the local government. Property taxes will be levied in fiscal year 2011-2012 to cover this deficit as indicated by State Law.

Montana Historical Preservation Fund – (\$16,241) – The City and County is funding the project in the interim with a loan from the general fund so the project could continue as planned without delays. The MT Historical Preservation projects will remain active with private grants expected to offset this negative balance prior to the closure of these projects.

East Butte RRA Fund – (\$324,180) – The East Butte RRA is new tax financing district and is currently operating via a loan from the Urban Revitalization Agency (URA). As the district market values expand, the tax increment will be utilized to pay off the loan to URA. This will offset the negative balance.

Superfund Residential Metals Fund – (\$12,543) – This fund covers activities under the Superfund Residential Metals program through a settlement agreement with British Petroleum (BP) (formerly ARCO). BP funds the program through a trust. The general fund has made an interim loan to the program to avoid delays. This project will be fully funded prior to closeout.

Health Fund – (\$152,263) – This fund covers activities related to community health issues. These include immunization, air quality, drug and alcohol treatment, as well as a multitude of federal and state contract/grant health programs. The general fund has made an interim loan to the fund to avoid delays. This interim loan may be converted to a long term loan or grant from the general fund and is currently under evaluation.

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City and County of Butte-Silver Bow, Montana
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For the Year Ended June 30, 2011

Planning-ARCO Grant Fund (\$55,033) – This fund accounts for the activities associated with the first several miles of the trail system development of Greenway project. The State of Montana Natural Resource and Damages funding has funded for the majority of this project. The general fund has made an interim loan to the project to avoid delays. This project will be fully funded prior to closeout.

NRDP – Greenway Project (\$387,658) – This fund accounts for the activities associated with the construction of the Greenway project. The State of Montana Natural Resource and Damages funding has funded for the majority of this project. The general fund has made an interim loan to the project to avoid delays. This project will be fully funded prior to closeout.

Department of Justice Grants – (\$2,722) – This fund accounts for a series of grants from the Department of Justice for law enforcement equipment and DUI Court. The City and County is funding these projects in the interim with a loan from the general fund so these projects can proceed without delay. Grants funds are expected to offset this negative balance prior to the closure of these projects.

DNRC Grants Fund – (\$424) – The City and County is funding the project in the interim with a loan from the general fund so the projects could continue as planned without delays. The DNRC projects will remain active with state grants expected to offset this negative balance prior to the closure of these projects.

Note 3 - Detailed Notes on All Funds

3-A. Deposits and Investments

Primary Government's Deposits

State statutes require that all deposits in financial institutions be 50% collateralized as outlined in Montana Code Annotated, 17-6-103.

Custodial Credit Risk – Deposits – the custodial credit risk for deposits is the risk that, in the event of a bank failure, the City and County's deposits may not be recovered. Butte-Silver Bow policy related to custodial risk is to remain in conformity with MCA 17-6-103 as described above.

At June 30, 2010, the carrying amount of the City and County's deposits, including certificates of deposit was \$55,029,992 and the related bank balances totaled \$55,317,190. Of the bank balance, \$759,499 was covered by Federal Depository Insurance; \$53625,944 was collateralized by the pledging financial institution's trust department or an agent in the City and County's name and \$931,746 was uncollateralized.

Component Unit's Deposits

At June 30, 2011, the carrying amount of the Port Authority's deposits, including certificates of deposit of \$1,870,990 and the related bank balances totaled \$1,887,217. Of the bank balance, \$1, 201,672 was secured by Federal Depository Insurance; \$685,545 was guaranteed or collateralized by government securities.

Primary Government's Investments

Interest Rate Risk – Interest rate risk is the risk that changes in interest rates of debt investments will adversely affect the fair value of an investment.

In compliance with the City and County's Investment Policy, the City and County minimized the interest rate risk, related to the decline in the market value of securities due to rising interest rates in the portfolio by; limiting the duration of the investment of security types with the expectation of securities purchases related to reserve funds; structuring the investment portfolio so that the securities matured to meet cash requirements for ongoing operations, thereby avoiding the need to sell securities on the secondary market. The City and County has invested operating funds primarily in short-term securities or the State of Montana investment pool.

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City and County of Butte-Silver Bow, Montana
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For the Year Ended June 30, 2011

At June 30, 2011 the City and County had the following investments presented by maturity period:

Investment Type	Fair Value
U.S. Government Securities	\$ 7,246,377
Wells Fargo Restricted Investments	1,139,199
Montana Investment Pool "2a7 like"	32,538,164
Total Investments	\$ 40,923,740

Wells Fargo Restricted Investments consists of government money market funds which meet the requirements of Rule 2A-7 under the Investment Company Act of 1940. The investments consist of collateralized money market accounts (CMMA) which are insured by up to \$250,000 by the FDIC. To the extent funds on deposit exceeds the FDIC limit, the uninsured amounts are covered by pledged collateral set aside by Wells Fargo Bank.

Credit Quality Risk – Credit quality risk is the risk that an issuer or other counterparty to an investment will not fulfill its obligations.

The City and County invest in the State of Montana Short Term Investment Pool (STIP). This pool has been deemed a 2a7 like pool. As of June 30, 2011 all STIP securities were registered in the nominee name for the Montana Board of Investments and held in the possession of the Board’s custodial bank, State Street Bank. In accordance with STIP Investments Policy, “repurchase agreements require electronic delivery of U.S. Government Treasury collateral, priced at 102 percent of market value, to the designated State of Montana Federal Reserve Bank account.” STIP contained two types of investments required to be disclosed, which are asset-backed securities and variable rate securities, which are described below.

Corporate Asset-backed securities are based on cash flows from principal and interest payments on underlying auto loan receivables, credit card receivables, and other assets. These securities, while sensitive to prepayments due to interest rate changes, have less credit risk than securities not backed by pledged assets.

Variable rate (floating-rate) securities have credit risk identical to similar fixed-rate securities; their interest rate risk is more sensitive to interest rate change. However, their face value may be less volatile than fixed rate securities because their value will usually remain at or near par as a result of their interest rates being periodically reset to maintain a current market yield.

Amounts invested by the City and County in STIP may be redeemed at any date at the carrying value on that date. Additional information on the State of Montana Short-term Investment Pool may be obtained by writing to Montana Board of Investments, Department of Commerce, 2401 Colonial Drive, 3rd floor, Helena, MT, 59620-0126 or by calling (406) 444-0001.

Custodial Credit Risk - Custodial credit risk is the risk that, in the event of a bank failure, the City and County’s investments may not be recovered. None of the City and County’s investments are subject to custodial credit risk.

Concentration of Credit Risk – Concentration of credit risk is the risk of loss attributed to the magnitude of the City and County’s investment in a single issuer.

In compliance with the City and County Investment Policy, the City and County diversify its investment portfolio so that potential losses on individual securities are minimized. The only investments in excess of 5% of the City and County’s investment portfolio are invested in the State of Montana Short Term Investment Pool (STIP) as described above.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Cash and Investment Reconciliation:

	Cash and		
	Cash Equivalents	Investments	Total
Fund Reporting Level:			
Governmental Funds - Balance Sheet	\$ 23,858,288	\$ 25,646,211	\$ 49,504,499
Governmental Funds - Balance Sheet - Restricted	159,555	-	159,555
Proprietary Fund Type Statement of Net Assets	5,076,088	6,740,730	11,816,818
Proprietary Fund Type Statement of Net Assets - Restricted	140,452	2,914,895	3,055,347
Fiduciary Fund	26,243,220	10,101,403	36,344,623
Less cash on hand	(27,520)		(27,520)
	<u>\$ 55,450,083</u>	<u>\$ 45,403,239</u>	<u>\$ 100,853,322</u>
Total			
Cash and cash equivalents			\$ 59,929,582
Investments			<u>40,923,740</u>
Total			<u>\$ 100,853,322</u>

3-B. Receivables

Receivables at June 30, 2011, consisted of taxes, interest, accounts (billings for user charges, including unbilled utility receivables), and intergovernmental receivables arising from grants.

Receivables and payables are recorded on the City and County's financial statements to the extent that the amounts are determined to be material and substantiated not only by supporting documentation, but also by a reasonable, systematic method of determining their existence, completeness, valuation, and in the case of receivables, collectibility.

At June 30, 2011, the amount of allowance for uncollectibles was \$31,000.

3-C. Property Taxes

Generally, property taxes attach as an enforceable lien on property as of January 1. Taxes for each year are levied in October and are due at the earliest of December 31 or sixty days after the tax bill mailing. During the current year, the taxes were levied on November 30, 2010. The property taxes were due and recognized as an enforceable lien on January 31, 2011.

The City real property taxes, special assessments and certain utility fees are assessed on November 1st of each year. Payments are due in two equal installments on November 30th and May 31st. Taxes and special assessments receivable are recorded the first working day of December. Tax liens are enforced for real property with taxes which are three years delinquent.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

3-D. Capital Assets

Capital asset activity for the year ended June 30, 2011, was as follows:

	Balance 6/30/2010	Additions	Deductions	Balance 6/30/2011
Governmental activities				
Nondepreciable capital assets				
Land	\$ 3,933,774	\$ -	\$ -	\$ 3,933,774
Construction in progress	6,621,701	300,976	6,616,201	306,476
Total nondepreciable capital assets	<u>10,555,475</u>	<u>300,976</u>	<u>6,616,201</u>	<u>4,240,250</u>
Depreciable capital assets				
Buildings	28,014,334	7,432,772	84,469	35,362,637
Improvements other than buildings	9,060,490	497,644	-	9,558,134
Machinery and equipment	18,892,734	938,230	557,925	19,273,039
Infrastructure	62,698,341	3,473,026	-	66,171,367
Total depreciable capital assets	<u>118,665,900</u>	<u>12,341,672</u>	<u>642,394</u>	<u>130,365,178</u>
Total capital assets	<u>129,221,375</u>	<u>12,642,648</u>	<u>7,258,595</u>	<u>134,605,428</u>
Accumulated depreciation				
Buildings	6,995,267	848,490	-	7,843,757
Improvements other than buildings	3,611,750	310,557	-	3,922,307
Machinery and equipment	13,040,588	1,178,975	557,925	13,661,638
Infrastructure	23,142,614	2,388,838	-	25,531,452
Total accumulated depreciation	<u>46,790,220</u>	<u>4,726,860</u>	<u>557,925</u>	<u>50,959,155</u>
Governmental activities capital assets, net	<u>\$ 82,431,155</u>	<u>\$ 7,915,788</u>	<u>\$ 6,700,670</u>	<u>\$ 83,646,273</u>
Governmental activities depreciation expense				
General government	\$	655,423		
Public safety		793,544		
Public works		748,990		
Public health		20,828		
Culture and recreation		376,259		
Housing and community development		2,131,816		
Total governmental activities depreciation expense		<u>\$ 4,726,860</u>		

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

	Balance 6/30/2010	Additions	Deductions	Balance 6/30/2011
Business-type activities				
Nondepreciable capital assets				
Land	\$ 1,299,935	\$ -	\$ -	\$ 1,299,935
Construction in progress	2,429,518	3,482,501	2,281,660	3,630,359
Total nondepreciable capital assets	3,729,453	3,482,501	2,281,660	4,930,294
Depreciable capital assets				
Buildings	27,633,642	23,185	-	27,656,827
Improvements other than buildings	70,340,883	11,109,644	4,055	81,446,472
Machinery and equipment	9,588,766	164,813	17,413	9,736,166
Total depreciable assets	107,563,291	11,297,642	21,468	118,839,465
Total capital assets	111,292,744	14,780,143	2,303,128	123,769,759
Accumulated depreciation				
Buildings	12,700,508	665,021	-	13,365,529
Improvements other than buildings	27,800,749	3,043,633	-	30,844,382
Machinery and equipment	6,536,616	519,949	17,292	7,039,273
Total accumulated depreciation	47,037,873	4,228,603	17,292	51,249,184
Business-type activities capital assets, net	\$ 64,254,871	\$ 10,551,540	\$ 2,285,836	\$ 72,520,575

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

The following are the changes in component unit's capital assets:

	Balance 6/30/2010	Additions	Deductions	Balance 6/30/2011
Component unit				
Nondepreciable capital assets				
Land	\$ 353,253	\$ -	\$ -	\$ 353,253
Construction in progress	456,162	1,021,343	-	1,477,505
Total nondepreciable capital assets	809,415	1,021,343	-	1,830,758
Depreciable capital assets				
Warehouse and improvements	753,094	-	-	753,094
Machinery and equipment	1,165,437	8,963	9,609	1,164,790
HUB Transportation facility				
Buildings and improvements	4,119,372	-	122,207	3,997,165
Tracks	1,469,324	-	-	1,469,324
Total depreciable capital assets	7,507,227	8,961	131,816	7,384,373
Total capital assets	8,316,642	1,030,303	131,816	9,215,131
Accumulated depreciation				
Warehouse and improvements	534,934	12,474	-	547,408
Machinery and equipment	959,613	37,178	103,240	893,551
HUB Transportation facility				
Buildings and improvements	1,916,210	86,627	-	2,002,837
Tracks	659,845	33,060	-	692,905
Total accumulated depreciation	4,070,602	169,339	103,240	4,136,700
Component unit capital assets, net	\$ 4,246,040	\$ 860,965	\$ 28,576	\$ 5,078,433

3-E. Interfund Balances and Transfers

Interfund balances at June 30, 2011, consisted of the following amounts and represent charges for services or reimbursable expenses. These remaining balances resulted from the time lag between the dates that (1) interfund goods or services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting period, (3) payments between funds are made and (4) to the reclassification of a cash overdraft in the City's cash and investment pool. The City and County expects to repay most interfund balances within one year.

Payable to:	Governmental	
	Funds	Total
General Fund	\$ 2,462,606	\$ 2,462,606
Nonmajor		
Governmental Funds	350,000	350,000
Metro Sewer		
Replacement Fund	250,000	250,000
	<u>\$ 3,062,606</u>	<u>\$ 3,062,606</u>

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

The following is a summary of the interfund transfers:

Transfers from:	Transfers to:			Total
	General fund	Nonmajor governmental funds	Nonmajor enterprise funds	
General fund	\$ -	\$ 285,393	\$ 38,735	\$ 324,128
Ramsey TIFID	803,977	1,757,364	15,000	2,576,341
Nonmajor governmental funds	71,299	4,262,198	-	4,333,497
Water utility division fund	100,000	-	-	100,000
Metro sewer operations fund	150,000	-	-	150,000
Solid waste fund	35,000	15,000	-	50,000
Total	\$ 1,160,276	\$ 6,319,955	\$ 53,735	\$ 7,533,966

Transfers are used to (1) move receipts restricted for debt service from the funds collecting the receipts to the debt service funds per bond covenants, and (2) use unrestricted revenues in the general fund to finance various programs accounted for in other funds in accordance with budgetary authorization and (3) for administrative functions related to the major business-type funds.

3-F. Landfill Post-closure Care

State and federal laws and regulations require the City and County of City and County to place a final cover on its landfill site at Rocker when it stops accepting waste and to perform certain maintenance and monitoring functions at the site for thirty years after closure. Although closure and post-closure care costs will be paid only near or after the date that the landfill stops accepting waste, City and County reports a portion of these closure and post-closure care costs as an operating expense in each period based on landfill capacity used as of each balance sheet.

The total estimated current cost of closure and post-closure care as of the balance sheet date is \$2,075,795 and estimated total current cost remaining to be recognized is \$1,812,538. These amounts are based on what it would cost to perform all closure and post-closure care in 2011. Percentage of landfill capacity used to date is about 12.68%. City and County expects to close the landfill in the year 2047. Actual cost may be higher due to inflation, changes in technology, or changes in regulations. City and County has elected to use the Local Government Financial test to assure financial requirements are met.

3-G. Compensated Absences

Employees earn vacation leave at the rate of 15 days per year for the first 10 years. Between 10 and 20 years, employees earn vacation leave at an increasing rate, reaching 24 days per year after 20 years. There is no requirement that annual leave be taken, but the maximum permissible accumulation per Montana Code Annotated 2-8-617 is equal to twice the amount of the individuals' annual leave. Any excess leave not taken used within 90 days of the calendar year-end is removed from the individuals annual leave account. At termination, employees are paid for any accumulated annual leave.

Employees earn sick leave at the rate of 12 days per year. There is no limit on the accumulation of sick leave. At termination, employees are paid one day for every four days of accumulated sick leave earned after 1970.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

3-H. Long-Term Debt

Governmental Activities Debt – The following is a summary of the outstanding debt for the City and County’s governmental activities.

General Obligation Bonds – The City and County has four outstanding general obligation bond issues.

On November 3, 1998, the voters of the City and County approved a referendum to issue \$2,400,000 in general obligation bonds for the purpose of renovating the local Civic Center, a multi-use recreation, cultural, and social facility. The bonds were issued July 15, 1999 with varying rates of interest 4.65% to 6.00%. The total bonds outstanding on June 30, 2011 are \$1,365,000.

On November 6, 2001 the voters of the City and County approved a ballot measure to issue \$12.574 million in general obligation bonds to construct a 75-bed detention facility, remodel the old historical jail facility into office space, and updated 911-dispatch center. On July 15, 2002 the City and County issued \$4,990,000 of general obligation bonds with varying interest rates of 3.90% to 4.60% with average coupon of 4.31% and final maturity of July 1, 2022. On January 14, 2003 the City and County issued the remaining \$7,584,000 of General Obligation Bonds. These bonds had varying interest rates of 2.00% to 4.75% with average coupon rate of 4.14% and carry a final maturity on July 1, 2022. The total bonds outstanding related to this project, as of June 30, 2011 are \$8,685,000.

On November 7, 2006 the voters of the City and County approved a ballot measure to sell up to \$1.1 million in general obligation bonds for the purpose of financing the purchase of a 100’ Super HD Aerial Ladder Truck and associated equipment. On September 28, 2007 the City and County issued a \$978,554 General Obligation Bond to the Montana Board of Investments (MBOI). The Bond has an initial interest rate of 4.85% and this will vary annually on the unpaid principal installments until the Bond is paid off on August 15, 2017. The total bonds outstanding related to this project, as of June 30, 2011 are \$651,416.

On November 14, 2007 the voters of the City and County approved a ballot measure to issue \$7.5 million in general obligation bonds to construct an archives vault, and remodel and renovate the historic archives building. On July 9, 2008 the City and County issued \$4,500,000 of general obligation bonds with varying interest rates of 3.50% to 5.50% with average coupon of 4.18% and final maturity of July 1, 2028. On February 18, 2009 the City and County issued the remaining \$3,000,000 of General Obligation Bonds. These bonds had varying interest rates of 3.00% to 4.65% with average coupon rate of 4.06% and carry a final maturity on July 1, 2029. The total bonds outstanding related to this project, as of June 30, 2011 are \$7,150,000.

Annual debt service requirements to amortize the bonds are as follows:

Fiscal Year	Principal	Interest	Total
2012	1,045,214	706,411	1,751,625
2013	1,085,214	665,570	1,750,784
2014	1,130,214	625,046	1,755,260
2015	1,170,214	572,369	1,742,583
2016	1,230,984	532,440	1,763,424
2017-2029	12,189,576	2,750,490	14,940,066
Total	<u>\$ 17,851,416</u>	<u>\$ 5,852,327</u>	<u>\$ 23,703,743</u>

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Tax Increment Revenue Bonds – The City and County has two outstanding tax increment revenue bond issues.

Tax Increment Bond, Series 1994 were issued with a final maturity date July 1, 2014 was issued. Future revenue from the tax increment financing district has been pledged to pay bond principal and interest as due. This series of bonds was originally issued in the amount of \$915,000 with variable interest rate between 4.25% and 7.50% and a balance at June 30, 2011 of \$290,000.

On December 22, 2010, the Tax Increment Industrial Infrastructure Development Revenue Bonds, Series 1996 and Series 1997 were called and a Series 2010 Taxable Tax Increment Industrial Infrastructure Development Improvement and Refunding Revenue Bonds were issued in the amount of \$13,705,000. The Bonds will bear interest at the annual rate of 4.5%, payable semiannually on January 1 and July 1 of each year, commencing July 1, 2011, will mature on July 1, 2022, and will be subject to optional redemption at any time. The previous letter of credit was not renewed at time of refunding. The purchaser of the bonds is REC Advanced Silicon Materials LLC, a Delaware limited liability company. The total bonds outstanding on June 30, 2011 are \$13,705,000.

Annual debt service requirements to amortize the bonds are as follows:

Fiscal Year	Principal	Interest	Total
2012	1,215,000	625,582	1,840,582
2013	975,000	558,863	1,533,863
2014	1,025,000	514,688	1,539,688
2015	1,070,000	459,225	1,529,225
2016	1,035,000	413,663	1,448,663
2017-2029	8,675,000	1,435,612	10,110,612
Total	<u>\$ 13,995,000</u>	<u>\$ 4,007,633</u>	<u>\$ 18,002,633</u>

Special Improvement District (SID) Bonds - On July 15, 2003 the City and County of Butte-Silver issued \$400,000 in Special Improvement District bonds referred to SID #1025. The special improvement district was created by Council Resolution #00-74 on December 20, 2000 in accordance with Section 7-12-4113, MCA. The proceeds from the bonds were used to pave 2.6 miles of the Blacktail Loop, a primary roadway through the McGuinness Tracts. The bonds carry an interest rate varying of 1.85%-4.30% with a final maturity of July 1, 2013. The total bonds outstanding on June 30, 2011 are \$155,000.

Annual debt service requirements to amortize the bonds are as follows:

Fiscal Year	Principal	Interest	Total
2012	50,000	5,303	55,303
2013	50,000	3,365	53,365
2014	55,000	1,183	56,183
	<u>\$ 155,000</u>	<u>\$ 9,850</u>	<u>\$ 164,850</u>

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

General Obligation Notes - Notes payable consist of State of Montana, InterCap Loan Program with final maturity date February 15, 2017. The original amount of notes was \$2,519,234 with interest at a variable interest rate between 2.80% and 5.60%. Because the interest rates are variable, as a result it is not feasible to present the projected interest payable.

Annual debt service requirements to amortize the notes are as follows:

Fiscal Year	Principal
2012	\$ 181,399
2013	190,296
2014	192,346
2015	82,668
2016	86,726
2017	<u>82,074</u>
	<u>\$ 815,508</u>

Capital Leases

During fiscal year ended June 30, 2001, the City and County acquired a new boiler system under the provisions of a long-term capital lease. This lease has a twenty-year term at a rate of 6.810%. For financial statement purposes minimum lease payments have been capitalized. Leases payable related to the acquisition appear in the governmental activities. The total cost of the boiler system was \$577,685.

The outstanding balance of the corresponding liabilities is included in governmental activities long-term debt. Future minimum lease payments are as follows:

Fiscal Year	Principal	Interest	Total
2012	\$ 35,735	\$ 16,660	\$ 52,395
2013	37,672	14,723	52,395
2014	39,714	11,618	51,332
2015	41,867	10,527	52,395
2016	44,137	8,258	52,395
2017-2019	121,098	9,889	130,987
	<u>\$ 320,223</u>	<u>\$ 71,675</u>	<u>\$ 391,899</u>

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Business-type Activities Debt – The following is a summary of the outstanding debt for the City and County’s business-type activities.

Revenue Bonds

The Water Utility Division has issued bonds where it has pledged income derived from the acquired or constructed assets to pay debt service. The bonds are payable solely from and secured by the net revenues of the Water Utility Division and certain accounts maintained pursuant to the indenture. Bond covenants require that Water Utility net revenues must at least equal or exceed 125 percent of the annual debt service payment during the term of the bonds. Net revenues for fiscal year ended June 30, 2011 were 128 percent of the annual debt service payment. Also, all bond covenants relating to the reserve requirements have been met.

Revenue bonds outstanding consisted of Water System acquisition and improvements: 2003 Series Bonds with variable rates between 2.00% and 3.60% outstanding balance of \$2,255,000 and 2008 Series Bonds with variable rates between 3.13% and 3.25% outstanding balance of \$4,045,000. The 2003 Series has a final maturity of November 1, 2013 and the 2008 Series has a final maturity of November 1, 2014. The total revenue bonds, issued by the Water Utility Division, outstanding on June 30, 2010, net of unamortized discount, are \$6,022,316.

Annual debt service requirements to amortize the revenue bonds are as follows:

Fiscal Year	Principal	Interest	Total
2012	1,690,000	190,332	1,880,332
2013	1,740,000	130,763	1,870,763
2014	1,810,000	81,965	1,891,965
2015	1,060,000	34,450	1,094,450
Total	<u>\$ 6,300,000</u>	<u>\$ 437,510</u>	<u>\$ 6,737,510</u>

On January 28, 2010 the City and County of Butte-Silver Bow closed on \$715,530 in American Reinvestment and Recovery Act (ARRA) Bonds issued through the Montana State Revolving Fund (SRF). The bonds were issued with “A” bonds in the amount of \$416,300 and “B” bonds in the amount of \$299,230 with an interest rate of 1.725% to fund a portion of the Big Hole Fresh Water transmission line replacement. The “B” bonds were paid off in FY 2011 and \$416,300 on the “A” bonds was forgiven on February 1, 2011 per the terms of the agreement.

On October 16, 2009 the City and County of Butte-Silver Bow closed on \$750,000 in American Reinvestment and Recovery Act (ARRA) Bonds issued through the Montana State Revolving Fund (SRF). The bonds were issued with “A” bonds in the amount of \$390,700 and “B” bonds in the amount of \$359,300 with an interest rate of 1.725% to fund a portion of the Metro Waste Water Plant upgrade project. The “B” bonds were paid off in FY 2011 and \$390,700 on the “A” bonds was forgiven on December 10, 2010 per the terms of the agreement.

On April 19, 2011 the City and County of Butte-Silver Bow closed on \$750,000 in Revenue Bonds issued through the Montana State Revolving Fund (SRF). The bonds were issued with “A” bonds in the amount of \$240,700 and “B” bonds in the amount of \$510,000 with an interest rate of 3.75% to fund a portion of the Metro Waste Water Plant upgrade project. The amount owed on the bonds as of June 30, 2010 was \$510,000 on the “B” bonds and \$240,000 on the “A” bonds. It is anticipated the entire amount of the “A” bonds will be forgiven in fiscal year 2012 per the terms of the agreement. The bonds are noted as current liabilities at June 30, 2011.

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Changes in Long-term Debt - Changes in the City and County's long-term obligations consisted of the following for the year ended June 30, 2011:

Governmental Activities	Outstanding 6/30/2010	Additions	Reductions	Outstanding 6/30/2011	Amounts Due in One Year
General obligation bonds	\$ 18,811,630	\$ -	\$ 960,214	\$ 17,851,416	\$ 1,045,214
General obligation notes	988,420	-	172,913	815,507	181,399
Tax increment	14,935,000	13,705,000	14,645,000	13,995,000	1,215,000
SID bonds	200,000	-	45,000	155,000	50,000
Capital leases	354,120	-	33,897	320,223	35,734
Compensated absences	3,067,129	2,275,640	2,082,828	3,259,941	2,145,313
Total Governmental Activities	\$ 38,356,299	\$ 15,980,640	\$ 17,939,852	\$ 36,397,087	\$ 4,672,660
Business-Type Activities					
Revenue bonds	\$ 8,752,100	\$ 750,000	\$ 2,452,100	\$ 7,050,000	\$ 2,440,000
Less unamortized:					
Refunding loss	(373,798)		112,443	(261,355)	
Premium	64,362		(19,212)	45,150	
Discount	(87,827)		26,348	(61,479)	
Total bonds payable	8,354,837	750,000	2,571,679	6,772,316	2,440,000
Compensated absences	649,180	420,392	427,075	642,497	439,887
Landfill postclosure costs	235,108	28,149	-	263,257	6,581
Total Business-Type Activities	\$ 9,239,125	\$ 1,198,541	\$ 2,998,754	\$ 7,678,070	\$ 2,886,469
Component Unit					
Compensated absences	\$ 87,771	\$ 38,469	\$ 53,826	\$ 72,414	\$ 55,441
Total Component Unit	\$ 87,771	\$ 38,469	\$ 53,826	\$ 72,414	\$ 55,441

The debt service funds are retiring the general obligation bonds, the tax increment bonds and the SID bonds. The general fund is retiring the capital lease. Amounts on landfill closure costs are being repaid from the solid waste enterprise fund. Principal and interest payments related to the City and County's revenue bonds are financed from income derived from the operation of the water system and the solid waste program. The compensated absences are being paid by the fund where the employee works, primarily the general fund and the each enterprise fund.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

3-I. Pensions

Primary Government - All City and County full-time employees participate in one of four state-wide cost-sharing multiple-employer retirement benefit plans administered by the Montana Public Employee Retirement Agency (MPERA). Contributions to the four plans are as required by state statute. Total City and County payroll for employees covered by a retirement plan for fiscal year ended June 30, 2011 was \$21,291,781. The MPERA issues a Comprehensive Annual Financial Report for all State of Montana Retirement Systems. That report may be obtained by writing to MPERA at 1712 Ninth Avenue, PO Box 200131, Helena, MT 59620-0131, or by calling 406-444-3154.

Information about the four plans the City and County participates in is presented below:

Public Employees' Retirement System (PERS)

All City and County employees, except firefighters and police officers, are provided pension benefits by this plan.

The Public Employees' Retirement System (PERS) is a statewide retirement plan established in 1945 and governed by Title 19, chapters 2 & 3 of the Montana Code Annotated providing retirement services to substantially all public employees. The PERS is a mandatory multiple-employer, cost-sharing plan administered by the Montana Public Employee Retirement Agency (MPERA).

The PERS offers retirement, disability and death benefits to plan members and their beneficiaries. Benefit eligibility is age 60 with at least five years of service; age 65 regardless of service; or 30 years of service regardless of age. Actuarial reduced benefits may be taken with 25 years of service or at age 50 with at least five years of service. Monthly retirement benefits are determined by taking 1/56 times the number years of service times the final average salary. Members' rights become vested after five years of service. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State Legislature.

The Board of Directors for MPERA issues a publicly available financial report that includes financial statements and required supplementary information for MPERA. That report is available from the MPERA at 1712 Ninth Avenue, PO Box 200131, Helena, MT 59620-0131, or by calling 406-444-3154.

The State Legislature has the authority to establish and amend contribution rates to the plan. Plan members are required to contribute 6.9% of their monthly compensation and the local government is required to contribute 7.07% of the member's compensation. City and County's contributions to this plan for the years ended June 30, 2011, 2010 and 2009 were \$1,107,247, \$1,043,951 and \$987,609, respectively, equal to the required contributions for each year.

The State of Montana on behalf of the City and County of City and County contributed .10% of the covered wages to the Public Employees Retirement System. The on behalf payment for fiscal year ending June 30, 2011 was \$14,342. The financial statements reflect the related revenue and expenditure for this on behalf payment.

The Port of Montana Port Authority, a discretely presented component unit, also participates in the State of Montana cost sharing multiple employer plan (PERS) for all employees not participating in collective bargaining labor contracts. The contribution rate for employees was 6.9%, the employers' rate was 7.07% in 2011. The Plan is administered by the State of Montana. The Authority contribution for the year ended June 30, 2011, 2010 and 2009 was \$34,039, \$37,655 and \$34,021. This represents 6.80% of covered payroll, and also includes additional voluntary contributions permitted by State Law.

The State of Montana on behalf of the Port of Montana Port Authority contributed .10% of the covered wages to the Public Employees Retirement System. The on behalf payment for fiscal year ended June 30, 2011 was \$244.

Participants become eligible for benefits after age 60 and 5 years of service, after age 65 regardless of service, or 30 years of service regardless of age. The benefit is 1/60 of the final compensation for each year of credited service, paid as a modified cash refund annuity. A participant is eligible for early retirement benefits after age 50 and 5 years of service or after 25 years of service regardless of age.

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Firefighters' Unified Retirement System (FURS)

The Firefighters' Unified Retirement System (FURS) was established in 1981 and governed by Title 19; Chapter 13 of the Montana Code Annotated provides retirement services for fully paid firefighters. FURS is a mandatory multiple-employer, cost sharing plan by the Public Employees' Retirement Division (PERD).

The FURS offers retirement, disability and death benefits to plan members and their beneficiaries. A member may retire with a normal retirement benefit after completing 20 years of service, regardless of age. The monthly service retirement benefit, for members hired before July 1, 1981 is equal to 1/2 of the last monthly compensation received. An additional amount equal to 2% of the last monthly compensation earned for each year in excess of 20 years can be received. For those hired on or after July 1, 1981, the retirement allowance is equal to 2% of the final average compensation for each year of service. Post retirement benefits are 50% of a current firefighter's salary. Rights become vested after ten years of service. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State Legislature.

The State Legislature has the authority to establish and amend contribution rates to the plan. Plan members with a hire date prior to July 1, 1997 under the 1997 State Legislature had the option to elect to stay under the existing FURS plan or by December 31, 1997 could elect the amended plan, which contains a Guaranteed Annual Benefit Adjustment (GABA). All employees hired after July 1, 1997 are under the amended FURS plan. Plan members not electing GABA are required to contribute 9.50% of their monthly compensation. Plan members electing GABA and those employees hired after July 1, 1997 are required to contribute 10.70% of their monthly compensation. The local government is required to contribute 14.36% of the member's compensation. City and County's contributions to this plan for the years ended June 30, 2011, 2010, and 2009 were, \$256,209, \$243,810 and \$236,091 respectively, equal to the required contributions for each year.

The State of Montana on behalf of the City and County of City and County contributed 32.61% to FURS. The on behalf payment for fiscal year ended June 30, 2011 was \$664,261. The financial statements reflect the related revenue and expenditures for this on behalf payment.

Municipal Police Officers' Retirement System (MPORS)

The Municipal Police Officers' Retirement System (MPORS) was established in 1975 and governed by Title 19, chapters 2 & 9 of the Montana Code Annotated covers all municipal police officers of cities covered by the plan. MPORS is a mandatory multiple-employer, cost sharing benefit plan administered by the Public Employees' Retirement Division (PERD).

The MPORS offers retirement, disability and death benefits to plan members and their beneficiaries. Minimum years of service are 20 for benefit eligibility. The retirement benefit is calculated as follows: $2.5\% \times \text{Final Average Salary} \times \text{Years of Service}$. Any officers meeting the service year retirements shall receive 1/2 of the final average salary. Rights become vested after 10 years of service. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State Legislature.

The State Legislature has the authority to establish and amend contribution rates to the plan. Plan members with a hire date prior to July 1, 1997 under the 1997 State Legislature had the option to elect to stay under the existing MPORS plan or by December 31, 1997 could elect the amended plan which contains a guaranteed annual Benefit Adjustment (GABA). All employees hired after July 1, 1997 are under the amended MPORS plan. Plan members not electing GABA are required to contribute 5.80% (for members prior to July 1, 1975), 7% (for members hired between July 1, 1975 and June 30, 1979) and 8.5% (for members hired on and after July 1, 1979) of their monthly compensation. Plan members electing GABA and those employees hired after July 1, 1997 are required to contribute 9% of their monthly compensation. Employers are required to contribute 14.41% of member's compensations. City and County's contributions to this plan for the years ended June 30, 2011, 2010, and 2009 were \$355,635, \$328,861 and \$292,412, respectively, equal to the required contributions for each year.

The State of Montana on behalf of the City and County of City and County contributed 29.37% to MPORS. The on behalf payment for fiscal year ended June 30, 2011 was \$1,042,665. The financial statements reflect the related revenue and expenditures for this on behalf payment.

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City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

Sheriff's Retirement System (SRS)

The Sheriffs' Retirement System (SRS) was established in 1974 and governed by Title 19; Chapter 7 of the Montana Code Annotated covers all persons employed as sheriffs. SRS is mandatory multiple-employer, cost sharing benefit plan administered by the Public Employees' Retirement Division (PERD).

The SRS offers retirement, disability and death benefits to plan members and their beneficiaries. Minimum years of service are 20 regardless of age for a normal retirement benefit. The service retirement is calculated as follows: 2.0834% of the final salary for each year of creditable service; members with more than 24 years of service shall receive an additional 1.35% of the final average salary for each year of creditable service in excess of 24 years. After 10 years of service, an employee has vested right to service retirement benefits. The authority to establish, amend and provide cost of living adjustments for the plan is assigned to the State Legislature.

The State Legislature has the authority to establish and amend contribution rates to the plan. Plan members are required to contribute 9.245% of monthly compensation and employers are required to contribute 9.535% of member's compensations. City and County's contributions to this plan for the years ended June 30, 2011, 2010, and 2009 were \$85,209, \$80,044 and \$73,626 respectively, equal to the required contributions for each year.

Component Unit - The Port of Montana, Port Authority participates in a multi-employer pension plan. The Multi-Employer Pension Plan Amendments Act of 1980 amended ERISA to establish funding requirements and obligations for employers participating in multi-employer plans, principally related to employer withdrawal from or termination of such plans. The Authority may be liable on termination of withdrawal from the plan, for an allocated share of the plan's unfunded vested liabilities. Separate actuarial calculations of the Authority's position are not available with respect to the multi-employer plan. Contributions to the multi-employer plan were for fiscal years ended June 30, 2011, 2010, and 2009 were \$20,666, \$24,901, and \$23,824 respectively.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

3-J. Fund Balances

In the basic financial statements, the fund balance classifications are presented in the aggregate. The table below further displays the funds balances by major purposes.

	Major Special Revenue Fund			Total Funds
	General Fund	Ramsay TIFID	Other Funds	
Fund balances:				
Nonspendable:	\$ -	\$ -	\$ -	\$ -
Restricted for:				-
Revolving/LT Loans			758,446	758,446
Special Improvement Districts			995,325	995,325
Weed Control			76,506	76,506
District Courts			243,424	243,424
Economic Development		10,906,512	2,452,588	13,359,100
Transit			245,212	245,212
Comprehensive Insurance			149,467	149,467
Crime Control			124,564	124,564
Junk Vehicle			25	25
Superfund			813,421	813,421
Reclamation			1,420,439	1,420,439
Urban Revitalization			8,293,839	8,293,839
Hard Rock Mining Trust			5,139,369	5,139,369
911 Emergency Program			344,747	344,747
CTEP Grants			3,543	3,543
Law Enforcement Grants			783	783
Self funded health insurance	1,290,053			1,290,053
Code enforcement	182,525			182,525
Debt Service			2,168,637	2,168,637
Capital Projects			2,105,662	2,105,662
Public Works			748,392	748,392
Civic Center			249,959	249,959
Library/Archives			41,769	41,769
Sr Citizens			14,398	14,398
Developmentally Disabled			14,995	14,995
Fire Protection			513,524	513,524
Land Planning			79,901	79,901
Parking			3,243	3,243
Community Development			5,625,863	5,625,863
CDBG Grants			8,022	8,022
Urban Revitalization			347,638	347,638
Capital Improvements			2,993,728	2,993,728
Committed:				-
Assigned to:				-
Community Development			298,714	298,714
Highway Project			146,139	146,139
Unassigned:	4,870,939		(1,344,413)	3,526,526
Total fund balances	\$ 6,343,517	\$ 10,906,512	\$ 35,077,869	\$ 52,327,898

(This page continued on the subsequent page)

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

The Chief Executive and Council of Commissioners are the highest level of decision-making authority for the City and County, and must adopt a resolution to establish (and modify or rescind) a fund balance commitment. Assigned fund balance may be modified by request of the department head when approved by the Chief Executive.

The City and County has not established a policy for use of unrestricted fund balance amounts, and therefore fund balances are reduced in the following order when expenditures are incurred for purposes for which amounts in any of those unrestricted fund balance classifications could be used: committed, assigned, and then assigned.

The City and County maintains one major special revenue fund, the Ramsey TIFID. The purpose of this fund is to promote industrial development within the TIFID boundary via infrastructure improvements and/or economic development incentives. GASB Statement 54 requires disclosure of revenues for each major special revenue fund. Revenues are as follows:

Taxes - real property	\$	6,692,163
Intergovernmental		80
Rent		2,100
Investment earnings		24,540
Miscellaneous		75,208
	\$	<u>6,794,091</u>

Note 4 - Other Notes

4-A. Risk Management

The City and County faces a considerable number of risks of loss, including a) damage to and loss of property and contents, b) employee torts, c) professional liability, i.e. errors and omissions, d) environmental damage, e) workers' compensation i.e. employee injuries, and f) medical insurance costs of employees. A variety of methods are used to provide insurance for these risks. The City and County participate in two statewide public risk pools operated by the Montana Municipal Insurance Authority, for workers' compensation and for tort liability coverage. Given the lack of coverage available, the City and County have no coverage for potential losses from environmental damages. The City and County participates in a statewide property insurance pool also operated by the Montana Municipal Insurance Authority, transferring all risk of loss except for small deductible amounts.

Coverage limits and the deductibles on the commercial policies have stayed relatively constant for the last several years. The premiums for the policies are allocated among enterprise and other funds on the basis of various risk exposures. The Comprehensive Insurance Fund makes a special purpose property tax levy for this purpose as it relates to the governmental activities. Settled claims resulting from these risks have not exceeded commercial insurance coverage in any of the past three fiscal years.

In late 1985, City and County joined with over 70 other Montana cities and towns to form a self-insurance pool offering worker's compensation and general liability. Liability limits of \$750,000 per person and \$1,500,000 per accident based on the memorandum of liability coverage obtained through the insurance pool, both public entity risk pools currently operating as common risk management and insurance programs for the member governments. The City and County has a \$10,000,000 umbrella policy for excess liability coverage. The City and County pays an annual premium for its employee injury insurance coverage, which is allocated to the employer funds based on total budgeted salaries and wages and an annual premium for tort liability. The agreements for formation of the pools provide that they will be self-sustaining through member premiums.

(This page continued on the subsequent page)

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

City and County began a self-insurance medical program in October of 1990. This plan provides employee health benefits up to a \$2,500,000 in a lifetime maximum. City and County purchases commercial insurance for individual claims in excess of \$120,000. This coverage is provided by the fund.

Reconciliation of Claims Payable

	2011	2010
Claims payable, beginning of year	\$ 827,727	\$ 313,869
Claims incurred during the year	3,517,627	3,785,829
Claims paid during the year	(3,724,944)	(3,271,971)
Claims payable, end of year	\$ 620,410	\$ 827,727

All funds of the local government participate in the program and make payments to the insurance plan based on actuarial estimates of the amounts needed to pay prior and current year claims and to establish a reserve for catastrophic losses. Claims incurred but not reported (IBNR's) have been considered when determining the claims liability.

That reserve was \$1,290,053 at June 30, 2011.

4-B. Subsequent Events

On September 27, 2011, the General Obligation Bonds Series 1999, Series 2002 and Series 2003 were called and a Series 2011 General Obligation Refunding Bonds were issued in the amount of \$9,505,000. The Bonds will bear interest at varying annual rates between 2.0% and 3.5%, payable semiannually on January 1 and July 1 of each year, commencing January 1, 2012, will mature on July 1, 2022. Bonds with stated maturities in the years 2012 through 2016 will not be subject to optional redemption prior to their stated maturities. Bonds maturing July 1, 2017 and thereafter shall be subject to redemption at the option of the City-County on July 1, 2016.

4-C. Contingent Liabilities

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

Lawsuits - The City and County was a defendant in several lawsuits at June 30, 2011. In the opinion of City and County management, the outcome of these contingencies will not have a material effect on the financial position of the City and County.

Superfund - The City and County is a potentially responsible party (PRP) in the Superfund site designated as Butte Priority Soils Operable Unit (BPSOU). Butte-Silver Bow (BSB) is a participating member of PRP group. A settlement agreement regarding responsibilities for remedial actions has been approved between British Petroleum (BP), (successor to Arco) and BSB. The effect of the settlement agreement is to assign financial responsibilities to BP and the majority of cleanup and maintenance responsibilities to Butte-Silver Bow. The consent decree regarding this matter has not yet been finalized. In the opinion of City and County management, the outcome of any contingencies regarding Superfund BPSOU will not have a material effect on the financial position of the City and County.

City and County of Butte-Silver Bow, Montana
Notes to the Basic Financial Statements
For the Year Ended June 30, 2011

4-D. Construction Commitments

As of June 30, 2011, the City has made the following construction commitments:

Project Description	Project Authorized	Expended to June 30, 2011	Future Financing
Metro CCTV project	\$ 206,970	\$ 100,018	\$ 106,952
TIFID waste water line construction	4,860,077	729,020	4,131,057
Anaconda road tunnel rehabilitation	1,021,980	981,778	40,202
Metro waste water treatment upgrade	918,000	881,332	36,668
Water main replacement	1,516,812	123,870	1,392,942
	<u>\$ 8,523,839</u>	<u>\$ 2,816,018</u>	<u>\$ 5,707,821</u>

4-E. External Investment Pool

The City and County maintained an external investment pool for one entity outside of the City and County reporting entity for fiscal year ended June 30, 2011. The pool consists solely of investments in the State of Montana Investment Pool, which has been deemed 2a7 like. These investments are reported at amortized cost. On June 30, 2011 the pooled investment's fair value was \$9,110,836, which is the value of the pooled shares. In the State of Montana there is no regulatory oversight for this pool of investments.

A separately issued report exists for the external investment pool maintained by the City and County. This report can be obtained by writing to the City and County, Finance and Budget office, at 155 West Granite Street, Butte, MT 59701, or by calling 406/497-6322.

4-F. Prior Period Adjustments

As of and for the year ended June 30, 2010, the revenues and accounts receivable for the NRDP Greenway Fund were overstated by \$354,911. The correction of this error requires a restatement of the June 30, 2010 fund balance and government-wide statement of activities as follows:

	<u>NRDP Greenway Fund</u>
Fund balance as previously reported at June 30, 2010.	\$ 49,142
To correct error at June 30, 2010.	<u>(354,911)</u>
Fund balance as restated at June 30, 2010.	<u>\$ (305,769)</u>
	<u>Government-wide Net Assets</u>
Net assets as previously reported at June 30, 2010.	\$ 170,925,226
To correct error at June 30, 2010.	<u>(354,911)</u>
Net assets as restated at June 30, 2010.	<u>\$ 170,570,315</u>



Combining Financial Statements

Non-major Governmental Funds

Special Revenue Funds

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

Combined Special Improvement District – Accounts for revenues received through special assessments, which are expended in specific districts for street lighting, maintenance, and fire hydrants etc...

Divide Garbage – Accounts for the revenue and expenditures for the collection and disposal of solid waste within the unincorporated community of Divide.

Melrose Garbage – Accounts for monies received and expended for the collection and disposal of solid waste within the unincorporated community of Melrose.

SID #1025 Blacktail Loop – Accounts for the construction special assessments being collected for a 2.6 mile paving project in the McGinnis subdivision. The district was created by council resolution #00-74 on December 20, 2000.

Road Fund – Accounts for revenues and expenditures related to street maintenance and improvement within the city/county.

Bridge – Accounts for revenues and expenditures for bridge maintenance and improvements within the city/county.

Noxious Weed – Accounts for revenues and expenditures for the control of noxious weeds within the city/county.

Parking Commission – Accounts for revenues and expenditures for the regulating of parking and lot maintenance.

District Court – Accounts for revenues and expenditures for the operation of the District Court System.

Civic Center – Accounts for revenues and expenditures for the operation of the Butte-Silver Bow Civic Center.

Parks – Accounts for revenues and expenditures for upkeep and improvements at specified parks.

Library – Accounts for grants and donations received by the library to assist with their operations.

Public Archives – Accounts for revenues and expenditures for the operation of the Public Archives.

Economic Development – Voter approved one mill levy for Economic Development purposes.

Economic Development (HR) - This fund accounts for monies received as a result of distributions from Fund 2391 (Hard Rock Mine Trust Reserve). The monies are to be expended in accordance with MCA 7-6-2225

Non-major Governmental Funds

Special Revenue Funds

Transit – Accounts for revenues and expenditures for the operation of the city-county transit system

Health – Accounts for federal and state revenues utilized for health programs within the local government.

Senior Citizens – Accounts for property tax revenues to be utilized for senior citizens' activities within the community.

Developmentally Disabled – Accounts for revenues and expenditures for developmentally disabled programs within the community.

Damages and Judgments – Accounts for property tax and other revenues received and expended for claims and judgments against the city-county.

Fire – Accounts for property and other tax revenues received and expended for fire protection and prevention.

Comprehensive Insurance – Accounts for property taxes and other revenues received and expended for property and liability insurance for the local government.

Crime Control – Accounts for grants received from the State Board of Crime Control for various projects within the community.

Land Planning – Accounts for revenues received from the State of Montana coal tax fund, which must be utilized for land planning projects

Junk Vehicle – Accounts for revenues received from the State of Montana for the removal of junk vehicles within the city-county.

ARCO Planning Greenway Project - This fund accounts for the planning, design, construction, maintenance and operation of the Silver Bow Greenway, under the authority of the multi-jurisdictional Anaconda-Deer Lodge and Butte-Silver Bow counties Greenway Service District. The fund also includes authority to spend anticipated revenues from Montana Department of Transportation to build the first one to two miles of the Greenway.

Superfund Water Quality District - This fund was established to monitor the activities of the Water Quality District established by the Council of Commissioners. The accounts are funded through the allocation agreement between Butte-Silver Bow and Arco.

Sidewalks – Accounts for revenues received through special assessments and expended for sidewalk reconstruction throughout the city-county.

Uptown Parking – Accounts for revenues from special assessments within the Uptown Business District to be expended for parking lot maintenance.

Reclamation Fund – Accounts for revenues received from the State of Montana for land reclamation projects within the city-county. From the Montana Resources Indemnity Trust Fund.

Non-major Governmental Funds

Special Revenue Funds

URA Economic Development – Accounts for revenues received and expended for the tax increment district located within the uptown area of the city-county.

Community Development – Accounts for loans and grants and economic development for neighborhood revitalization established from balances remaining from discontinued federal and state programs and grants.

Hard Rock Mine Trust – Accounts for revenues resulting from the metalliferous mines tax. Funds are held in reserve and cannot be utilized until a reduction or closure of a major mining operation occurs within the jurisdiction.

Community Development Block Grant Projects – Accounts for revenues received from the federal government through the State Department of Commerce to be expended for housing rehabilitation and economic development for selected projects in selected areas within the city-county.

Montana Pole Institutional – Accounts for revenues received by ARCO, Burlington Northern Railroad and Montana Resources, Inc. The funds will be used to reclaim and maintain lands at the Montana Pole Superfund Site and to install a modest park in the area.

911 Emergency Service – Accounts for a tax imposed on all phone calls. Revenues generated from this source are used to finance improvements to the emergency dispatch centers and communication systems.

CTEP Grants – State grants and private matching funds for Interstate Signage Project, Landscaping associated with community corridor entrances and the construction of walking track along Continental Drive.

DNRC Grants – These grants provide for the capability to respond to mine waste subsidence problems on properties owned by Butte-Silver Bow or properties that have been abandoned by previous owners.

Local Law Enforcement Block Grants – Grants aimed at preventing violence in the community. Funds are used to enhance security in schools by providing training and equipment for school resource officers. Also, purchasing of devices to maintain security throughout the schools.

Clark Tailings Operation & Maintenance Trust – Funds received from ARCO as part of an agreement for the purpose of making improvements to existing American Legion baseball field and for the maintenance of new parkland reclaimed by ARCO.

PIT Watch Education Program - Through an advisory committee appointed by the Chief Executive, Butte-Silver Bow sponsors the Berkeley Pit Public Education Program, which has been designed to keep citizens informed on the water levels in the Berkeley Pit and surrounding mine shafts. The Committee's work includes publishing PITWATCH twice per year and conducting education presentations at local schools. Since 1996, the program has been funded on an annual basis. In 2002, a trust fund of \$170,000 was established to support the Committee's work for a minimum of 15 years, or until all water treatment plant operations are fully operable at the Berkeley Pit. An annual appropriation of approximately \$15,000 is made from the trust to cover expenses of the Committee.

Non-major Governmental Funds

Special Revenue Funds

ARCO Historic Preservation Grant - Butte-Silver Bow has received funds from BP-Atlantic Richfield to fulfill certain obligations and projects associated with the mitigation of the loss or impacts to historic resources during the environmental cleanup activities within the Butte Priority Soils Operable Unit of the Butte/Silver Bow Creek Superfund Site. In this program account, Butte-Silver Bow will make improvements to the historic mine yards along the BA&P pedestrian trail, such as replacing roofs on mine yard buildings, installing restrooms, and installing interpretive displays.

Renovation & Rehabilitation Agency - The East Butte Renovation and Rehabilitation Agency was created by in January 2005 with final establishment of the district and board taking place in early 2006. The mission of the East Butte RRA is to promote the re-development and stimulate capital investment in the East Butte area.

County Land Planning – This fund was created by Montana Code Annotated 90-1-108 to account for the funds generated by recording fees to assist in the management of land records.

Department of Justice Grants – These Grants, known as JAG, are federally funded to be used by the local law enforcement to assist in the capital needs of law enforcement.

Mt Historical Preservation Grants - Grants from the State Historic Preservation Office to the City and County of Butte-Silver Bow in the amount of \$15,000 to advance heritage tourism activities in Butte and southwest Montana by developing a "Trail system" of historic and cultural sites.

Superfund Health Studies - This fund is part of the superfund trust agreement with British Petroleum, formally known as Atlantic Richfield Company (Arco) and Butte-Silver Bow. The funds are allocated to perform health studies related to mine waste.

Superfund Health Studies – This fund is part of the superfund trust agreement with British Petroleum, formally known as Atlantic Richfield Company (ARCO) and Butte-Silver Bow. The funds are allocated to perform health studies related to mine waste.

ARCO Superfund Land Mgt (GIS) - Butte-Silver Bow has entered into an allocation agreement with BP-Atlantic Richfield to perform certain duties associated with the long-term stewardship of the Butte Priority Soils Operable Unit of the Butte/Silver Bow Creek Superfund Site. In this program account, Butte-Silver Bow will perform GIS mapping and data management services, as well as legal and land records management services.

Anaconda ARCO - Community Readjustment-Anaconda/Arco: the Community Readjustment Fund was established with a \$500,000 grant from ARCO following the suspension of mining operations in 1985. The funds were used to make venture loans to new or expanding businesses in the community. The revolving loan fund continues to flow loans throughout the community as approved by the Anaconda-Arco Loan Committee through the Butte Local Development Corporation upon Butte-Silver Bow Council approval.

ARCO Lead Program – Accounts for revenues received through a grant from ARCO in a designated superfund site. The grant is to be used to test mining impact on residences for the presence of concentrated levels of lead.

Non-major Governmental Funds

Special Revenue Funds

Superfund Residential Metals - This fund relates to the Superfund Residential Metals program. British Petroleum, formally known as Atlantic Richfield Company (Arco), funds the program through settlement trust funds which are payable to Butte-Silver Bow. Butte-Silver Bow is responsible under the program to conduct time critical soil removal in the city of Walkerville where soils exceed safe levels of lead, arsenic, and/or mercury.

Resources Damages Greenway Project - Natural Resource Damage Program grant funds the design, engineering and construction costs associated with the Greenway Service District. These funds account for the year 4 grant submittal.

East Butte RRA Revolving Loan - This fund relates to the Loan activity of the East Butte Renovation and Rehabilitation Agency. The loans are issued to promote the re-development and stimulate capital investment in the East Butte area. This fund is a revolving loan fund and will remain in existence after the East Butte RRA District sunsets.

ARCO Redevelopment Trust - ARCO Redevelopment Fund – This fund is financed through an agreement between the City and County and Atlantic Richfield Company. These resources are being used for land management, time critical soils removal, the establishment of water quality testing, conduct health studies, study the municipal underground water system, and for the operation and maintenance of reclaimed mine site (source areas) and storm water structures.

Superfund Storm Water System - Butte-Silver Bow has entered into an allocation agreement with BP-Atlantic Richfield to perform certain duties associated with the long-term stewardship of the Butte Priority Soils Operable Unit of the Butte/Silver Bow Creek Superfund Site. In this program account, Butte-Silver Bow will perform operation and maintenance of reclaimed mine sites (source areas) and storm water structures on the Butte Hill.

Debt Service Funds

The debt service funds are used to account for the accumulation of resources and payment of general obligation bond principal and interest from governmental resources and special assessment bond principal and interest from special assessment levies when the government is obligated in some manner for the payment.

Tax Increment Bond District – This fund exists to service the debt for the Urban Revitalization Agency’s Tax Increment Urban Renewal Bonds.

SID Revolving – Accounts for property tax revenue received and expended for the payment of special improvement district bond principal and interest.

Civic Center Bond Issue – This fund was established per the bond indenture to account for the debt service payments related to the Civic Center General Obligations Bond Issue.

LEA Detention Center & Administration Project – General obligation bonds funding the renovation of the Local Law Enforcement Agency administrative offices, 911-Dispatch Center and the new 75-bed Detention Center.

Ladder Truck Debt Service – This fund accounts for the annual debt service requirements relating to the issue of \$978,554 in General Obligation Bonds for the purchase of an aerial ladder truck approved by voters in November 2006.

ASIMI Bond - This fund accounts for the Principle and Interest payments related to the TIFID bond issues for the purpose of constructing infrastructure in the Ramsay TIFID.

Archives Debt Service – This fund accounts for the annual debt service requirements relating to the issue of \$7,500,000 in General Obligation Bonds for the renovation of the old Archives building and construction of the new storage vault.

Capital Project Funds

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

Capital Improvements – Accounts for various capital acquisitions and/or improvements by the city-county.

Highway Abandonment Fund – Accounts for monies received from the State of Montana for road reconstruction projects. Revenues for this fund are derived from a payment made by the Anaconda Company for a road closure.

Junk Vehicle Capital Reserve – Accounts for Butte-Silver Bow’s collection of motor vehicle license fees assessed for the purpose of transporting and disposing of abandoned vehicles. The State of Montana Junk Vehicle Program allows a 10% carryover to a capital reserve fund for future capital expenditures to operate the program.

Silver Lake Water Distribution System Improvements – Accounts for a capital project constructing the Silver Lake Water System for supply and distribution of water from Silver Lake. The capital is financed through funds received from ARCO.

Archives Building Fund – This capital project improvement fund was established to account for the costs of renovating and expanding the Butte-Silver Bow Public Archives Building. The project is funded by a voter approved General Obligation Bond Issue totaling \$7.5 million. Construction began in the fall of 2008. The bonds will be issued in two different issues. The first issue will have a sale date of July 9, 2008 in the amount of \$4,500,000.

Civic Center Renovation Project – Accounts for the renovation and construction of multi-use public facility funded by a voter approved General Obligation Bond Issue.

Detention Center and LEA Administration Project – Accounts for the renovation of a historical jail facility into Law Enforcement Agency Offices and modernization of the 911 Dispatch Center with the major portion of the funds being directed to the construction of a new 75-bed detention facility. The project is funded by the passage of a \$12.574 million in voter approved general obligation bonds. The offices and 911 Dispatch Center were completed in the fall of 2003. The Detention Center was completed and began to house inmates in the fall of 2004.

REC Expansion Project – Accounts for the upgrades to the electrical substation near the REC facility. The project is funded with \$1.552 million in tax increment bond funds resulting from a refunding of the 1996 & 1997 tax increment bonds.

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
June 30, 2011

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	\$ 12,989,106	\$ 2,204,096	\$ 3,618,650	\$ 18,811,852
Investments	11,752,603	154,157	1,849,127	13,755,887
Restricted assets - investments	-	158,023	-	158,023
Receivables:				
Accounts	2,050,042	-	23,978	2,074,020
Property taxes	815,360	192,733	-	1,008,093
Special assessments	486,011	113,206	-	599,217
Loans	4,871,583	-	14,087	4,885,670
Interfund	350,000	-	-	350,000
Total Assets	\$ 33,314,705	\$ 2,822,215	\$ 5,505,842	\$ 41,642,762
Liabilities and Fund Balances				
Liabilities				
Vouchers payable	\$ 1,088,091	\$ -	\$ 171,939	\$ 1,260,030
Accounts payable	283,201	-	-	283,201
Accrued salaries and benefits	169,622	-	-	169,622
Interfund payable	3,062,606	-	-	3,062,606
Performance bonds payable	17,234	-	-	17,234
Deferred revenue	1,377,886	305,940	88,374	1,772,200
Total Liabilities	5,998,640	305,940	260,313	6,564,893
Fund Balances				
Nonspendable	-	-	-	-
Restricted	28,361,764	2,168,637	5,099,390	35,629,791
Committed	-	-	-	-
Assigned	298,714	347,638	146,139	792,491
Unassigned	(1,344,413)	-	-	(1,344,413)
Total Fund Balances	27,316,065	2,516,275	5,245,529	35,077,869
Total Liabilities and Fund Balances	\$ 33,314,705	\$ 2,822,215	\$ 5,505,842	\$ 41,642,762

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Governmental Funds - By Fund Type
For the Fiscal Year Ended June 30, 2011

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property taxes	\$ 7,306,827	\$ 3,421,048	\$ -	\$ 10,727,875
Special assessments	1,383,888	-	-	\$ 1,383,888
Intergovernmental	9,450,688	324,488	23,428	\$ 9,798,604
Charges for services	1,049,006	-	-	\$ 1,049,006
Fines and forfeitures	49,834	-	69,816	\$ 119,650
Private grants and donations	3,435,403	-	-	\$ 3,435,403
Investment earnings	261,784	1,073	7,732	\$ 270,589
Miscellaneous	735,494	646,914	38,495	\$ 1,420,903
Total Revenues	<u>23,672,924</u>	<u>4,393,523</u>	<u>139,471</u>	<u>28,205,918</u>
Expenditures				
<i>Current:</i>				
General government	3,015,097	-	-	3,015,097
Public safety	4,439,847	-	52,433	4,492,280
Public works	5,420,329	-	-	5,420,329
Public health	3,069,202	-	-	3,069,202
Social and economic services	150,550	-	-	150,550
Cultural and recreation	981,866	1,400	-	983,266
Housing and community development	3,721,296	-	-	3,721,296
<i>Capital Outlay</i>	3,497,841	-	1,516,257	5,014,098
<i>Debt Service:</i>				
Principal	172,911	3,875,214	-	4,048,125
Interest	18,432	1,853,636	-	1,872,068
Bond issuance costs	-	12,660	139,500	152,160
Advance bond refunding	-	120,000	-	120,000
Total Expenditures	<u>24,487,371</u>	<u>5,862,910</u>	<u>1,708,190</u>	<u>32,058,471</u>
(Deficiency) of Revenues (Under) Expenditures	<u>(814,447)</u>	<u>(1,469,387)</u>	<u>(1,568,719)</u>	<u>(3,852,553)</u>
Other Financing Sources (Uses)				
Insurance proceeds	-	-	-	-
Issuance of tax increment bonds	-	12,152,536	1,552,464	13,705,000
Payment to refunded bond escrow agent	-	(11,655,000)	-	(11,655,000)
Transfers in	4,454,010	1,865,692	-	6,319,702
Transfers out	(1,153,863)	(3,120,768)	(58,614)	(4,333,245)
Total Other Financing Sources (Uses)	<u>3,300,147</u>	<u>(757,540)</u>	<u>1,493,850</u>	<u>4,036,457</u>
Net Change in Fund Balances	2,485,700	(2,226,927)	(74,869)	183,904
Fund Balances Beginning of Year	<u>24,830,365</u>	<u>4,743,202</u>	<u>5,320,398</u>	<u>34,893,965</u>
Fund Balances End of Year	<u>\$ 27,316,065</u>	<u>\$ 2,516,275</u>	<u>\$ 5,245,529</u>	<u>\$ 35,077,869</u>

City and County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2011

	Combined Special Improvement District	Divide Garbage	Melrose Garbage	SID#1025 Blacktail Loop	Road	Bridge	Noxious Weed	Parking Commission	District Court	Civic Center
Assets										
Cash and cash equivalents	\$ 974,948	\$ 6,711	\$ 3,134	\$ 39,821	\$ 1,043,182	\$ 50,525	\$ 76,351	\$ -	\$ 292,939	\$ 267,044
Investments	-	1,969	-	-	-	-	-	-	-	-
Receivables:										
Taxes	480	-	-	-	101,884	37,932	24,161	-	68,441	31,981
Accounts	-	-	-	-	1,666	-	23,578	-	15,962	8,167
Special assessments	210,514	1,687	2,441	114,556	-	-	21,524	-	-	-
Loans	-	-	-	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 1,185,942</u>	<u>\$ 10,367</u>	<u>\$ 5,575</u>	<u>\$ 154,377</u>	<u>\$ 1,146,732</u>	<u>\$ 88,457</u>	<u>\$ 145,614</u>	<u>\$ -</u>	<u>\$ 377,342</u>	<u>\$ 307,192</u>
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	\$ 28,621	\$ -	\$ -	\$ -	\$ 342,083	\$ 396	\$ 464	\$ 1,593	\$ 53,267	\$ 20,431
Accounts payable	-	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	2,637	-	-	-	18,260	4,816	5,726	3,695	12,209	4,822
Performance bonds payable	-	-	-	-	-	-	17,234	-	-	-
Interfund payable	-	-	-	-	-	-	-	50,598	-	-
Deferred revenue	210,994	1,687	2,441	114,556	101,884	37,933	45,684	-	68,442	31,980
Total Liabilities	<u>242,252</u>	<u>1,687</u>	<u>2,441</u>	<u>114,556</u>	<u>462,227</u>	<u>43,145</u>	<u>69,108</u>	<u>55,886</u>	<u>133,918</u>	<u>57,233</u>
Fund Balances										
Nonspendable										
Restricted	943,690	8,680	3,134	39,821	684,505	45,312	76,506	-	243,424	249,959
Committed										
Assigned										
Unassigned								(55,886)	-	-
Total Fund Balances	<u>943,690</u>	<u>8,680</u>	<u>3,134</u>	<u>39,821</u>	<u>684,505</u>	<u>45,312</u>	<u>76,506</u>	<u>(55,886)</u>	<u>243,424</u>	<u>249,959</u>
Total Liabilities and Fund Balances	<u>\$ 1,185,942</u>	<u>\$ 10,367</u>	<u>\$ 5,575</u>	<u>\$ 154,377</u>	<u>\$ 1,146,732</u>	<u>\$ 88,457</u>	<u>\$ 145,614</u>	<u>\$ -</u>	<u>\$ 377,342</u>	<u>\$ 307,192</u>

City and County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2011

	<u>Parks</u>	<u>Library</u>	<u>Public Archives</u>	<u>Econ Dev 1 Mill Levy</u>	<u>Economic Dev (HR)</u>	<u>Transit</u>	<u>Health</u>	<u>Senior Citizens</u>	<u>Developmentally Disabled</u>	<u>Damages And Judgments</u>
Assets										
Cash and cash equivalents	\$ 18,575	\$ 22,070	\$ 13,499	\$ 10,593	\$ 136,713	\$ 348,167	\$ -	\$ 14,398	\$ 16,185	\$ -
Investments	-	-	14,342	-	2,307,826	-	-	-	-	-
Receivables:										
Taxes	-	-	-	6,696	-	57,119	-	7,542	5,668	19,057
Accounts	-	57	1,483	-	-	190,742	312,605	-	-	-
Special assessments	-	-	-	-	-	-	-	-	-	-
Loans	-	-	-	-	117,176	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 18,575</u>	<u>\$ 22,127</u>	<u>\$ 29,324</u>	<u>\$ 17,289</u>	<u>\$ 2,561,715</u>	<u>\$ 596,028</u>	<u>\$ 312,605</u>	<u>\$ 21,940</u>	<u>\$ 21,853</u>	<u>\$ 19,057</u>
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	\$ -	\$ 189	\$ 3,500	\$ -	\$ 43,202	\$ 54,459	\$ 56,494	\$ -	\$ 86	\$ -
Accounts payable	-	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	-	1,190	4,803	-	-	19,239	24,475	-	1,105	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	220,000	383,891	-	-	316,082
Deferred revenue	-	-	-	6,694	76,520	57,118	-	7,542	5,667	19,056
Total Liabilities	<u>-</u>	<u>1,379</u>	<u>8,303</u>	<u>6,694</u>	<u>119,722</u>	<u>350,816</u>	<u>464,860</u>	<u>7,542</u>	<u>6,858</u>	<u>335,138</u>
Fund Balances										
Nonspendable										
Restricted	18,575	20,748	21,021	10,595	2,441,993	245,212	-	14,398	14,995	-
Committed										
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	(152,255)	-	-	(316,081)
Total Fund Balances	<u>18,575</u>	<u>20,748</u>	<u>21,021</u>	<u>10,595</u>	<u>2,441,993</u>	<u>245,212</u>	<u>(152,255)</u>	<u>14,398</u>	<u>14,995</u>	<u>(316,081)</u>
Total Liabilities and Fund Balances	<u>\$ 18,575</u>	<u>\$ 22,127</u>	<u>\$ 29,324</u>	<u>\$ 17,289</u>	<u>\$ 2,561,715</u>	<u>\$ 596,028</u>	<u>\$ 312,605</u>	<u>\$ 21,940</u>	<u>\$ 21,853</u>	<u>\$ 19,057</u>

City and County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2011

	Fire	Comprehensive Insurance	Crime Control	Land Planning	Junk Vehicle	ARCO Planning Greenway Project	Superfund Wtr Quality District	Sidewalks	Uptown Parking	Reclamation Projects
Assets										
Cash and cash equivalents	\$ 568,002	\$ 82,226	\$ 125,542	\$ 32,007	\$ 945	\$ -	\$ 146,172	\$ 8,610	\$ 3,243	\$ 60,023
Investments	-	67,736	-	-	-	-	-	-	-	-
Receivables:										
Taxes	357,185	97,214	-	-	-	-	-	-	-	-
Accounts	4,598	-	-	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-	58,795	2,939	-
Loans	-	-	-	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 929,785</u>	<u>\$ 247,176</u>	<u>\$ 125,542</u>	<u>\$ 32,007</u>	<u>\$ 945</u>	<u>\$ -</u>	<u>\$ 146,172</u>	<u>\$ 67,405</u>	<u>\$ 6,182</u>	<u>\$ 60,023</u>
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	\$ 14,647	\$ 494	\$ -	\$ -	\$ 450	\$ -	\$ -	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	44,430	-	978	-	470	-	793	-	-	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	55,033	-	30,000	-	-
Deferred revenue	357,184	97,215	-	-	-	-	-	58,795	2,939	-
Total Liabilities	<u>416,261</u>	<u>97,709</u>	<u>978</u>	<u>-</u>	<u>920</u>	<u>55,033</u>	<u>793</u>	<u>88,795</u>	<u>2,939</u>	<u>-</u>
Fund Balances										
Nonspendable										
Restricted	513,524	149,467	124,564	32,007	25	-	145,379	-	3,243	60,023
Committed										
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	(55,033)	-	(21,390)	-	-
Total Fund Balances	<u>513,524</u>	<u>149,467</u>	<u>124,564</u>	<u>32,007</u>	<u>25</u>	<u>(55,033)</u>	<u>145,379</u>	<u>(21,390)</u>	<u>3,243</u>	<u>60,023</u>
Total Liabilities and Fund Balances	<u>\$ 929,785</u>	<u>\$ 247,176</u>	<u>\$ 125,542</u>	<u>\$ 32,007</u>	<u>\$ 945</u>	<u>\$ -</u>	<u>\$ 146,172</u>	<u>\$ 67,405</u>	<u>\$ 6,182</u>	<u>\$ 60,023</u>

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	URA Economic Development	Community Development	Hard-Rock Mine Trust Reserve	Community Development Block Grants Projects	Montana Pole Institution	911 Emergency	CTEP Grants	DNRC Grants	Local Law Enforcement Block Grant	Clark Tailings O & M Trust
Assets										
Cash and cash equivalents	\$ 1,642,623	\$ -	\$ 5,133,024	\$ 8,082	\$ 405,366	\$ 168,282	\$ 7,655	\$ -	\$ 783	\$ -
Investments	2,596,015	10,888	6,345	-	330	184,601	-	-	-	124,146
Receivables:										
Taxes	-	-	-	-	-	-	-	-	-	-
Accounts	-	671,128	-	-	-	-	-	192,343	-	-
Special assessments	52,030	-	-	-	-	-	-	-	-	-
Loans	3,995,961	80,565	-	55,810	-	-	-	-	-	-
Interfund	350,000	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 8,636,629	\$ 762,581	\$ 5,139,369	\$ 63,892	\$ 405,696	\$ 352,883	\$ 7,655	\$ 192,343	\$ 783	\$ 124,146
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	\$ 287,492	\$ 13,620	\$ -	\$ 60	\$ -	\$ 6,021	\$ -	\$ 1,579	\$ -	\$ -
Accounts payable	-	-	-	-	230,000	-	4,112	-	-	-
Accrued salaries and benefits	3,268	2,360	-	-	-	2,115	-	-	-	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	515,112	-	-	-	-	-	191,188	-	-
Deferred revenue	52,030	-	-	-	-	-	-	-	-	-
Total Liabilities	342,790	531,092	-	60	230,000	8,136	4,112	192,767	-	-
Fund Balances										
Nonspendable	-	-	-	-	-	-	-	-	-	-
Restricted	8,293,839	231,489	5,139,369	63,832	175,696	344,747	3,543	-	783	124,146
Committed	-	-	-	-	-	-	-	-	-	-
Assigned	-	-	-	-	-	-	-	-	-	-
Unassigned	-	-	-	-	-	-	-	(424)	-	-
Total Fund Balances	8,293,839	231,489	5,139,369	63,832	175,696	344,747	3,543	(424)	783	124,146
Total Liabilities and Fund Balances	\$ 8,636,629	\$ 762,581	\$ 5,139,369	\$ 63,892	\$ 405,696	\$ 352,883	\$ 7,655	\$ 192,343	\$ 783	\$ 124,146

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2011

	PIT Watch ED Program	Arco Historic Preservation Grant	Renovation and Rehabilitation Agency	County Land Planning	Department of Justice Grant	Montana Historical Preservation	Superfund Health Studies	ARCO Superfund Land Mgt-GIS	Anaconda ARCO Community Readjustment	ARCO Lead Program
Assets										
Cash and cash equivalents	\$ 181,500	\$ 25,580	\$ 15,672	\$ 47,894	\$ -	\$ -	\$ 44,176	\$ 9,238	\$ 214,974	\$ 7,405
Investments	291	865,341	14,558	-	-	-	-	-	62,767	15,013
Receivables:										
Taxes	-	-	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	17,982	-	-	-	8,768	-
Special assessments	-	-	21,525	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-	375,877	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	\$ 181,791	\$ 890,921	\$ 51,755	\$ 47,894	\$ 17,982	\$ -	\$ 44,176	\$ 9,238	\$ 662,386	\$ 22,418
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	\$ 2,700	\$ 9,438	\$ 4,410	\$ -	\$ 9,218	\$ -	\$ 2,890	\$ -	\$ -	\$ -
Accounts payable	-	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	-	-	-	-	-	-	-	1,288	-	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	350,000	-	11,486	16,241	-	-	-	-
Deferred revenue	-	-	21,525	-	-	-	-	-	-	-
Total Liabilities	2,700	9,438	375,935	-	20,704	16,241	2,890	1,288	-	-
Fund Balances										
Nonspendable										
Restricted	179,091	881,483	-	47,894	-	-	41,286	7,950	375,877	22,418
Committed										
Assigned	-	-	-	-	-	-	-	-	286,509	-
Unassigned	-	-	(324,180)	-	(2,722)	(16,241)	-	-	-	-
Total Fund Balances	179,091	881,483	(324,180)	47,894	(2,722)	(16,241)	41,286	7,950	662,386	22,418
Total Liabilities and Fund Balances	\$ 181,791	\$ 890,921	\$ 51,755	\$ 47,894	\$ 17,982	\$ -	\$ 44,176	\$ 9,238	\$ 662,386	\$ 22,418

City and County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Special Revenue Funds
 June 30, 2011

	Superfund Residential Metals	NRDP Greenway Project	East Butte RRA Revolving Loan	ARCO Redevelopment Trust	Superfund Storm Water System	Getting Things Done	RTP Grants	Total Nonmajor Special Revenue Funds
Assets								
Cash and cash equivalents	\$ 9,155	\$ -	\$ 6,709	\$ -	\$ 699,363	\$ -	\$ -	\$ 12,989,106
Investments	-	-	5,496	5,474,939	-	-	-	11,752,603
Receivables:								
Taxes	-	-	-	-	-	-	-	815,360
Accounts	-	557,473	-	-	-	43,490	-	2,050,042
Special assessments	-	-	-	-	-	-	-	486,011
Loans	-	-	246,194	-	-	-	-	4,871,583
Interfund	-	-	-	-	-	-	-	350,000
Restricted assets - investments	-	-	-	-	-	-	-	-
Total Assets	<u>\$ 9,155</u>	<u>\$ 557,473</u>	<u>\$ 258,399</u>	<u>\$ 5,474,939</u>	<u>\$ 699,363</u>	<u>\$ 43,490</u>	<u>\$ -</u>	<u>\$ 33,314,705</u>
Liabilities and Fund Balances								
Liabilities								
Vouchers payable	\$ 15,927	\$ 45,368	\$ -	\$ -	\$ 49,344	\$ 19,648	\$ -	\$ 1,088,091
Accounts payable	-	-	-	-	49,089	-	-	283,201
Accrued salaries and benefits	5,771	630	-	-	4,542	-	-	169,622
Performance bonds payable	-	-	-	-	-	-	-	17,234
Interfund payable	-	899,133	-	-	-	23,842	-	3,062,606
Deferred revenue	-	-	-	-	-	-	-	1,377,886
Total Liabilities	<u>21,698</u>	<u>945,131</u>	<u>-</u>	<u>-</u>	<u>102,975</u>	<u>43,490</u>	<u>-</u>	<u>5,998,640</u>
Fund Balances								
Nonspendable								-
Restricted	-	-	246,194	5,474,939	596,388	-	-	28,361,764
Committed								-
Assigned	-	-	12,205	-	-	-	-	298,714
Unassigned	(12,543)	(387,658)	-	-	-	-	-	(1,344,413)
Total Fund Balances	<u>(12,543)</u>	<u>(387,658)</u>	<u>258,399</u>	<u>5,474,939</u>	<u>596,388</u>	<u>-</u>	<u>-</u>	<u>27,316,065</u>
Total Liabilities and Fund Balances	<u>\$ 9,155</u>	<u>\$ 557,473</u>	<u>\$ 258,399</u>	<u>\$ 5,474,939</u>	<u>\$ 699,363</u>	<u>\$ 43,490</u>	<u>\$ -</u>	<u>\$ 33,314,705</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
June 20,2011

	Combined Special Improvement District	Divide Garbage	Melrose Garbage	SID#1025 Blacktail Loop	Road	Bridge	Noxious Weed	Parking Commission	District Court	Civic Center
Revenues										
Property taxes	\$ 10,662	\$ -	\$ -	\$ -	\$ 1,072,826	\$ 330,404	\$ 224,413	\$ -	\$ 612,711	\$ 223,779
Special assessments	1,215,365	12,861	233	53,547	-	-	-	-	-	-
Intergovernmental	18,969	-	-	-	1,321,063	43,431	27,334	95	169,954	38,190
Charges for services	-	-	9,183	-	8,027	-	94,009	67,231	12,844	346,386
Fines and forfeitures	-	-	-	-	-	-	-	49,834	-	-
Private grants and donations	-	-	-	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	6	-	-	82,930	11	7	-	18	1,626
Total Revenues	1,244,996	12,867	9,416	53,547	2,484,846	373,846	345,763	117,160	795,527	609,981
Expenditures										
<i>Current:</i>										
General government	368,975	-	-	-	-	-	-	-	725,120	-
Public safety	-	-	-	-	-	-	-	-	99,842	-
Public works	800,032	9,858	9,850	-	2,155,199	368,435	306,976	158,323	-	-
Public health	13,100	-	-	-	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	686,576
Housing and community development	-	-	-	-	-	-	-	-	-	-
<i>Capital Outlay</i>	7,187	-	-	-	439,558	-	6,095	-	-	5,995
<i>Debt Service:</i>										
Principal	-	-	-	-	68,248	-	-	-	-	-
Interest	-	-	-	-	10,299	-	-	-	-	-
Total Expenditures	1,189,294	9,858	9,850	-	2,673,304	368,435	313,071	158,323	824,962	692,571
Excess (Deficiency) of Revenues Over (Under) Expenditures	55,702	3,009	(434)	53,547	(188,458)	5,411	32,692	(41,163)	(29,435)	(82,590)
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	-
Transfers in	101,849	-	-	-	45,000	-	-	14,500	-	-
Transfers out	(86,849)	-	-	(49,715)	-	-	-	-	(22,500)	-
Total Other Financing Sources (Uses)	15,000	-	-	(49,715)	45,000	-	-	14,500	(22,500)	-
Net Change in Fund Balances	70,702	3,009	(434)	3,832	(143,458)	5,411	32,692	(26,663)	(51,935)	(82,590)
Fund Balances Beginning of Year	872,988	5,671	3,568	35,989	827,963	39,901	43,814	(29,223)	295,359	332,549
Fund Balances End of Year	\$ 943,690	\$ 8,680	\$ 3,134	\$ 39,821	\$ 684,505	\$ 45,312	\$ 76,506	\$ (55,886)	\$ 243,424	\$ 249,959

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
June 20,2011

	Parks	Library	Public Archives	Econ Dev 1 Mill Levy	Economic Dev (HR)	Transit	Health	Senior Citizens	Developmental Disabled	Damages And Judgements
Revenues										
Property taxes	\$ -	\$ -	\$ -	\$ 56,214	\$ -	\$ 548,950	\$ -	\$ 65,226	\$ 50,112	\$ 120,504
Special assessments	-	-	-	417	-	2,084	-	-	-	2,165
Intergovernmental	-	10,573	794	9,185	-	1,273,199	1,803,906	11,418	24,274	18,339
Charges for services	-	-	4,721	-	-	111,419	378,252	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Private grants and donations	-	4,102	18,676	-	-	-	23,609	-	-	-
Investment earnings	-	-	52	-	16,422	-	-	-	-	-
Miscellaneous	7,827	-	-	-	-	4,086	155	-	-	3
Total Revenues	7,827	14,675	24,243	65,816	16,422	1,939,738	2,205,922	76,644	74,386	141,011
Expenditures										
<i>Current:</i>										
General government	-	-	-	-	-	-	-	-	-	330,480
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	1,106,559	-	-	-	-
Public health	-	-	-	-	-	-	2,414,118	-	-	-
Social and economic services	-	-	-	-	-	-	-	76,044	74,506	-
Cultural and recreation	781	98,931	193,568	-	-	-	-	-	-	-
Housing and community development	-	-	-	67,995	190,338	-	-	-	-	-
<i>Capital Outlay</i>	-	-	-	-	-	654,842	-	-	-	-
<i>Debt Service:</i>										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total Expenditures	781	98,931	193,568	67,995	190,338	1,761,401	2,414,118	76,044	74,506	330,480
Excess (Deficiency) of Revenues Over (Under) Expenditures	7,046	(84,256)	(169,325)	(2,179)	(173,916)	178,337	(208,196)	600	(120)	(189,469)
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	-
Transfers in	-	47,033	159,250	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	47,033	159,250	-	-	-	-	-	-	-
Net Change in Fund Balances	7,046	(37,223)	(10,075)	(2,179)	(173,916)	178,337	(208,196)	600	(120)	(189,469)
Fund Balances Beginning of Year	11,529	57,971	31,096	12,774	2,615,909	66,875	55,941	13,798	15,115	(126,612)
Fund Balances End of Year	\$ 18,575	\$ 20,748	\$ 21,021	\$ 10,595	\$ 2,441,993	\$ 245,212	\$ (152,255)	\$ 14,398	\$ 14,995	\$ (316,081)

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
June 20,2011

	Fire	Comprehensive Insurance	Crime Control	Land Planning	Junk Vehicle	ARCO Planning Greenway Project	Superfund Water Quality District	Sidewalks	Uptown Parking	Reclamation Projects
Revenues										
Property taxes	\$ 3,106,959	\$ 843,165	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	14,447	-	-	-	-	-	-	22,994	16,152	-
Intergovernmental	1,036,074	38,467	55,315	14,856	44,373	-	40	-	-	-
Charges for services	5,316	-	4,562	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Private grants and donations	-	-	-	-	-	-	62,101	-	-	-
Investment earnings	-	234	-	-	-	-	-	-	-	-
Miscellaneous	15,723	-	-	-	-	-	-	-	-	-
Total Revenues	4,178,519	881,866	59,877	14,856	44,373	-	62,141	22,994	16,152	-
Expenditures										
<i>Current:</i>										
General government	-	870,490	-	-	-	13	54,330	-	-	-
Public safety	3,935,364	-	68,798	-	-	-	-	-	-	-
Public works	-	-	-	-	44,348	-	-	-	-	-
Public health	-	-	-	-	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-	-	-	-
<i>Capital Outlay</i>	24,599	-	-	-	-	-	-	-	-	-
<i>Debt Service:</i>										
Principal	104,663	-	-	-	-	-	-	-	-	-
Interest	8,133	-	-	-	-	-	-	-	-	-
Total Expenditures	4,072,759	870,490	68,798	-	44,348	13	54,330	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	105,760	11,376	(8,921)	14,856	25	(13)	7,811	22,994	16,152	-
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	-
Transfers in	11,500	-	8,750	-	-	-	-	-	-	-
Transfers out	(11,500)	-	-	-	-	-	-	-	(14,500)	-
Total Other Financing Sources (Uses)	-	-	8,750	-	-	-	-	-	(14,500)	-
Net Change in Fund Balances	105,760	11,376	(171)	14,856	25	(13)	7,811	22,994	1,652	-
Fund Balances Beginning of Year	407,764	138,091	124,735	17,151	-	(55,020)	137,568	(44,384)	1,591	60,023
Fund Balances End of Year	\$ 513,524	\$ 149,467	\$ 124,564	\$ 32,007	\$ 25	\$ (55,033)	\$ 145,379	\$ (21,390)	\$ 3,243	\$ 60,023

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
June 20,2011

	URA Economic Development	Community Development	Hard-Rock Mine Trust Reserve	Community Development Block Grants Projects	Montana Pole Institution	911 Emergency	CTEP Grants	DNRC Grants	Local Law Enforcement Block Grant	Clark Tailings O & M Trust	PIT Watch ED Program
Revenues											
Property taxes	\$ 614	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Special assessments	43,403	-	-	-	-	-	-	-	-	-	-
Intergovernmental	103	1,141,966	722,137	-	-	272,204	-	348,673	-	-	-
Charges for services	-	-	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-
Private grants and donations	-	-	-	-	-	-	-	-	-	-	-
Investment earnings	190,350	581	1,035	-	4,090	563	-	-	-	379	33
Miscellaneous	577,375	450	-	5,198	-	29	-	-	-	-	-
Total Revenues	<u>811,845</u>	<u>1,142,997</u>	<u>723,172</u>	<u>5,198</u>	<u>4,090</u>	<u>272,796</u>	<u>-</u>	<u>348,673</u>	<u>-</u>	<u>379</u>	<u>33</u>
Expenditures											
<i>Current:</i>											
General government	-	-	-	-	-	-	3,616	292,150	-	-	5,943
Public safety	-	-	-	-	-	285,829	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-
Public health	-	-	-	-	-	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	-	-
Housing and community development	2,201,428	1,230,111	-	1,042	-	-	-	-	-	-	-
<i>Capital Outlay</i>	-	-	-	-	-	7,093	-	40,403	-	-	-
<i>Debt Service:</i>											
Principal	-	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-	-
Total Expenditures	<u>2,201,428</u>	<u>1,230,111</u>	<u>-</u>	<u>1,042</u>	<u>-</u>	<u>292,922</u>	<u>3,616</u>	<u>332,553</u>	<u>-</u>	<u>-</u>	<u>5,943</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(1,389,583)</u>	<u>(87,114)</u>	<u>723,172</u>	<u>4,156</u>	<u>4,090</u>	<u>(20,126)</u>	<u>(3,616)</u>	<u>16,120</u>	<u>-</u>	<u>379</u>	<u>(5,910)</u>
Other Financing Sources (Uses)											
Insurance proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfers in	3,950,768	85,360	-	-	-	-	-	-	-	-	-
Transfers out	(908,799)	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	<u>3,041,969</u>	<u>85,360</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	1,652,386	(1,754)	723,172	4,156	4,090	(20,126)	(3,616)	16,120	-	379	(5,910)
Fund Balances Beginning of Year	<u>6,641,453</u>	<u>233,243</u>	<u>4,416,197</u>	<u>59,676</u>	<u>171,606</u>	<u>364,873</u>	<u>7,159</u>	<u>(16,544)</u>	<u>783</u>	<u>123,767</u>	<u>185,001</u>
Fund Balances End of Year	<u>\$ 8,293,839</u>	<u>\$ 231,489</u>	<u>\$ 5,139,369</u>	<u>\$ 63,832</u>	<u>\$ 175,696</u>	<u>\$ 344,747</u>	<u>\$ 3,543</u>	<u>\$ (424)</u>	<u>\$ 783</u>	<u>\$ 124,146</u>	<u>\$ 179,091</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
June 20,2011

	ARCO Historic Preservation Grant	East Butte Renovation and Rehabilitation Agency	County Land Planning	Department of Justice Grant	Montana Historical Preservation	Superfund Health Studies	ARCO Superfund Land Mgt-GIS	Anaconda ARCO Community Readjustment	ARCO Lead Grant	Superfund Residential Metals
Revenues										
Property taxes	\$ -	\$ 40,288	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	
Special assessments	-	220	-	-	-	-	-	-	-	
Intergovernmental	-	-	-	78,719	-	63	-	-	275	
Charges for services	-	-	6,615	441	-	-	-	-	-	
Fines and forfeitures	-	-	-	-	-	-	-	-	-	
Private grants and donations	-	-	-	-	-	117,361	-	-	673,291	
Investment earnings	2,640	30	-	-	-	-	20,997	46	-	
Miscellaneous	-	31,306	-	-	-	-	-	-	-	
Total Revenues	<u>2,640</u>	<u>71,844</u>	<u>6,615</u>	<u>79,160</u>	<u>-</u>	<u>-</u>	<u>117,424</u>	<u>20,997</u>	<u>46</u>	<u>673,566</u>
Expenditures										
<i>Current:</i>										
General government	79,513	-	-	-	-	111,444	-	-	-	
Public safety	-	-	-	50,014	-	-	-	-	-	
Public works	-	-	-	-	-	-	-	-	-	
Public health	-	-	-	-	13,450	-	-	-	628,534	
Social and economic services	-	-	-	-	-	-	-	-	-	
Cultural and recreation	-	-	-	-	-	-	-	-	-	
Housing and community development	-	30,382	-	-	-	-	-	-	-	
<i>Capital Outlay</i>	-	-	-	32,360	-	-	-	-	-	
<i>Debt Service:</i>										
Principal	-	-	-	-	-	-	-	-	-	
Interest	-	-	-	-	-	-	-	-	-	
Total Expenditures	<u>79,513</u>	<u>30,382</u>	<u>-</u>	<u>82,374</u>	<u>-</u>	<u>13,450</u>	<u>111,444</u>	<u>-</u>	<u>-</u>	<u>628,534</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(76,873)</u>	<u>41,462</u>	<u>6,615</u>	<u>(3,214)</u>	<u>-</u>	<u>(13,450)</u>	<u>5,980</u>	<u>20,997</u>	<u>46</u>	<u>45,032</u>
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	
Transfers in	-	30,000	-	-	-	-	-	-	-	
Transfers out	-	(30,000)	-	-	-	-	-	-	-	
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Net Change in Fund Balances	<u>(76,873)</u>	<u>41,462</u>	<u>6,615</u>	<u>(3,214)</u>	<u>-</u>	<u>(13,450)</u>	<u>5,980</u>	<u>20,997</u>	<u>46</u>	<u>45,032</u>
Fund Balances Beginning of Year	<u>958,356</u>	<u>(365,642)</u>	<u>41,279</u>	<u>492</u>	<u>(16,241)</u>	<u>54,736</u>	<u>1,970</u>	<u>641,389</u>	<u>22,372</u>	<u>(57,575)</u>
Fund Balances End of Year	<u>\$ 881,483</u>	<u>\$ (324,180)</u>	<u>\$ 47,894</u>	<u>\$ (2,722)</u>	<u>\$ (16,241)</u>	<u>\$ 41,286</u>	<u>\$ 7,950</u>	<u>\$ 662,386</u>	<u>\$ 22,418</u>	<u>\$ (12,543)</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
June 20,2011

	Natural Resources Damages Greenway Project	East Butte RRA Revolving Loan	ARCO Redevelopment Trust	Superfund Storm Water System	Getting Things Done	RTP Grants	Total Nonmajor Special Revenue Funds
Revenues							
Property taxes	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ 7,306,827
Special assessments	-	-	-	-	-	-	1,383,888
Intergovernmental	883,079	-	-	130	43,490	-	9,450,688
Charges for services	-	-	-	-	-	-	1,049,006
Fines and forfeitures	-	-	-	-	-	-	49,834
Private grants and donations	-	-	-	2,536,263	-	-	3,435,403
Investment earnings	-	7,634	16,698	-	-	-	261,784
Miscellaneous	-	-	-	-	-	8,744	735,494
Total Revenues	883,079	7,634	16,698	2,536,393	43,490	8,744	23,672,924
Expenditures							
<i>Current:</i>							
General government	173,023	-	-	-	-	-	3,015,097
Public safety	-	-	-	-	-	-	4,439,847
Public works	-	-	-	460,749	-	-	5,420,329
Public health	-	-	-	-	-	-	3,069,202
Social and economic services	-	-	-	-	-	-	150,550
Cultural and recreation	-	-	-	-	2,010	-	981,866
Housing and community development	-	-	-	-	-	-	3,721,296
<i>Capital Outlay</i>	791,945	-	-	1,446,284	41,480	-	3,497,841
<i>Debt Service:</i>							
Principal	-	-	-	-	-	-	172,911
Interest	-	-	-	-	-	-	18,432
Total Expenditures	964,968	-	-	1,907,033	43,490	-	24,487,371
Excess (Deficiency) of Revenues Over (Under) Expenditures	(81,889)	7,634	16,698	629,360	-	8,744	(814,447)
Other Financing Sources (Uses)							
Insurance proceeds	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	4,454,010
Transfers out	-	(30,000)	-	-	-	-	(1,153,863)
Total Other Financing Sources (Uses)	-	(30,000)	-	-	-	-	3,300,147
Net Change in Fund Balances	(81,889)	(22,366)	16,698	629,360	-	8,744	2,485,700
Fund Balances Beginning of Year	(305,769)	280,765	5,458,241	(32,972)	-	(8,744)	24,830,365
Fund Balances End of Year	\$ (387,658)	\$ 258,399	\$ 5,474,939	\$ 596,388	\$ -	\$ -	\$ 27,316,065

City and County of Butte-Silver Bow, Montana
Combined Special Improvement District Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ -	\$ -	\$ 10,662	\$ 10,662
Special assessments	1,064,414	1,064,414	1,215,365	150,951
Intergovernmental	5,633	5,633	18,969	13,336
Total Revenues	<u>1,070,047</u>	<u>1,070,047</u>	<u>1,244,996</u>	<u>174,949</u>
Expenditures				
Current:				
General government	443,147	385,959	368,975	16,984
Public works	1,102,214	1,102,214	800,032	302,182
Public health	13,500	13,500	13,100	400
Capital Outlay	<u>-</u>	<u>7,188</u>	<u>7,187</u>	<u>1</u>
Total Expenditures	<u>1,558,861</u>	<u>1,508,861</u>	<u>1,189,294</u>	<u>319,567</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(488,814)</u>	<u>(438,814)</u>	<u>55,702</u>	<u>494,516</u>
Other Financing Sources (Uses)				
Transfers in	101,849	101,849	101,849	-
Transfers out	<u>(86,849)</u>	<u>(86,849)</u>	<u>(86,849)</u>	<u>-</u>
Total Other Financing Sources (Uses)	<u>15,000</u>	<u>15,000</u>	<u>15,000</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (473,814)</u>	<u>\$ (423,814)</u>	<u>70,702</u>	<u>\$ 494,516</u>
Fund Balances Beginning of Year			<u>872,988</u>	
Fund Balances End of Year			<u>\$ 943,690</u>	

City and County of Butte-Silver Bow, Montana
Divide Garbage Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Interest Revenue	\$ -	\$ -	\$ 6	\$ 6
Special assessments	13,000	13,000	12,861	(139)
Total Revenues	13,000	13,000	12,867	(133)
Expenditures				
Current:				
Public works	13,000	13,000	9,858	3,142
Excess of Revenues Over Expenditures	<u>\$ -</u>	<u>\$ -</u>	3,009	<u>\$ 3,009</u>
Fund Balances Beginning of Year			<u>5,671</u>	
Fund Balances End of Year			<u>\$ 8,680</u>	

City and County of Butte-Silver Bow, Montana
Melrose Garbage Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Charges for services	\$ 10,000	\$ 10,000	\$ 9,183	\$ (817)
Special assessmenets	-	-	233	233
Total Revenues	10,000	10,000	9,416	(584)
Expenditures				
Current:				
Public works	10,000	10,000	9,850	150
(Deficiency) of Revenues (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	(434)	<u>\$ (434)</u>
Fund Balances Beginning of Year			<u>3,568</u>	
Fund Balances End of Year			<u>\$ 3,134</u>	

City and County of Butte-Silver Bow, Montana
SID #1025 Blacktail Loop Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Special assessments	\$ 45,000	\$ 45,000	\$ 53,547	\$ 8,547
Other Financing (Uses)				
Transfers out - Blacktail Loop debt service fund	(45,000)	(45,000)	(49,715)	-
(Deficiency) of Revenues (Under) Expenditures	<u>\$ 90,000</u>	<u>\$ 90,000</u>	<u>\$ 3,832</u>	<u>\$ 8,547</u>
Fund Balances Beginning of Year			<u>35,989</u>	
Fund Balances End of Year			<u>\$ 39,821</u>	

City and County of Butte-Silver Bow, Montana
Road Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 991,656	\$ 991,656	\$ 952,190	\$ (39,466)
Personal property	-	-	14,109	14,109
Motor vehicle	112,000	112,000	106,527	(5,473)
Intergovernmental	1,299,882	1,299,882	1,321,063	21,181
Charges for Services	-	-	8,027	8,027
Miscellaneous	-	25,026	82,930	57,904
Total Revenues	<u>2,403,538</u>	<u>2,428,564</u>	<u>2,484,846</u>	<u>56,282</u>
Expenditures				
Current:				
Public works	2,288,305	2,263,331	2,155,199	108,132
Capital Outlay	453,200	503,200	439,558	63,642
Debt Service				
Principal	68,248	68,248	68,248	-
Interest	10,300	10,300	10,299	1
Total Expenditures	<u>2,820,053</u>	<u>2,845,079</u>	<u>2,673,304</u>	<u>171,775</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(416,515)</u>	<u>(416,515)</u>	<u>(188,458)</u>	<u>228,057</u>
Other Financing Sources				
Transfers in:				
URA Fund	45,000	45,000	45,000	-
Total Other Financing Sources	<u>45,000</u>	<u>45,000</u>	<u>45,000</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (371,515)</u>	<u>\$ (371,515)</u>	<u>(143,458)</u>	<u>\$ 228,057</u>
Fund Balances Beginning of Year			<u>827,963</u>	
Fund Balances End of Year			<u>\$ 684,505</u>	

City and County of Butte-Silver Bow, Montana
Bridge Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 328,491	\$ 328,491	\$ 323,700	\$ (4,791)
Personal property	-	-	6,704	6,704
Intergovernmental	43,726	43,726	43,431	(295)
Miscellaneous			11	
Total Revenues	<u>372,217</u>	<u>372,217</u>	<u>373,846</u>	<u>1,618</u>
Expenditures				
Current:				
Public works	<u>370,322</u>	<u>370,322</u>	<u>368,435</u>	<u>1,887</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ 1,895</u>	<u>\$ 1,895</u>	<u>5,411</u>	<u>\$ 3,505</u>
Fund Balances Beginning of Year			<u>39,901</u>	
Fund Balances End of Year			<u>\$ 45,312</u>	

City and County of Butte-Silver Bow, Montana
Noxious Weed Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 227,094	\$ 227,094	\$ 219,903	\$ (7,191)
Personal property	-	-	4,510	4,510
Intergovernmental	11,948	11,948	27,334	15,386
Miscellaneous	-	-	7	7
Charges for services	98,349	98,346	94,009	(4,337)
Total Revenues	<u>337,391</u>	<u>337,388</u>	<u>345,763</u>	<u>8,375</u>
Expenditures				
Current:				
Public works	325,307	329,674	306,976	22,698
Capital Outlay	<u>25,245</u>	<u>20,388</u>	<u>6,095</u>	<u>14,293</u>
Total Expenditures	<u>350,552</u>	<u>350,062</u>	<u>313,071</u>	<u>36,991</u>
Excess of Revenues Over Expenditures	<u>\$ (13,161)</u>	<u>\$ (12,674)</u>	32,692	<u>\$ 45,366</u>
Fund Balances Beginning of Year			<u>43,814</u>	
Fund Balances End of Year			<u>\$ 76,506</u>	

City and County of Butte-Silver Bow, Montana
Parking Commission Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 95	\$ 95	\$ 95	\$ -
Charges for services	60,000	60,000	67,231	7,231
Fines and forfeitures	72,000	72,000	49,834	(22,166)
Total Revenues	132,095	132,095	117,160	(14,935)
Expenditures				
Current:				
Public works	167,626	167,626	158,323	9,303
Excess (Deficiency) of Revenues Over (Under) Expenditures	(35,531)	(35,531)	(41,163)	(5,632)
Other Financing Sources				
Transfers in:				
Uptown parking fund	14,500	14,500	14,500	-
Total Other Financing Sources	14,500	14,500	14,500	-
Net Change in Fund Balances	<u>\$ (21,031)</u>	<u>\$ (21,031)</u>	(26,663)	<u>\$ (5,632)</u>
Fund Balances Beginning of Year			<u>(29,223)</u>	
Fund Balances End of Year			<u>\$ (55,886)</u>	

City and County of Butte-Silver Bow, Montana
District Court Revenue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	\$ 562,993	\$ 562,993	\$ 558,822	\$ (4,171)
Personal property	-	-	14,251	14,251
Motor vehicle	40,000	40,000	39,638	(362)
Intergovernmental	99,661	159,661	169,954	10,293
Miscellaneous	-	-	18	18
Charges for services	11,000	11,000	12,844	1,844
Total Revenues	713,654	773,654	795,527	21,873
Expenditures				
Current:				
General government	745,348	724,548	725,120	(572)
Public safety	164,700	159,700	99,842	59,858
Total Expenditures	910,048	884,248	824,962	59,286
Excess (Deficiency) of Revenues Over (Under) Expenditures	(196,394)	(110,594)	(29,435)	81,159
Other Financing (Uses)				
Transfers out:				
General fund	-	-	(22,500)	22,500
Net Change in Fund Balances			(51,935)	
Fund Balances Beginning of Year			295,359	
Fund Balances End of Year			\$ 243,424	

City and County of Butte-Silver Bow, Montana
Civic Center Bond Issue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 189,972	\$ 189,972	\$ 215,131	\$ 25,159
Personal property	-	-	8,648	8,648
Intergovernmental	38,563	38,563	38,190	(373)
Charges for services	267,000	267,000	337,746	70,746
Rent	10,000	10,000	8,640	(1,360)
Miscellaneous	-	-	1,626	1,626
Total Revenues	<u>505,535</u>	<u>505,535</u>	<u>609,981</u>	<u>104,446</u>
Expenditures				
Current:				
Culture and recreation	745,144	745,143	686,576	58,567
Capital Outlay	<u>6,000</u>	<u>6,000</u>	<u>5,995</u>	<u>5</u>
Total Expenditures	<u>751,144</u>	<u>751,143</u>	<u>692,571</u>	<u>58,572</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (245,609)</u>	<u>\$ (245,608)</u>	<u>(82,590)</u>	<u>\$ 163,018</u>
Fund Balances Beginning of Year			<u>332,549</u>	
Fund Balances End of Year			<u>\$ 249,959</u>	

City and County of Butte-Silver Bow, Montana
Parks Fund
Schedule of Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Miscellaneous	\$ -	\$ -	\$ 7,827	\$ 7,827
Expenditures				
Current:				
Culture and recreation	<u>11,529</u>	<u>11,529</u>	<u>781</u>	<u>10,748</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (11,529)</u>	<u>\$ (11,529)</u>	7,046	<u>\$ 18,575</u>
Fund Balances Beginning of Year			<u>11,529</u>	
Fund Balances End of Year			<u>\$ 18,575</u>	

City and County of Butte-Silver Bow, Montana
Library Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 12,066	\$ 12,066	\$ 10,573	\$ (1,493)
Private grants and donations	-	-	4,102	4,102
Total Revenues	<u>12,066</u>	<u>12,066</u>	<u>14,675</u>	<u>2,609</u>
Expenditures				
Current:				
Culture and recreation	<u>106,166</u>	<u>106,966</u>	<u>98,931</u>	<u>8,035</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(94,100)</u>	<u>(94,900)</u>	<u>(84,256)</u>	<u>10,644</u>
Other Financing Sources				
Transfers in:				
General fund	<u>47,033</u>	<u>47,033</u>	<u>47,033</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (47,067)</u>	<u>\$ (47,867)</u>	<u>(37,223)</u>	<u>\$ 10,644</u>
Fund Balances Beginning of Year			<u>57,971</u>	
Fund Balances End of Year			<u>\$ 20,748</u>	

City and County of Butte-Silver Bow, Montana
Public Archives Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	\$ 149	\$ 149	\$ 794	\$ 645
Charges for services	3,000	3,000	4,721	1,721
Private grants and donations	48,510	48,510	18,676	(29,834)
Investment earnings	250	250	52	(198)
Total Revenues	51,909	51,909	24,243	(27,666)
Expenditures				
Current:				
Culture and recreation	231,951	231,951	193,568	38,383
Capital Outlay	-	-	-	-
Total Expenditures	231,951	231,951	193,568	38,383
Excess (Deficiency) of Revenues Over (Under) Expenditures	(180,042)	(180,042)	(169,325)	10,717
Other Financing Sources				
Transfers in:				
Urban revitalization agency fund	15,000	15,000	15,000	-
General fund	144,250	144,250	144,250	-
Total Other Financing Sources	159,250	159,250	159,250	-
Net Change in Fund Balances	\$ (20,792)	\$ (20,792)	(10,075)	\$ 10,717
Fund Balances Beginning of Year			31,096	
Fund Balances End of Year			\$ 21,021	

City and County of Butte-Silver Bow, Montana
Economic Development 1 Mill Levy
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 55,978	\$ 55,978	\$ 54,959	\$ (1,019)
Personal property	-	-	1,255	1,255
Special assessments	-	-	417	417
Intergovernmental	9,247	9,247	9,185	(62)
Total Revenues	65,225	65,225	65,816	591
Expenditures				
Current:				
Housing and community development	68,000	68,000	67,995	5
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (2,775)</u>	<u>\$ (2,775)</u>	(2,179)	<u>\$ 596</u>
Fund Balances Beginning of Year			<u>12,774</u>	
Fund Balances End of Year			<u>\$ 10,595</u>	

City and County of Butte-Silver Bow, Montana
Economic Development Fund (HR)
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 50,000	\$ 50,000	\$ 16,422	\$ (33,578)
Expenditures				
Current:				
Housing and community development	<u>850,000</u>	<u>850,000</u>	<u>190,338</u>	<u>659,662</u>
Excess of Revenues Over Expenditures	<u>\$ (800,000)</u>	<u>\$ (800,000)</u>	(173,916)	<u>\$ 626,084</u>
Fund Balances Beginning of Year			<u>2,615,909</u>	
Fund Balances End of Year			<u>\$ 2,441,993</u>	

City and County of Butte-Silver Bow, Montana
Transit Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 562,984	\$ 562,984	\$ 541,273	\$ (21,711)
Personal property	-	-	7,677	7,677
Special assessments	-	-	2,084	2,084
Intergovernmental	1,110,272	1,134,272	1,273,199	138,927
Charges for services	101,000	101,000	99,419	(1,581)
Rent	12,000	12,000	12,000	-
Miscellaneous	-	-	4,086	4,086
Total Revenues	<u>1,786,256</u>	<u>1,810,256</u>	<u>1,939,738</u>	<u>129,482</u>
Expenditures				
Current:				
Public works	1,195,966	1,195,966	1,106,559	89,407
Capital Outlay	680,281	704,281	654,842	49,439
Debt Service				
Principal	40,000	40,000	-	40,000
Total Expenditures	<u>1,916,247</u>	<u>1,940,247</u>	<u>1,761,401</u>	<u>178,846</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (129,991)</u>	<u>\$ (129,991)</u>	178,337	<u>\$ 308,328</u>
Fund Balances Beginning of Year			<u>66,875</u>	
Fund Balances End of Year			<u>\$ 245,212</u>	

City and County of Butte-Silver Bow, Montana
Health Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 2,031,152	\$ 2,058,908	\$ 1,803,906	\$ (255,002)
Charges for services	397,500	397,500	378,252	(19,248)
Miscellaneous	-	-	155	155
Private grants and donations	23,000	23,000	23,609	609
Total Revenues	<u>2,451,652</u>	<u>2,479,408</u>	<u>2,205,922</u>	<u>(273,486)</u>
Expenditures				
Current:				
Public health	2,879,999	2,907,755	2,414,118	493,637
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>2,879,999</u>	<u>2,907,755</u>	<u>2,414,118</u>	<u>493,637</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ (428,347)</u>	<u>\$ (428,347)</u>	(208,196)	<u>\$ (767,123)</u>
Fund Balances Beginning of Year			<u>55,941</u>	
Fund Balances End of Year			<u>\$ (152,255)</u>	

City and County of Butte-Silver Bow, Montana
Senior Citizens Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
Real property	\$ 64,762	\$ 64,762	\$ 64,036	\$ (726)
Personal property	-	-	1,190	1,190
Intergovernmental	<u>11,494</u>	<u>11,494</u>	<u>11,418</u>	<u>(76)</u>
Total Revenues	76,256	76,256	76,644	388
Expenditures				
Current:				
Social and economic services	<u>76,044</u>	<u>76,044</u>	<u>76,044</u>	<u>-</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ 212</u>	<u>\$ 212</u>	600	<u>\$ 388</u>
Fund Balances Beginning of Year			<u>13,798</u>	
Fund Balances End of Year			<u>\$ 14,398</u>	

City and County of Butte-Silver Bow, Montana
Developmentally Disabled Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
Real property	\$ 49,869	\$ 49,869	\$ 49,109	\$ (760)
Personal property	-	-	1,003	1,003
Intergovernmental	<u>24,301</u>	<u>24,301</u>	<u>24,274</u>	<u>(27)</u>
Total Revenues	<u>74,170</u>	<u>74,170</u>	<u>74,386</u>	<u>216</u>
Expenditures				
Current:				
Social and economic services	<u>75,640</u>	<u>75,640</u>	<u>74,506</u>	<u>1,134</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (1,470)</u>	<u>\$ (1,470)</u>	(120)	<u>\$ 1,350</u>
Fund Balances Beginning of Year			<u>15,115</u>	
Fund Balances End of Year			<u>\$ 14,995</u>	

City and County of Butte-Silver Bow, Montana
Damages and Judgments Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
Real property	\$ 108,147	\$ 108,147	\$ 116,486	\$ 8,339
Personal property	-	-	4,018	4,018
Special assessments	-	-	2,165	2,165
Intergovernmental	18,464	18,464	18,339	(125)
Miscellaneous	-	-	3	3
Total Revenues	126,611	126,611	141,011	14,400
Expenditures				
Current:				
General government	-	-	330,480	(330,480)
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 126,611</u>	<u>\$ 126,611</u>	(189,469)	<u>\$ (316,080)</u>
Fund Balances Beginning of Year			<u>(126,612)</u>	
Fund Balances End of Year			<u>\$ (316,081)</u>	

City and County of Butte-Silver Bow, Montana
Fire Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 3,498,308	\$ 3,498,308	\$ 3,043,921	\$ (454,387)
Personal property	-	-	63,038	63,038
Special assessments	-	-	14,447	14,447
Intergovernmental	1,026,554	1,026,554	1,036,074	9,520
Charges for Services	-	-	5,316	5,316
Miscellaneous	-	-	15,723	15,723
Total Revenues	<u>4,524,862</u>	<u>4,524,862</u>	<u>4,178,519</u>	<u>(346,343)</u>
Expenditures				
Current:				
Public safety	4,075,948	4,051,348	3,935,364	115,984
Capital Outlay	-	24,600	24,599	1
Debt Service:				
Principal	104,664	104,664	104,663	1
Interest	8,134	8,134	8,133	1
Total Expenditures	<u>4,188,746</u>	<u>4,188,746</u>	<u>4,072,759</u>	<u>115,987</u>
(Deficiency) of Revenues (Under) Expenditures	336,116	336,116	105,760	(230,356)
Other Financing Sources				
Transfers In	11,500	11,500	11,500	
Transfers Out	(11,500)	(11,500)	(11,500)	-
Net Change in Fund Balances	<u>\$ 336,116</u>	<u>\$ 336,116</u>	105,760	<u>\$ (230,356)</u>
Fund Balances Beginning of Year			<u>407,764</u>	
Fund Balances End of Year			<u>\$ 513,524</u>	

City and County of Butte-Silver Bow, Montana
Comprehensive Insurance Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
Real property	\$ 844,147	\$ 844,147	\$ 822,556	\$ (21,591)
Personal property	-	-	20,609	20,609
Intergovernmental	38,731	38,731	38,467	(264)
Investment earnings	-	-	234	234
Total Revenues	882,878	882,878	881,866	(1,012)
Expenditures				
Current:				
General government	888,968	888,968	870,490	18,478
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (6,090)</u>	<u>\$ (6,090)</u>	11,376	<u>\$ 17,466</u>
Fund Balances Beginning of Year			<u>138,091</u>	
Fund Balances End of Year			<u>\$ 149,467</u>	

City and County of Butte-Silver Bow, Montana
Crime Control Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 31,948	\$ 31,948	\$ 55,315	\$ 23,367
Charges for services	25,000	25,000	4,562	(20,438)
Total Revenues	56,948	56,948	59,877	2,929
Expenditures				
Current:				
Public safety	75,849	75,849	68,798	7,051
Excess (Deficiency) of Revenues Over (Under) Expenditures	(18,901)	(18,901)	(8,921)	9,980
Other Financing Sources				
Transfers in - General Fund	8,750	8,750	8,750	-
Net Change in Fund Balances	<u>\$ (10,151)</u>	<u>\$ (10,151)</u>	(171)	<u>\$ 9,980</u>
Fund Balances Beginning of Year			<u>124,735</u>	
Fund Balances End of Year			<u>\$ 124,564</u>	

City and County of Butte-Silver Bow, Montana
Land Planning Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 4,348	\$ 4,348	\$ 14,856	\$ 10,508
Fund Balances Beginning of Year			<u>17,151</u>	
Fund Balances End of Year			<u>\$ 32,007</u>	

City and County of Butte-Silver Bow, Montana
Junk Vehicle Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 44,373	\$ 44,373	\$ 44,373	\$ -
Expenditures				
Current:				
Public works	44,348	44,348	44,348	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 25</u>	<u>\$ 25</u>	25	<u>\$ -</u>
Fund Balances Beginning of Year			-	
Fund Balances End of Year			<u>\$ 25</u>	

City and County of Butte-Silver Bow, Montana
Arco Planning Grant Fund Silver Bow Creek Greenway Project
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 255,522	\$ 255,522	\$ -	\$ (255,522)
Expenditures				
Current:				
General government	300	300	13	287
Capital Outlay	<u>255,222</u>	<u>255,222</u>	<u>-</u>	<u>255,222</u>
Total Expenditures	<u>255,522</u>	<u>255,522</u>	<u>13</u>	<u>255,509</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>(13)</u>	<u>\$ (13)</u>
Fund Balances Beginning of Year			<u>(55,020)</u>	
Fund Balances End of Year			<u>\$ (55,033)</u>	

City and County of Butte-Silver Bow, Montana
Superfund Water Quality District
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 40	\$ 40	\$ 40	\$ -
Private grants and donations	59,534	59,534	62,101	2,567
Total Revenues	59,574	59,574	62,141	2,567
Expenditures				
Current:				
General government	62,422	62,422	54,330	8,092
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (2,848)</u>	<u>\$ (2,848)</u>	7,811	<u>\$ 10,659</u>
Fund Balances Beginning of Year			<u>137,568</u>	
Fund Balances End of Year			<u>\$ 145,379</u>	

City and County of Butte-Silver Bow, Montana
Sidewalks Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Special assessments	\$ 25,500	\$ 25,500	\$ 22,994	\$ (2,506)
Expenditures				
Current:				
Public works	<u>50,000</u>	<u>50,000</u>	<u>-</u>	<u>50,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (24,500)</u>	<u>\$ (24,500)</u>	22,994	<u>\$ 47,494</u>
Fund Balances Beginning of Year			<u>(44,384)</u>	
Fund Balances End of Year			<u>\$ (21,390)</u>	

City and County of Butte-Silver Bow, Montana
Uptown Parking Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Special assessments	\$ 14,500	\$ 14,500	\$ 16,152	\$ 1,652
Other Financing (Uses)				
Transfers out - parking commission fund	<u>(14,500)</u>	<u>(14,500)</u>	<u>(14,500)</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ -</u>	1,652	<u>\$ 1,652</u>
Fund Balances Beginning of Year			<u>1,591</u>	
Fund Balances End of Year			<u>\$ 3,243</u>	

City and County of Butte-Silver Bow, Montana
Urban Revitalization Agency Economic Development Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Real Property	\$ 250	\$ 250	\$ 614	\$ 364
Special assessments	25,000	25,000	43,403	18,403
Intergovernmental	103	103	103	-
Investment earnings	156,500	156,500	190,350	33,850
Miscellaneous	500	500	577,375	576,875
Total Revenues	182,353	182,353	811,845	629,492
Expenditures				
Current:				
Housing and community development	5,674,932	5,674,932	2,201,428	3,473,504
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(5,492,579)</u>	<u>(5,492,579)</u>	<u>(1,389,583)</u>	<u>4,102,996</u>
Other Financing Sources (Uses)				
Transfers in:				
Tax increment bond fund	3,950,768	3,950,768	3,950,768	-
RRA fund	-	-	-	-
Transfers out:				
Road fund	(45,000)	(45,000)	(45,000)	-
General fund	(48,799)	(48,799)	(48,799)	-
Public archives fund	(15,000)	(15,000)	(15,000)	-
East Butte RRA	(800,000)	(800,000)	(800,000)	-
Total Other Financing Sources (Uses)	<u>3,041,969</u>	<u>3,041,969</u>	<u>3,041,969</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (2,450,610)</u>	<u>\$ (2,450,610)</u>	1,652,386	<u>\$ 4,102,996</u>
Fund Balances Beginning of Year			<u>6,641,453</u>	
Fund Balances End of Year			<u>\$ 8,293,839</u>	

City and County of Butte-Silver Bow, Montana
Community Development Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	\$ 950,065	\$ 1,187,065	\$ 1,141,966	\$ (45,099)
Rent	-	-	450	450
Investment earnings	700	700	581	(119)
Total Revenues	<u>950,765</u>	<u>1,187,765</u>	<u>1,142,997</u>	<u>(44,768)</u>
Expenditures				
Current:				
Housing and community development	1,492,975	1,729,975	1,230,111	499,864
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(542,210)</u>	<u>(542,210)</u>	<u>(87,114)</u>	<u>455,096</u>
Other Financing Sources:				
Transfers in:				
Community development block grant fund	85,360	85,360	85,360	-
General fund	-	-	-	-
Total Other Financing Sources	<u>85,360</u>	<u>85,360</u>	<u>85,360</u>	<u>-</u>
Net Change in Fund Balances	<u>\$ (456,850)</u>	<u>\$ (456,850)</u>	<u>(1,754)</u>	<u>\$ 455,096</u>
Fund Balances Beginning of Year			<u>233,243</u>	
Fund Balances End of Year			<u>\$ 231,489</u>	

City and County of Butte-Silver Bow, Montana
Hard Rock Mine Trust Reserve Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 600,000	\$ 600,000	\$ 722,137	\$ 122,137
Investment earnings	1,500	1,500	1,035	(465)
Total Revenues	<u>\$ 601,500</u>	<u>\$ 601,500</u>	723,172	<u>\$ 121,672</u>
Fund Balances Beginning of Year			<u>4,416,197</u>	
Fund Balances End of Year			<u>\$ 5,139,369</u>	

City and County of Butte-Silver Bow, Montana
Community Development Block Grant Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ -	\$ -	\$ -	\$ -
Miscellaneous	-	-	5,198	5,198
Total Revenues	-	-	5,198	5,198
Expenditures				
Current:				
Housing and community development	3,944	3,944	1,042	2,902
Excess (Deficiency) of Revenues Over (Under) Expenditures	(3,944)	(3,944)	4,156	(8,100)
Other Financing (Uses)				
Transfers out - community development fund	-	-	-	-
Net Change in Fund Balances	<u>\$ (3,944)</u>	<u>\$ (3,944)</u>	4,156	<u>\$ (8,100)</u>
Fund Balances Beginning of Year			<u>59,676</u>	
Fund Balances End of Year			<u>\$ 63,832</u>	

City and County of Butte-Silver Bow, Montana
MT Pole Institutional Control
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 4,000	\$ 4,000	\$ 4,090	\$ 90
Fund Balances Beginning of Year			<u>171,606</u>	
Fund Balances End of Year			<u>\$ 175,696</u>	

City and County of Butte-Silver Bow, Montana
911 Emergency Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 294,671	\$ 294,671	\$ 272,204	\$ (22,467)
Investment earnings	500	500	563	63
Miscellaneous	-	-	29	29
Total Revenues	<u>295,171</u>	<u>295,171</u>	<u>272,796</u>	<u>(22,375)</u>
Expenditures				
Current:				
Public safety	300,117	350,117	285,829	64,288
Capital Outlay	<u>105,000</u>	<u>55,000</u>	<u>7,093</u>	<u>47,907</u>
Total Expenditures	<u>405,117</u>	<u>405,117</u>	<u>292,922</u>	<u>112,195</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (109,946)</u>	<u>\$ (109,946)</u>	(20,126)	<u>\$ 89,820</u>
Fund Balances Beginning of Year			<u>364,873</u>	
Fund Balances End of Year			<u>\$ 344,747</u>	

City and County of Butte-Silver Bow, Montana
Community Transportation Enhancement Program Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 1,168,418	\$ 1,168,418	\$ -	\$ (1,168,418)
Expenditures				
Current:				
General government	683,057	683,057	3,616	679,441
Capital Outlay	<u>750,000</u>	<u>750,000</u>	<u>-</u>	<u>750,000</u>
Total Expenditures	<u>1,433,057</u>	<u>1,433,057</u>	<u>3,616</u>	<u>1,429,441</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(264,639)</u>	<u>(264,639)</u>	<u>(3,616)</u>	<u>261,023</u>
Other Financing Sources				
Transfers in:				
Arco fund	<u>134,200</u>	<u>134,200</u>	<u>-</u>	<u>(134,200)</u>
Net Change in Fund Balances	<u>\$ (130,439)</u>	<u>\$ (130,439)</u>	<u>(3,616)</u>	<u>\$ 126,823</u>
Fund Balances Beginning of Year			<u>7,159</u>	
Fund Balances End of Year			<u>\$ 3,543</u>	

City and County of Butte-Silver Bow, Montana
Department of Natural Resource and Conservation Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 1,151,151	\$ 1,151,151	\$ 348,673	\$ (802,478)
Private grants and donations	45,900	45,900	-	(45,900)
Total Revenues	<u>1,197,051</u>	<u>1,197,051</u>	<u>348,673</u>	<u>(848,378)</u>
Expenditures				
Current:				
General government	472,651	472,651	292,150	180,501
Capital Outlay	<u>177,827</u>	<u>177,827</u>	<u>40,403</u>	<u>137,424</u>
Total Expenditures	<u>650,478</u>	<u>650,478</u>	<u>332,553</u>	<u>317,925</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 546,573</u>	<u>\$ 546,573</u>	16,120	<u>\$ (530,453)</u>
Fund Balances Beginning of Year			<u>(16,544)</u>	
Fund Balances End of Year			<u>\$ (424)</u>	

City and County of Butte-Silver Bow, Montana
Local Law Enforcement Block Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Expenditures				
Current:				
Public safety	-	-	-	-
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	-	-	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balances Beginning of Year			<u>783</u>	
Fund Balances End of Year			<u>\$ 783</u>	

City and County of Butte-Silver Bow, Montana
Clark Tailings Operations & Maintenance Trust Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 500	\$ 500	\$ 379	\$ (121)
Other Financing Uses				
Clark Tailings Alumni	\$ -	\$ -	\$ -	\$ -
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	<u>\$ 379</u>	<u>\$ -</u>
Fund Balances Beginning of Year			<u>123,767</u>	
Fund Balances End of Year			<u>\$ 124,146</u>	

City and County of Butte-Silver Bow, Montana
PIT Watch ED Program Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ -	\$ -	\$ 33	\$ 33
Expenditures				
Current:				
General government	<u>15,600</u>	<u>15,600</u>	<u>5,943</u>	<u>9,657</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (15,600)</u>	<u>\$ (15,600)</u>	(5,910)	<u>\$ 9,690</u>
Fund Balances Beginning of Year			<u>185,001</u>	
Fund Balances End of Year			<u>\$ 179,091</u>	

City and County of Butte-Silver Bow, Montana
Arco Historic Preservation Grant Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 3,000	\$ 3,000	\$ 2,640	\$ (360)
Intergovernmental	13	13	-	(13)
Total Revenues	\$ 3,013	\$ 3,013	\$ 2,640	\$ (373)
Expenditures				
Current:				
General government	240,065	240,065	86,283	153,782
Excess (Deficiency) of Revenues Over (Under) Expenditures	(237,052)	(237,065)	(83,643)	153,422
Other Financing Sources				
Transfers out:				
CTEP fund	-	-	-	-
Net Change in Fund Balances	\$ (237,052)	\$ (237,065)	(83,643)	\$ 153,422
Fund Balances Beginning of Year			<u>958,356</u>	
Fund Balances End of Year			<u>\$ 874,713</u>	

City and County of Butte-Silver Bow, Montana
East Butte RRA Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 46,677	\$ 46,677	\$ 39,028	\$ (7,649)
Personal property	-	-	1,260	1,260
Special assessments	-	-	220	220
Investment earnings	50	50	30	(20)
Miscellaneous	1,306	1,306	31,306	30,000
Total Revenues	48,033	48,033	71,844	23,811
Expenditures				
Current:				
Housing and community development	74,609	74,609	30,382	44,227
Excess (Deficiency) of Revenues Over (Under) Expenditures	(26,576)	(26,576)	41,462	68,038
Other Financing Sources (Uses)				
Transfer from revolving loan fund	42,209	42,209	30,000	(12,209)
Transfer to URA	(30,000)	(30,000)	(30,000)	-
Total Other Financing Sources (Uses)	12,209	12,209	-	(12,209)
Net Change in Fund Balances	<u>\$ (14,367)</u>	<u>\$ (14,367)</u>	41,462	<u>\$ 55,829</u>
Fund Balances Beginning of Year			<u>(365,642)</u>	
Fund Balances End of Year			<u>\$ (324,180)</u>	

City and County of Butte-Silver Bow, Montana
County Land Planning Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Charges for services	\$ 6,850	\$ 6,850	\$ 6,615	\$ (235)
Fund Balances Beginning of Year			<u>41,279</u>	
Fund Balances End of Year			<u>\$ 47,894</u>	

City and County of Butte-Silver Bow, Montana
Department of Justice Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 11,079	\$ 116,718	\$ 78,719	\$ (37,999)
Charges For Services	\$ -	\$ -	\$ 441	\$ 441
Total Revenues	\$ 11,079	\$ 116,718	\$ 79,160	\$ (37,558)
Expenditures				
Current:				
Public safety	19,064	118,477	50,014	68,463
Capital Outlay	32,400	32,400	32,360	40
Total Expenditures	51,464	150,877	82,374	68,503
Excess (Deficiency) of Revenues Over (Under) Expenditures	\$ (40,385)	\$ (34,159)	\$ (3,214)	\$ (106,061)
Fund Balances Beginning of Year			492	
Fund Balances End of Year			\$ (2,722)	

City and County of Butte-Silver Bow, Montana
Montana Historical Preservation Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Private grants and contributions	-	-	-	-
Total Revenues	-	-	-	-
Expenditures				
Current:				
Culture and recreation	-	-	-	-
(Deficiency) of Revenues (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	-	<u>\$ -</u>
Fund Balances Beginning of Year			<u>(16,240)</u>	
Fund Balances End of Year			<u>\$ (16,240)</u>	

City and County of Butte-Silver Bow, Montana
Superfund Health Studies Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Private grants and donations	\$ 25,000	\$ 25,000	\$ -	\$ (25,000)
Expenditures				
Current:				
Housing and community development	<u>25,000</u>	<u>25,000</u>	<u>13,450</u>	<u>11,550</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	(13,450)	<u>\$ (13,450)</u>
Fund Balances Beginning of Year			<u>54,736</u>	
Fund Balances End of Year			<u>\$ 41,286</u>	

City and County of Butte-Silver Bow, Montana
ARCO Superfund Land Management/GIS Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 63	\$ 63	\$ 63	\$ -
Private grants and donations	119,068	119,068	117,361	(1,707)
Total Revenues	119,131	119,131	117,424	(1,707)
Expenditures				
Current:				
General government	124,787	124,787	111,444	13,343
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (5,656)</u>	<u>\$ (5,656)</u>	5,980	<u>\$ 11,636</u>
Fund Balances Beginning of Year			<u>1,970</u>	
Fund Balances End of Year			<u>\$ 7,950</u>	

City and County of Butte-Silver Bow, Montana
Anaconda-ARCO Community Readjustment
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 20,000	\$ 20,000	\$ 20,997	\$ 997
Fund Balances Beginning of Year			<u>641,389</u>	
Fund Balances End of Year			<u>\$ 662,386</u>	

City and County of Butte-Silver Bow, Montana
Arco Lead Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ -	\$ -	\$ 46	\$ 46
Fund Balances Beginning of Year			<u>22,372</u>	
Fund Balances End of Year			<u>\$ 22,418</u>	

City and County of Butte-Silver Bow, Montana
Superfund Residential Metals Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 276	\$ 276	\$ 275	\$ (1)
Private grants and donations	644,946	644,946	673,291	28,345
Total Revenues	<u>645,222</u>	<u>645,222</u>	<u>673,566</u>	<u>28,344</u>
Expenditures				
Current:				
Public health	618,036	678,319	628,534	49,785
Capital Outlay	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>
Total Expenditures	<u>618,036</u>	<u>678,319</u>	<u>628,534</u>	<u>49,785</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 27,186</u>	<u>\$ (33,097)</u>	45,032	<u>\$ 78,129</u>
Fund Balances Beginning of Year			<u>(57,575)</u>	
Fund Balances End of Year			<u>\$ (12,543)</u>	

City and County of Butte-Silver Bow, Montana
NRDP Greenway Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 6,145,179	\$ 6,145,179	\$ 883,079	\$ (5,262,100)
Expenditures				
Current:				
General government	483,023	483,023	173,023	310,000
Capital Outlay	5,849,753	5,849,753	791,945	5,057,808
Total Expenditures	<u>6,332,776</u>	<u>6,332,776</u>	<u>964,968</u>	<u>5,367,808</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (187,597)</u>	<u>\$ (187,597)</u>	(81,889)	<u>\$ 105,708</u>
Fund Balances Beginning of Year - As Restated			<u>(305,769)</u>	
Fund Balances End of Year			<u>\$ (387,658)</u>	

City and County of Butte-Silver Bow, Montana
East Butte RRA Revolving Loan Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 7,638	\$ 7,638	\$ 7,634	\$ (4)
Expenditures				
Current:				
Housing and community development	-	-	-	-
Excess of Revenues Over Expenditures	7,638	7,638	7,634	(4)
Other Financing (Uses)				
Transfers out - East butte RRA	(42,209)	(42,209)	(30,000)	12,209
Net Change in Fund Balances	<u>\$ (34,571)</u>	<u>\$ (34,571)</u>	(22,366)	<u>\$ 12,205</u>
Fund Balances Beginning of Year			<u>280,765</u>	
Fund Balances End of Year			<u>\$ 258,399</u>	

City and County of Butte-Silver Bow, Montana
Arco Redevelopment Trust Fund
Schedule of Revenues and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 17,500	\$ 17,500	\$ 16,698	\$ (802)
Fund Balances Beginning of Year			<u>5,458,241</u>	
Fund Balances End of Year			<u>\$ 5,474,939</u>	

City and County of Butte-Silver Bow, Montana
Superfund Stormwater System
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ 254	\$ 254	\$ 130	\$ (124)
Private grants and donations	2,511,235	2,511,235	2,536,263	25,028
Total Revenues	<u>2,511,489</u>	<u>2,511,489</u>	<u>2,536,393</u>	<u>24,904</u>
Expenditures				
Current:				
Public works	535,851	600,851	460,749	140,102
Capital Outlay	<u>2,010,381</u>	<u>1,945,381</u>	<u>1,446,284</u>	<u>499,097</u>
Total Expenditures	<u>2,546,232</u>	<u>2,546,232</u>	<u>1,907,033</u>	<u>639,199</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (34,743)</u>	<u>\$ (34,743)</u>	629,360	<u>\$ 664,103</u>
Fund Balances Beginning of Year			<u>(32,972)</u>	
Fund Balances End of Year			<u>\$ 596,388</u>	

City and County of Butte-Silver Bow, Montana
RTP Grants Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Miscellaneous Revenue	\$ -	\$ -	\$ 8,744	\$ 8,744
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ -</u>	<u>\$ -</u>	8,744	<u>\$ 8,744</u>
Fund Balances Beginning of Year			<u>(8,744)</u>	
Fund Balances End of Year			<u>\$ -</u>	

City and County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Debt Service Funds
 June 30, 2011

	Tax Increment Bond	SID Revolving	Civic Center Bond Issue	LEA Detention Center and Administration Projects	Ladder Truck Debt Service	Archives	ASIMI Bond	Total Nonmajor Debt Service Funds
Assets								
Cash and cash equivalents	\$ 193,480	\$ 90,332	\$ 23,243	\$ 132,137	\$ 5,851	\$ 1,989	\$ 1,757,064	\$ 2,204,096
Investments	154,157	-	-	-	-	-	-	154,157
Restricted assets - investments	158,023	-	-	-	-	-	-	158,023
Special Assessments	113,206	-	-	-	-	-	-	113,206
Property taxes receivable	-	-	17,673	104,796	13,684	56,580	-	192,733
Total Assets	<u>\$ 618,866</u>	<u>\$ 90,332</u>	<u>\$ 40,916</u>	<u>\$ 236,933</u>	<u>\$ 19,535</u>	<u>\$ 58,569</u>	<u>\$ 1,757,064</u>	<u>\$ 2,822,215</u>
Liabilities and Fund Balances								
Liabilities								
Interfund payable	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -
Deferred revenue	113,206	-	17,674	104,796	13,685	56,579	-	305,940
Total Liabilities	<u>113,206</u>	<u>-</u>	<u>17,674</u>	<u>104,796</u>	<u>13,685</u>	<u>56,579</u>	<u>-</u>	<u>305,940</u>
Fund Balances								
Restricted	158,022	90,332	23,242	132,137	5,850	1,990	1,757,064	2,168,637
Assigned	347,638	-	-	-	-	-	-	347,638
Total Fund Balances	<u>505,660</u>	<u>90,332</u>	<u>23,242</u>	<u>132,137</u>	<u>5,850</u>	<u>1,990</u>	<u>1,757,064</u>	<u>2,516,275</u>
Total Liabilities and Fund Balances	<u>\$ 618,866</u>	<u>\$ 90,332</u>	<u>\$ 40,916</u>	<u>\$ 236,933</u>	<u>\$ 19,535</u>	<u>\$ 58,569</u>	<u>\$ 1,757,064</u>	<u>\$ 2,822,215</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Debt Service Funds
For the Fiscal Year Ended June 30, 2011

	Tax Increment Bond	SID Revolving	Civic Center Bond Issue	LEA Detention Center and Administration Projects	Ladder Truck Bond Issue	Archives Bond Issue	ASIMI Bond	Total Nonmajor Debt Service Funds
Property taxes	\$ 1,641,589	\$ -	\$ 163,067	\$ 933,688	\$ 119,096	\$ 563,608	\$ -	\$ 3,421,048
Intergovernmental	283,801	-	22,633	-	-	18,054	-	324,488
Miscellaneous	646,890	-	-	-	4	20	-	646,914
Investment earnings	1,073	-	-	-	-	-	-	1,073
Total Revenues	2,573,353	-	185,700	933,688	119,100	581,682	-	4,393,523
Expenditures								
Current:								
Culture and recreation	-	-	500	350	-	550	-	1,400
Debt Service:								
Principal retirement	60,000	45,000	115,000	540,000	100,214	205,000	2,810,000	3,875,214
Interest and fiscal charges	23,970	7,028	72,816	382,205	14,164	290,033	1,063,420	1,853,636
Bond issuance costs	-	-	-	-	-	-	12,660	12,660
Advance bond refunding	-	-	-	-	-	-	120,000	120,000
Total Expenditures	83,970	52,028	188,316	922,555	114,378	495,583	4,006,080	5,862,910
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,489,383	(52,028)	(2,616)	11,133	4,722	86,099	(4,006,080)	(1,469,387)
Other Financing Sources (Uses)								
Proceeds from tax increment bonds							12,152,536	12,152,536
Payment to refunded bond escrow agent	-	-	-	-	-	-	(11,655,000)	(11,655,000)
Transfers in	-	49,715	-	58,613	-	-	1,757,364	1,865,692
Transfers out	(3,120,768)	-	-	-	-	-	-	(3,120,768)
Total Other Financing Sources (Uses)	(3,120,768)	49,715	-	58,613	-	-	2,254,900	(757,540)
Net Change in Fund Balances	(631,385)	(2,313)	(2,616)	69,746	4,722	86,099	(1,751,180)	(2,226,927)
Fund Balances Beginning of Year	1,137,045	92,645	25,858	62,391	1,128	(84,109)	3,508,244	4,743,202
Fund Balances End of Year	\$ 505,660	\$ 90,332	\$ 23,242	\$ 132,137	\$ 5,850	\$ 1,990	\$ 1,757,064	\$ 2,516,275

City and County of Butte-Silver Bow, Montana
Tax Increment Bond Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	\$ 2,007,414	\$ 2,007,414	\$ 1,641,589	\$ (365,825)
Tax title and property tax sale	2,500	2,500	-	(2,500)
Intergovernmental	283,801	283,801	283,801	-
Investment earnings	5,000	5,000	1,073	(3,927)
Miscellaneous	-	-	646,890	646,890
Total Revenues	<u>2,298,715</u>	<u>2,298,715</u>	<u>2,573,353</u>	<u>274,638</u>
Expenditures				
Debt Service:				
Principal	60,000	60,000	60,000	-
Interest	23,970	23,970	23,970	-
Total Expenditures	<u>83,970</u>	<u>83,970</u>	<u>83,970</u>	<u>-</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,214,745	2,214,745	2,489,383	274,638
Other Financing (Uses)				
Transfers out:				
Urban revitalization agency economic development fund	-	-	(3,120,768)	-
Net Changes in Fund Balances	<u>\$ 2,214,745</u>	<u>\$ 2,214,745</u>	(631,385)	<u>\$ 274,638</u>
Fund Balances Beginning of Year			<u>1,137,045</u>	
Fund Balances End of Year			<u>\$ 505,660</u>	

City and County of Butte-Silver Bow, Montana
SID Revolving Fund
Schedule of Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Debt Service:				
Principal	\$ 45,000	\$ 45,000	\$ 45,000	\$ -
Interest	7,028	7,028	7,028	-
Total Expenditures	52,028	52,028	52,028	-
Other Financing Sources				
Transfers in:				
Combined special improvement district	49,715	49,715	49,715	-
Net Change in Fund Balances	<u>\$ 2,313</u>	<u>\$ 2,313</u>	(2,313)	<u>\$ -</u>
Fund Balances Beginning of Year			<u>92,645</u>	
Fund Balances End of Year			<u>\$ 90,332</u>	

City and County of Butte-Silver Bow, Montana
Civic Center Bond Issue Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes				
Real property	\$ 163,235	\$ 163,235	\$ 159,290	\$ (3,945)
Personal property	-	-	3,777	3,777
Intergovernmental	22,788	22,788	22,633	(155)
Total Revenues	<u>186,023</u>	<u>186,023</u>	<u>185,700</u>	<u>(323)</u>
Expenditures				
Current:				
Culture and recreation	900	900	500	400
Debt Service:				
Principal	115,000	115,000	115,000	-
Interest	72,817	72,817	72,816	1
Total Expenditures	<u>188,717</u>	<u>188,717</u>	<u>188,316</u>	<u>401</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ (2,694)</u>	<u>\$ (2,694)</u>	(2,616)	<u>\$ 78</u>
Fund Balances Beginning of Year			<u>25,858</u>	
Fund Balances End of Year			<u>\$ 23,242</u>	

City and County of Butte-Silver Bow, Montana
LEA Detention Center & Administration Project Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 933,488	\$ 933,488	\$ 914,214	\$ (19,274)
Personal property	-	-	19,474	19,474
Total Revenues	<u>933,488</u>	<u>933,488</u>	<u>933,688</u>	<u>200</u>
Expenditures				
Current:				
Public safety	1,350	1,350	350	1,000
Debt Service:				
Principal	540,000	540,000	540,000	-
Interest	382,205	382,205	382,205	-
Total Expenditures	<u>923,555</u>	<u>923,555</u>	<u>922,555</u>	<u>1,000</u>
(Deficiency) of Revenues (Under) Expenditures	<u>\$ 9,933</u>	<u>\$ 9,933</u>	11,133	<u>\$ 1,200</u>
Other Financing Sources				
Transfers in:				
LED Debt Service Fund	-	-	58,613	58,613
Net Change in Fund Balance			69,746	
Fund Balances Beginning of Year			<u>62,391</u>	
Fund Balances End of Year			<u>\$ 132,137</u>	

City and County of Butte-Silver Bow, Montana
Ladder Truck Bond Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 118,124	\$ 118,124	\$ 115,434	\$ (2,690)
Personal property	-	-	2,897	2,897
Special Assessments	-	-	765	765
Miscellaneous	-	-	4	4
Total Revenues	<u>118,124</u>	<u>118,124</u>	<u>119,100</u>	<u>976</u>
Expenditures				
Debt Service:				
Principal	100,214	100,214	100,214	-
Interest	14,165	14,165	14,164	1
Total Expenditures	<u>114,379</u>	<u>114,379</u>	<u>114,378</u>	<u>1</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 3,745</u>	<u>\$ 3,745</u>	4,722	<u>\$ 977</u>
Fund Balances Beginning of Year			<u>1,128</u>	
Fund Balances End of Year			<u>\$ 5,850</u>	

City and County of Butte-Silver Bow, Montana
Archives Bond Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Taxes:				
Real property	\$ 592,226	\$ 592,226	\$ 555,796	\$ (36,430)
Personal property	-	-	7,812	7,812
Miscellaneous	-	-	20	20
Intergovernmental	11,240	11,240	18,054	6,814
Total Revenues	<u>603,466</u>	<u>603,466</u>	<u>581,682</u>	<u>(21,784)</u>
Expenditures				
Current:				
Cultural and recreation	1,200	1,200	550	650
Debt Service:				
Principal	205,000	205,000	205,000	-
Interest	290,033	290,033	290,033	-
Total Expenditures	<u>496,233</u>	<u>496,233</u>	<u>495,583</u>	<u>650</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ 107,233</u>	<u>\$ 107,233</u>	86,099	<u>\$ (21,134)</u>
Fund Balances Beginning of Year			<u>(84,109)</u>	
Fund Balances End of Year			<u>\$ 1,990</u>	

City and County of Butte-Silver Bow, Montana
ASiMI Bond Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Letter of credit in lieu of taxes	\$ 500,000	\$ 500,000	\$ -	\$ (500,000)
Investment earnings	-	-	-	-
Total Revenues	500,000	500,000	-	(500,000)
Expenditures				
Current:				
Housing and community development	225,000	225,000	-	225,000
Debt Service:				
Principal	2,915,000	2,915,000	2,810,000	105,000
Interest	1,176,096	1,176,096	1,063,420	112,676
Bond issuance costs	-	12,660	12,660	-
Advance bond refunding	-	-	120,000	(120,000)
Total Expenditures	4,316,096	4,328,756	4,006,080	322,676
(Deficiency) of Revenue (Under) Expenditures	(3,816,096)	(3,828,756)	(4,006,080)	(177,324)
Other Financing Sources				
Proceeds from tax increment bonds	-	-	12,152,536	12,152,536
Payment to refunded bond escrow agent	-	-	(11,655,000)	(11,655,000)
Transfers in - Ramsey TIFID#2 fund	4,252,215	4,252,215	1,757,364	(2,494,851)
Net Change in Fund Balances	\$ 436,119	\$ 423,459	(1,751,180)	\$ (2,174,639)
Fund Balances Beginning of Year			3,508,244	
Fund Balances End of Year			\$ 1,757,064	

City and County of Butte-Silver Bow, Montana
 Combining Balance Sheet
 Nonmajor Capital Projects Funds
 June 30, 2011

	Capital Improvements	Hard Rock Mine Capital Trust	Highway Abandonment	Junk Vehicle Capital Reserve	Silver Lake Water Distribution System Improvements	Archives Building Fund	Civic Center Renovation Project	REC Expansion	Total Nonmajor Capital Projects Funds
Assets									
Cash and cash equivalents	\$ 1,617,139	\$ 2	\$ 228	\$ 3,526	\$ 278,154	\$ 458,536	\$ 675	\$ 1,260,390	\$ 3,618,650
Investments	1,503,276	127,419	145,911	3,063	-	69,458	-	-	1,849,127
Receivables:									
Accounts	23,978	-	-	-	-	-	-	-	23,978
Special assessments	-	-	-	-	-	-	-	-	-
Loans	14,087	-	-	-	-	-	-	-	14,087
Total Assets	\$ 3,158,480	\$ 127,421	\$ 146,139	\$ 6,589	\$ 278,154	\$ 527,994	\$ 675	\$ 1,260,390	\$ 5,505,842
Liabilities and Fund Balances									
Liabilities									
Vouchers payable	\$ 38,988	\$ -	\$ -	\$ -	\$ -	\$ 132,951	\$ -	-	\$ 171,939
Accounts payable	-	-	-	-	-	-	-	-	-
Deferred revenue	88,374	-	-	-	-	-	-	-	88,374
Total Liabilities	127,362	-	-	-	-	132,951	-	-	260,313
Fund Balances									
Restricted	3,031,118	127,421	-	6,589	278,154	395,043	675	1,260,390	5,099,390
Assigned	-	-	146,139	-	-	-	-	-	146,139
Total Fund Balances	3,031,118	127,421	146,139	6,589	278,154	395,043	675	1,260,390	5,245,529
Total Liabilities and Fund Balances	\$ 3,158,480	\$ 127,421	\$ 146,139	\$ 6,589	\$ 278,154	\$ 527,994	\$ 675	\$ 1,260,390	\$ 5,505,842

City and County of Butte-Silver Bow, Montana
 Combining Statement of Revenues, Expenditures and Changes in Fund Balances
 Nonmajor Capital Projects Funds
 For the Fiscal Year Ended June 30, 2011

	Capital Improvements	Hard Rock Mine Capital Trust	Highway Abandonment	Junk Vehicle Capital Reserve	Silver Lake Water Distribution System Improvements	Archives Building Fund	Civic Center Renovation Project	REC Expansion Project	Detention Center and LEA Administration Projects	Total Nonmajor Capital Projects Funds
Revenues										
Intergovernmental	\$ 23,428	\$ -	\$ -	\$ -	\$ -	\$ -	\$ -		\$ -	\$ 23,428
Fines and forfeitures	69,816	-	-	-	-	-	-		-	69,816
Miscellaneous	9,556	-	-	-	-	-	-		28,939	38,495
Investment earnings	6,316	389	445	9	-	212	-	218	143	7,732
Total Revenues	<u>109,116</u>	<u>389</u>	<u>445</u>	<u>9</u>	<u>-</u>	<u>212</u>	<u>-</u>	<u>218</u>	<u>29,082</u>	<u>139,471</u>
Expenditures										
Current										
General government	52,433	-	-	-	-	-	-	-	-	52,433
Capital Outlay	569,632	-	-	-	-	793,833	-	152,792	-	1,516,257
Debt Service:										
Bond issuance costs	-	-	-	-	-	-	-	139,500	-	139,500
Total Expenditures	<u>622,065</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>793,833</u>	<u>-</u>	<u>292,292</u>	<u>-</u>	<u>1,708,190</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>(512,949)</u>	<u>389</u>	<u>445</u>	<u>9</u>	<u>-</u>	<u>(793,621)</u>	<u>-</u>	<u>(292,074)</u>	<u>29,082</u>	<u>(1,568,719)</u>
Other Financing Sources (Uses)										
Transfers Out	-	-	-	-	-	-	-	-	(58,614)	(58,614)
Bond Proceeds	-	-	-	-	-	-	-	1,552,464	-	1,552,464
Total Other Financing Sources (Uses)	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>-</u>	<u>1,552,464</u>	<u>(58,614)</u>	<u>1,493,850</u>
Net Change in Assets	<u>(512,949)</u>	<u>389</u>	<u>445</u>	<u>9</u>	<u>-</u>	<u>(793,621)</u>	<u>-</u>	<u>1,260,390</u>	<u>(29,532)</u>	<u>(74,869)</u>
Fund Balances Beginning of Year	<u>3,544,067</u>	<u>127,032</u>	<u>145,694</u>	<u>6,580</u>	<u>278,154</u>	<u>1,188,664</u>	<u>675</u>	<u>-</u>	<u>29,532</u>	<u>5,320,398</u>
Fund Balances End of Year	<u>\$ 3,031,118</u>	<u>\$ 127,421</u>	<u>\$ 146,139</u>	<u>\$ 6,589</u>	<u>\$ 278,154</u>	<u>\$ 395,043</u>	<u>\$ 675</u>	<u>\$ 1,260,390</u>	<u>\$ -</u>	<u>\$ 5,245,529</u>

City and County of Butte-Silver Bow, Montana
Capital Improvements Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Fines and forfeitures	\$ 165,000	\$ 165,000	\$ 69,816	\$ (95,184)
Intergovernmental	-	-	23,428	23,428
Miscellaneous	-	-	9,556	9,556
Investment earnings	15,000	15,000	6,316	(8,684)
Total Revenues	<u>180,000</u>	<u>180,000</u>	<u>109,116</u>	<u>(70,884)</u>
Expenditures				
Current:				
General government	48,779	48,779	52,433	(3,654)
Capital Outlay:				
Public safety	1,486,840	1,486,840	569,632	917,208
General government	-	-	-	-
Total Expenditures	<u>1,535,619</u>	<u>1,535,619</u>	<u>622,065</u>	<u>913,554</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (1,355,619)</u>	<u>\$ (1,355,619)</u>	(512,949)	<u>\$ 842,670</u>
Fund Balances Beginning of Year			<u>3,544,067</u>	
Fund Balances End of Year			<u>\$ 3,031,118</u>	

City and County of Butte-Silver Bow, Montana
Hard Rock Mine Capital Trust Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 425	\$ 425	\$ 389	\$ 417
Fund Balances Beginning of Year			<u>127,032</u>	
Fund Balances End of Year			<u>\$ 127,421</u>	

City and County of Butte-Silver Bow, Montana
Highway Abandonment Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 500	\$ 500	\$ 445	\$ (55)
Expenditures				
Capital Outlay:				
Public works	<u>100,000</u>	<u>100,000</u>	<u>-</u>	<u>100,000</u>
Excess (Deficiency) of Revenues Over (Under) Expenditures	<u>\$ (99,500)</u>	<u>\$ (99,500)</u>	445	<u>\$ 99,945</u>
Fund Balances Beginning of Year			<u>145,694</u>	
Fund Balances End of Year			<u>\$ 146,139</u>	

City and County of Butte-Silver Bow, Montana
Junk Vehicle Capital Improvement Fund
Schedule of Revenues and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ -	\$ -	\$ 9	\$ 9
Fund Balances Beginning of Year			<u>6,580</u>	
Fund Balances End of Year			<u>\$ 6,589</u>	

City and County of Butte-Silver Bow, Montana
Silver Lake Water Distribution System Improvements Fund
Schedule of Expenditures and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Fund Balances Beginning of Year			<u>278,154</u>	
Fund Balances End of Year			<u>\$ 278,154</u>	

City and County of Butte-Silver Bow, Montana
Archives Building Project Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Intergovernmental	\$ -	\$ -	\$ -	\$ -
Investment earnings	-	-	212	212
Total Revenues	<u>-</u>	<u>-</u>	<u>212</u>	<u>212</u>
Expenditures				
Capital Outlay:				
Culture and recreation	1,179,672	1,179,672	793,833	385,839
(Deficiency) of Revenues (Under) Expenditures	<u>(1,179,672)</u>	<u>(1,179,672)</u>	<u>(793,621)</u>	<u>(385,627)</u>
Fund Balances Beginning of Year			<u>1,188,664</u>	
Fund Balances End of Year			<u>\$ 395,043</u>	

City and County of Butte-Silver Bow, Montana
REC Expansion Project Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ -	\$ -	\$ 218	\$ 218
Expenditures				
Capital Outlay	-	152,792	152,792	-
Debt Service:				
Bond issuance costs	-	139,500	139,500	-
Total Expenditures	-	292,292	292,292	-
(Deficiency) of Revenues (Under) Expenditures	-	(292,292)	(292,074)	218
Other Financing Sources				
Issuance of tax increment bonds	-	-	1,552,464	1,552,464
Net Change in Fund Balances	<u>\$ -</u>	<u>\$ (292,292)</u>	1,260,390	<u>\$ 1,552,682</u>
Fund Balances Beginning of Year			<u>-</u>	
Fund Balances End of Year			<u>\$ 1,260,390</u>	

City and County of Butte-Silver Bow, Montana
Civic Center Renovation Fund
Schedule of Expenditures and Changes
in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Fund Balances Beginning of Year			<u>675</u>	
Fund Balances End of Year			<u>\$ 675</u>	

City and County of Butte-Silver Bow, Montana
Detention Center & LEA Administrative Project Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2011

	<u>Original Budget</u>	<u>Final Budget</u>	<u>Actual</u>	<u>Variance With Final Budget</u>
Revenues				
Investment earnings	\$ 150	\$ 150	\$ 143	\$ (7)
Other Miscellaneous Revenue	\$ -	\$ -	\$ 28,939	\$ 28,939
Total Revenues	\$ 150	\$ 150	\$ 29,082	\$ 28,932
Other Financing Sources				
Transfers Out			(58,614)	
(Deficiency) of Revenues (Under) Expenditures			(29,532)	
Fund Balances Beginning of Year			<u>29,532</u>	
Fund Balances End of Year			<u><u>\$ -</u></u>	

City and County of Butte-Silver Bow, Montana
Combining Statement of Net Assets
Nonmajor Enterprise Funds
June 30, 2011

	Community Facilities	Home Health	Small Business Incubator	Silver Lake Water System	MR Infrastructure Project	Total Nonmajor Enterprise Funds
Assets						
Current Assets:						
Cash and cash equivalents	\$ 88,402	\$ -	\$ 152,718	\$ 557,483	\$ -	\$ 798,603
Investments	-	-	85,059	401,005	-	486,064
Accounts receivable	-	115,373	7,921	468,141	-	591,435
Inventory	-	5,334	-	-	-	5,334
Total Current Assets	88,402	120,707	245,698	1,426,629	-	1,881,436
Noncurrent Assets:						
Capital assets:						
Nondepreciable	-	-	5,433	-	-	5,433
Depreciable, net	346,768	11,670	204,704	118,609	1,591,015	2,272,766
Total Noncurrent Assets	346,768	11,670	210,137	118,609	1,591,015	2,278,199
Total Assets	435,170	132,377	455,835	1,545,238	1,591,015	4,159,635
Liabilities						
Current Liabilities:						
Vouchers payable	2,033	7,134	1,589	26,291	-	37,047
Accrued wages and benefits payable	-	4,385	1,978	920	-	7,283
Compensated absences	-	2,270	32	-	-	2,301
Interfund payable	-	29,792	-	-	-	29,792
Deferred revenue	-	-	4,617	-	-	4,617
Total Current Liabilities	2,033	43,581	8,216	27,211	-	81,040
Long-Term Liabilities:						
Compensated absences	-	20,426	286	-	-	20,713
Total Liabilities	2,033	64,007	8,502	27,211	-	101,753
Net Assets						
Invested in capital assets	346,768	11,670	210,137	118,609	1,591,015	2,278,199
Unrestricted	86,369	56,700	237,196	1,399,418	-	1,779,683
Total Net Assets	\$ 433,137	\$ 68,370	\$ 447,333	\$ 1,518,027	\$ 1,591,015	\$ 4,057,882

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues,
Expenses and Changes in Fund Net Assets
Nonmajor Enterprise Funds
For the Fiscal Year Ended June 30, 2011

	Community Facilities	Home Health	Small Business Incubator	Silver Lake Water System	MR Infrastructure Project	Total Nonmajor Enterprise Funds
Operating Revenues						
Charges for services	\$ -	\$ 438,868	\$ 61,956	\$ 758,225	\$ -	\$ 1,259,049
Miscellaneous	75,647	31,399	42	-	-	107,088
Total Operating Revenues	<u>75,647</u>	<u>470,267</u>	<u>61,998</u>	<u>758,225</u>	<u>-</u>	<u>1,366,137</u>
Operating Expenses						
Personal services	23,718	300,801	58,883	49,018	-	432,420
Operation and maintenance	40,622	129,572	69,013	361,988	-	601,195
Depreciation	18,128	1,488	27,976	5,195	92,680	145,467
Total Operating Expenses	<u>82,468</u>	<u>431,861</u>	<u>155,872</u>	<u>416,201</u>	<u>92,680</u>	<u>1,179,082</u>
Operating Income (Loss)	<u>(6,821)</u>	<u>38,406</u>	<u>(93,874)</u>	<u>342,024</u>	<u>(92,680)</u>	<u>187,055</u>
Non-Operating Revenues (Expenses)						
Investment earnings	-	-	259	1,481	-	1,740
Total Non-Operating Revenues (Expenses)	<u>-</u>	<u>-</u>	<u>259</u>	<u>1,481</u>	<u>-</u>	<u>1,740</u>
Income (Loss) Before Transfers In (Out)	<u>(6,821)</u>	<u>38,406</u>	<u>(93,615)</u>	<u>343,505</u>	<u>(92,680)</u>	<u>188,795</u>
Transfers in (out):						
General fund	-	-	38,735	-	-	38,735
Ramsay TIFID #2 fund	-	-	15,000	-	-	15,000
Change in Net Assets	<u>(6,821)</u>	<u>38,406</u>	<u>(39,880)</u>	<u>343,505</u>	<u>(92,680)</u>	<u>242,530</u>
Net Assets Beginning of Year	<u>439,958</u>	<u>29,964</u>	<u>487,213</u>	<u>1,174,522</u>	<u>1,683,695</u>	<u>3,815,352</u>
Net Assets End of Year	<u>\$ 433,137</u>	<u>\$ 68,370</u>	<u>\$ 447,333</u>	<u>\$ 1,518,027</u>	<u>\$ 1,591,015</u>	<u>\$ 4,057,882</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Fiscal Year Ended June 30, 2011

	<u>Community Facilities</u>	<u>Home Health</u>	<u>Small Business Incubator</u>	<u>Silver Lake Water System</u>	<u>MR Infrastructure Project</u>	<u>Total Nonmajor Enterprise Funds</u>
Increase (Decrease) in Cash and Cash Equivalents						
Cash Flows from Operating Activities						
Cash received from customers	\$ 75,646 #	\$ 423,980 #	\$ 61,958 #	\$ 371,855	\$ -	\$ 933,439
Cash payments for personal services	(24,004)	(141,964)	(61,586)	(52,075)	-	(279,629)
Cash payments for goods and services	(39,738)	(282,016)	(65,198)	(352,470)	-	(739,422)
Net Cash Provided by (Used in) Operating Activities	<u>11,904</u>	<u>-</u>	<u>(64,826)</u>	<u>(32,690)</u>	<u>-</u>	<u>(85,612)</u>
Cash Flows from Noncapital Financing Activities						
Transfers in	-	-	53,735	-	-	53,735
Cash Flows from Capital and Related Financing Activities						
Payments for capital acquisitions	-	-	-	(107,925)	-	(107,925)
Net Cash Provided by (Used in) Capital and Related Financing Activities	<u>-</u>	<u>-</u>	<u>-</u>	<u>(107,925)</u>	<u>-</u>	<u>(107,925)</u>
Cash Flows from Investing Activities						
Interest on investments	-	-	260	1,481	-	1,741
Net Increase (Decrease) in Cash and Cash Equivalents	11,904	-	(10,831)	(139,134)	-	(138,061)
Cash and Cash Equivalents Beginning of Year	<u>76,498</u>	<u>-</u>	<u>248,608</u>	<u>1,097,622</u>	<u>-</u>	<u>1,422,728</u>
Cash and Cash Equivalents End of Year	<u>\$ 88,402</u>	<u>\$ -</u>	<u>\$ 237,777</u>	<u>\$ 958,488</u>	<u>\$ -</u>	<u>\$ 1,284,667</u>
Reconciliation to Combining Statement of Net Assets						
Cash and cash equivalents	\$ 88,402	\$ -	\$ 152,718	\$ 557,483	\$ -	\$ 798,603
Investments	-	-	85,059	401,005	-	486,064
Total	<u>\$ 88,402</u>	<u>\$ -</u>	<u>\$ 237,777</u>	<u>\$ 958,488</u>	<u>\$ -</u>	<u>\$ 1,284,667</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Fiscal Year Ended June 30, 2011

	Community Facilities	Home Health	Small Business Incubator	Silver Lake Water System	MR Infrastructure Project	Total Nonmajor Enterprise Funds
Reconciliation of Operating Income (Loss) to Net Cash Provided by (Used in) Operating Activities						
Operating Income (Loss)	\$ (6,821)	\$ 38,406	\$ (93,874)	\$ 342,024	\$ (92,680)	\$ 187,055
Adjustments:						
Depreciation	18,128	1,488	27,976	5,195	92,680	145,467
(Increase) Decrease in Assets:						
Accounts receivable	-	(67,030)	2,449	(386,370)	-	(450,951)
Inventory	-	(1,221)	-	-	-	(1,221)
Increase (Decrease) in Liabilities:						
Accounts payable	597	35,332	824	9,084	-	45,837
Accrued wages and benefits payable	-	(12,419)	(1,990)	(2,623)	-	(17,032)
Compensated absences payable	-	5,444	(211)	-	-	5,233
Net Cash Provided by (Used in) Operating Activities	<u>\$ 11,904</u>	<u>\$ -</u>	<u>\$ (64,826)</u>	<u>\$ (32,690)</u>	<u>\$ -</u>	<u>\$ (85,612)</u>

Internal Service Funds

Internal service funds are used to account for the financing of goods or services provided by one department to other departments of the Government on a cost reimbursement basis.

Central Equipment – Accounts for the city-county vehicles and equipment maintenance shop as well as a janitorial service provided to some departments.

Central Administrative Services – Accounts for the personnel and payroll function of the local government.

Central EDP & Communications – Accounts for the computer operations and centralized phone system of the local government.

GIS Services – Accounts for the accumulation and allocation of costs associated with the government's geographical information system (GIS).

City and County of Butte-Silver Bow, Montana
Combining Statement of Net Assets
Internal Service Funds
June 30, 2011

	Central Equipment	Central Administration Services	Central EDP & Communications	GIS Services	Total
Assets					
<i>Current Assets:</i>					
Cash and cash equivalents	\$ 169,350	\$ 42,736	\$ 311,556	\$ 222,396	\$ 746,038
Accounts receivable	5,740	-	2,543	-	8,283
Total Current Assets	175,090	42,736	314,099	222,396	754,321
<i>Noncurrent Assets:</i>					
Capital assets:					
Nondepreciable	40,000	-	-	-	40,000
Depreciable, net	1,329,439	22,233	11,162	3,693	1,366,527
Total Noncurrent Assets	1,369,439	22,233	11,162	3,693	1,406,527
Total Assets	1,544,529	64,969	325,261	226,089	2,160,848
Liabilities					
<i>Current Liabilities:</i>					
Vouchers payable	133,116	19,818	24,088	-	177,022
Accounts payable	-	-	-	-	-
Accrued wages and benefits payable	10,951	4,778	6,304	481	22,514
Compensated absences payable	6,469	3,197	3,380	671	13,716
Total Current Liabilities	150,536	27,793	33,772	1,152	213,252
<i>Long-term Liabilities</i>					
Compensated absences payable	58,218	28,769	30,416	6,040	123,443
Total Liabilities	208,754	56,562	64,187	7,192	336,695
Net Assets					
Invested in capital assets	1,369,439	22,233	11,162	3,693	1,406,527
Unrestricted	(33,664)	(13,826)	249,912	215,204	417,626
Total Net Assets	\$ 1,335,775	\$ 8,407	\$ 261,074	\$ 218,897	\$ 1,824,153

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues,
Expenses and Changes in Fund Net Assets
Internal Service Funds
For the Fiscal Year Ended June 30, 2011

	<u>Central Equipment</u>	<u>Central Administration Services</u>	<u>Central EDP & Communications</u>	<u>GIS Services</u>	<u>Total</u>
Operating Revenues					
Charges for services	\$ 1,333,159	\$ 348,178	\$ 424,169	\$ 32,885	\$ 2,138,391
Miscellaneous	4,605	2,000	530	785	7,920
Total Operating Revenues	<u>1,337,764</u>	<u>350,178</u>	<u>424,699</u>	<u>33,670</u>	<u>2,146,311</u>
Operating Expenses					
Personal services	694,918	310,548	299,635	31,338	1,336,439
Operations and maintenance	759,786	84,334	150,473	3,696	998,289
Depreciation	200,072	345	1,546	1,083	203,046
Total Operating Expenses	<u>1,654,776</u>	<u>395,227</u>	<u>451,654</u>	<u>36,117</u>	<u>2,537,774</u>
Operating Income (Loss)	(317,012)	(45,049)	(26,955)	(2,447)	(391,463)
Non-Operating Revenues					
Intergovernmental	469	224	224	23	940
Change in Net Assets	(316,543)	(44,825)	(26,731)	(2,424)	(390,523)
Total Net Assets Beginning of Year	<u>1,652,318</u>	<u>53,232</u>	<u>287,805</u>	<u>221,321</u>	<u>2,214,676</u>
Total Net Assets End of Year	<u>\$ 1,335,775</u>	<u>\$ 8,407</u>	<u>\$ 261,074</u>	<u>\$ 218,897</u>	<u>\$ 1,824,153</u>

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2011

	Central Equipment	Central Administration Services	Central EDP & Communications	GIS Services	Total
Increase (Decrease) in Cash and Cash Equivalents					
Cash Flows from Operating Activities					
Cash receipts from interfund services provided	\$ 1,336,190	\$ 350,186	\$ 428,616	\$ 33,671	\$ 2,148,663
Cash payments for personnel services	(721,431)	(332,139)	(312,184)	(32,635)	(1,398,389)
Cash payments for goods and services	(685,488)	(50,482)	(134,878)	(2,302)	(873,150)
Net Cash Provided by Operating Activities	(70,729)	(32,435)	(18,446)	(1,266)	(122,876)
Cash Flows from Noncapital Financing Activities					
Intergovernmental	469	224	224	23	940
Cash Flows from Capital and Related Financing Activities					
Payments for capital acquisitions	(145,539)	(22,578)	-	-	(168,117)
Net Increase (Decrease) in Cash and Cash Equivalents	(215,799)	(54,789)	(18,222)	(1,243)	(290,053)
Cash and Cash Equivalents Beginning of Year	385,149	97,525	329,778	223,639	1,036,091
Cash and Cash Equivalents End of Year	\$ 169,350	\$ 42,736	\$ 311,556	\$ 222,396	\$ 746,038

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2011

	<u>Central Equipment</u>	<u>Central Administration Services</u>	<u>Central EDP & Communications</u>	<u>GIS Services</u>	<u>Total</u>
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities					
Operating Income (Loss)	\$ (317,012)	\$ (45,049)	\$ (26,955)	\$ (2,447)	\$ (391,463)
Adjustments:					
Depreciation	200,072	345	1,546	1,083	203,046
Capital asset adjustments	-		-	-	-
(Increase) Decrease in Assets:					
Accounts receivable	(1,573)	(9)	1,169	-	(413)
Increase (Decrease) in Liabilities:					
Vouchers payable	67,503	17,599	17,377	(360)	102,119
Accounts payable	-	-	(5,973)	-	(5,973)
Accrued wages and benefits payable	(19,874)	(9,507)	(9,557)	(989)	(39,927)
Compensated absences payable	155	4,186	3,947	1,447	9,735
Net Cash Provided by Operating Activities	<u>\$ (70,729)</u>	<u>\$ (32,435)</u>	<u>\$ (18,446)</u>	<u>\$ (1,266)</u>	<u>\$ (122,876)</u>

Trust & Agency Funds

Trust funds are used to account for assets held by the government in a trustee capacity. Agency funds are used to account for assets held by the government as an agent for individuals, private organizations, other government and/or other funds.

Property Tax Fund – Accounts for all property taxes collected by the county for schools, state, other cities and towns, and districts.

School District Trust Fund – To account for revenues collected and cash and investments for various school districts within the City and County of Butte-Silver Bow.

Fees and Judgments Due to State – To account for various fees and judgments collected by the local government which are due to the state.

Payroll & Claims Fund – Accounts for the County’s payroll fund and outstanding claims.

Tax Deed Land & Redemption Fund – To account for land that has been tax deeded by Butte-Silver Bow until which time a tax sale of property is held. It also accounts for the land which is under contract to be redeemed.

Butte-Silver Bow Trust Funds – Accounts for funds collected which the county is an agent. Such things include a portion of parking fees which revert to an outside entity, garnishment of child support, alimony and other awards of the court, public administrator functions and court ordered operation of a cemetery.

PRP Group Trust Funds – Accounts for funds collected by Butte-Silver Bow from Burlington Northern Railroad, Santa Fe Railroad and ARCO to be distributed for superfund activities per contract. The two projects are entitled the Priority Soils Operable Unit (BPSOU) and Time Critical Removal Action.

School District #1 Individual Investment Funds – Accounts for individual investments made on behalf of School District #1 by the City and County of Butte-Silver Bow, under the direction of School District #1 Business Manager.

School District #3 Individual Investment Funds – Accounts for individual investments made on behalf of School District #3 by the City and County of Butte-Silver Bow, under the direction of the Clerk of School District #3.

School District #4 Individual Investment Funds – Accounts for individual investments made on behalf of School District #4 by the City and County of Butte-Silver Bow, under the direction of Clerk of School District #4.

School District #5 Individual Investment Funds – Accounts for individual investments made on behalf of School District #5 by the City and County of Butte-Silver Bow, under the direction of Clerk of School District #5.

School District #1 External Investment Pool – Accounts for funds invested in the State of Montana Investment Pool. This pool is administered by the Montana Board of Investments and has been deemed 2a7-like. Funds are invested under the direction of the School District #1 Business Manager by Butte-Silver Bow.

City and County of Butte-Silver Bow, Montana
Combining Statement of Fiduciary Net Assets
Trust Funds
June 30, 2011

	School District #1 Individual Investment Funds	School District #1 External Investment Pool	Total
Assets			
Investments	\$ 7,756,422	\$ 1,354,414	\$ 9,110,836
Net Assets			
Net assets held in trust for pool participants	\$ 7,756,422	\$ 1,354,414	\$ 9,110,836

City and County of Butte-Silver Bow, Montana
Combining Statement of Changes in Fiduciary Net Assets
Trust Funds
For the Fiscal Year Ended June 30, 2011

	School District #1	School District #1	
	Individual	External	
	Investment	Investment	
	Funds	Pool	Total
Additions			
Shares and investments purchased	\$ 3,495,204	\$ 173,896,241	\$ 177,391,445
Investment earnings	134,248	49,713	183,961
Total Additions	<u>3,629,452</u>	<u>173,945,954</u>	<u>177,575,406</u>
Deductions			
Shares and investments redeemed	3,506,000	173,896,241	177,402,241
Investment earnings distributed to School District #1	-	-	-
Total Deductions	<u>3,506,000</u>	<u>173,896,241</u>	<u>177,402,241</u>
Increase (Decrease) in Net Assets	123,452	49,713	173,165
Net Assets Held in Trust For Pool Participants			
Beginning of Year	<u>7,632,971</u>	<u>1,304,700</u>	<u>8,937,671</u>
Net Assets Held in Trust For Pool Participants			
End of Year	<u>\$ 7,756,423</u>	<u>\$ 1,354,413</u>	<u>\$ 9,110,836</u>

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2011

Property Tax Fund	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Assets				
Cash and cash equivalents	\$ 575,746	\$ 1,832,982	\$ 2,036,282	\$ 372,446
Investments	979,894	352,352	731,227	601,019
Receivables	2,770,578	19,311,593	19,709,838	2,372,333
Total Assets	\$ 3,193,963	\$ 21,496,927	\$ 22,477,347	\$ 3,345,798
Liabilities				
Accounts payable	\$ 1,046,270	\$ 789,516	\$ 1,337,291	\$ 498,495
Interest payable	233,579	2,352	-	235,931
Intergovernmental payable:				
Due to special districts	435,233	152,723	125,192	462,764
Due to state	636,033	5,350,572	5,452,495	534,110
Due to schools	1,666,373	12,905,293	13,193,607	1,378,059
Due to component unit	75,199	204,842	252,819	27,222
Due to cities and towns	233,532	1,839,928	1,864,242	209,218
Total Liabilities	\$ 3,193,963	\$ 21,245,226	\$ 22,225,646	\$ 3,345,798
School District Trust Fund				
Assets				
Cash and cash equivalents	\$ 24,125,246	\$ 225,110,784	\$ 225,341,653	\$ 23,894,377
Liabilities				
Due to schools	\$ 24,125,246	\$ 225,110,784	\$ 225,341,653	\$ 23,894,377

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2011

Fees & Judgments Due to State	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Assets				
Cash and cash equivalents	\$ 549,296	\$ 12,708,429	\$ 12,720,725	\$ 537,000
Liabilities				
Due to state	\$ 549,296	\$ 12,708,429	\$ 12,720,725	\$ 537,000
Tax Deed Land & Redemption Fund				
Tax Deed Land & Redemption Fund	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2011
Assets				
Cash and cash equivalents	\$ 6,758	\$ 92,457	\$ 94,164	\$ 5,051
Contracts receivable	2,138	10,024	12,162	-
Land acquired by tax deed	261,541	-	-	261,541
Total Assets	\$ 303,705	\$ 102,481	\$ 106,326	\$ 266,592
Liabilities				
Accounts payable	\$ 265,793	\$ 90,318	\$ 93,111	\$ 263,000
Vouchers payable	4,644	76,996	78,048	3,592
Total Liabilities	\$ 303,705	\$ 167,314	\$ 171,159	\$ 266,592
Butte-Silver Bow Trust Funds				
Butte-Silver Bow Trust Funds	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Assets				
Cash and cash equivalents	\$ 96,057	\$ 17,501	\$ 30,042	\$ 83,516
Investments	388,341	1,207	-	389,548
Total Assets	\$ 515,625	\$ 18,708	\$ 30,042	\$ 473,064
Liabilities				
Accounts payable	\$ 484,279	\$ 22,184	\$ 33,668	\$ 472,795
Vouchers payable	119	567	417	269
Total Liabilities	\$ 515,625	\$ 22,751	\$ 34,085	\$ 473,064

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2011

PRP Group Trust Funds	Balance June 30, 2010	Additions	Deductions	Balance June 30, 2011
Assets				
Cash and cash equivalents	\$ 20,840	\$ -	\$ -	\$ 20,840
Liabilities				
Due to others	\$ 20,840	\$ -	\$ -	\$ 20,840

Statistical Section

City and County of Butte-Silver Bow, Montana
Statistical Section Summary
(Unaudited)

This part of the City and County of Butte-Silver Bow, Montana's (City and County) comprehensive annual financial report presents detailed information as a context for understanding this year's financial statements, note disclosures, and supplementary information. This information has not been audited.

Contents

Exhibits

Financial Trends

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These exhibits contain trend information that may assist the reader in assessing the City and County's current financial performance by placing it in an historical perspective.

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Revenue Capacity

XIII - XVI

These exhibits contain information that may assist the reader in assessing the viability of the City and County's most significant "own-source" revenue sources. Property taxes are the City and County's primary "own revenue source."

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These exhibits present information that may assist the reader in analyzing the affordability of the City and County's current levels of outstanding debt and the City and County's ability to issue additional debt in the future.

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Demographic and Economic Information

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This exhibit offers demographic and economic indicators that are commonly used for financial analysis and that can inform one's understanding the City and County's present and ongoing financial status.

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Operating Information

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These exhibits contain service and infrastructure indicators that can inform one's understanding how the information in the City and County's financial statements relates to the services the City and County provides and the activities it performs.

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Data Source:

¹ Unless otherwise noted, the information in these exhibits is derived from the comprehensive annual financial reports for the relevant year. The County implemented GASB Statement No. 34 in fiscal year 2003, therefore exhibits presenting government-wide information includes only eight years of data.

City and County of Butte-Silver Bow, Montana
 Government-wide Net Assets by Category ²
 Last Nine Fiscal Years ¹
 (accrual basis of accounting)
 June 30, 2011

	Amounts									
	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010	June 30, 2011	
Governmental Activities										
Invested in capital assets, net of related debt ³	\$ (19,914,298)	\$ (8,224,231)	\$ (4,973,943)	\$ (1,301,770)	\$ 37,880,187	\$ 38,272,244	\$ 38,442,287	\$ 47,028,355	50,401,892	
Restricted	18,333,209	7,631,881	6,760,614	8,542,508	5,052,725	6,363,688	8,445,945	9,159,399	48,008,881	
Unrestricted	26,777,127	31,141,617	32,703,998	33,877,440	43,817,437	46,260,401	46,805,978	40,833,029	3,258,886	
Subtotal Governmental Activities Net Assets	25,196,038	30,549,267	34,490,669	41,118,178	86,750,349	90,896,333	93,694,210	97,020,783	101,669,659	
Business-type Activities										
Invested in capital assets, net of related debt	\$ 28,021,931	\$ 31,528,695	\$ 34,731,910	\$ 38,249,353	39,663,322	43,757,726	50,181,875	55,900,034	65,748,260	
Restricted	8,617,497	6,382,764	6,928,035	9,029,159	8,087,767	8,235,735	3,392,346	2,903,981	1,887,333	
Unrestricted	12,690,753	14,403,197	12,942,030	10,742,308	13,340,494	12,651,209	15,614,520	15,100,428	13,983,687	
Subtotal Business-type Activities Net Assets	49,330,181	52,314,656	54,601,975	58,020,820	61,091,583	64,644,670	69,188,741	73,904,443	81,619,280	
Primary Government										
Invested in capital assets, net of related debt	8,107,633	23,304,464	29,757,967	36,947,583	77,543,509	82,029,970	88,624,162	102,928,389	116,150,152	
Restricted	26,950,706	14,014,645	13,688,649	17,571,667	13,140,492	14,599,423	11,838,291	12,063,380	49,896,214	
Unrestricted	39,467,880	45,544,814	45,646,028	44,619,748	57,157,931	58,911,610	62,420,498	55,933,457	17,242,573	
Total Primary Government Net Assets	\$ 74,526,219	\$ 82,863,923	\$ 89,092,644	\$ 99,138,998	\$ 147,841,932	\$ 155,541,003	\$ 162,882,951	\$ 170,925,226	\$ 183,288,939	
	Percentage of Total									
	June 30, 2003	June 30, 2004	June 30, 2005	June 30, 2006	June 30, 2007	June 30, 2008	June 30, 2009	June 30, 2010	June 30, 2011	
Governmental Activities										
Invested in capital assets, net of related debt	-79.0%	-26.9%	-14.4%	-3.2%	43.7%	42.1%	41.0%	48.5%	49.6%	
Restricted	72.8%	25.0%	19.6%	20.8%	5.8%	7.0%	9.0%	9.4%	47.2%	
Unrestricted	106.2%	101.9%	94.8%	82.4%	50.5%	50.9%	50.0%	42.1%	3.2%	
Subtotal Governmental Activities Net Assets	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	
Business-type Activities										
Invested in capital assets, net of related debt	56.8%	60.3%	63.6%	65.9%	64.9%	67.7%	72.5%	75.6%	80.6%	
Restricted	17.5%	12.2%	12.7%	15.6%	13.2%	12.7%	4.9%	3.9%	2.3%	
Unrestricted	25.7%	27.5%	23.7%	18.5%	21.8%	19.6%	22.6%	20.4%	17.1%	
Subtotal Business-type Activities Net Assets	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	
Primary Government										
Invested in capital assets, net of related debt	10.9%	28.1%	33.4%	37.3%	52.5%	52.7%	54.4%	60.2%	63.4%	
Restricted	36.1%	16.9%	15.4%	17.7%	8.9%	9.4%	7.3%	7.1%	27.2%	
Unrestricted	53.0%	55.0%	51.2%	45.0%	38.7%	37.9%	38.3%	32.7%	9.4%	
Total Primary Government Net Assets	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	

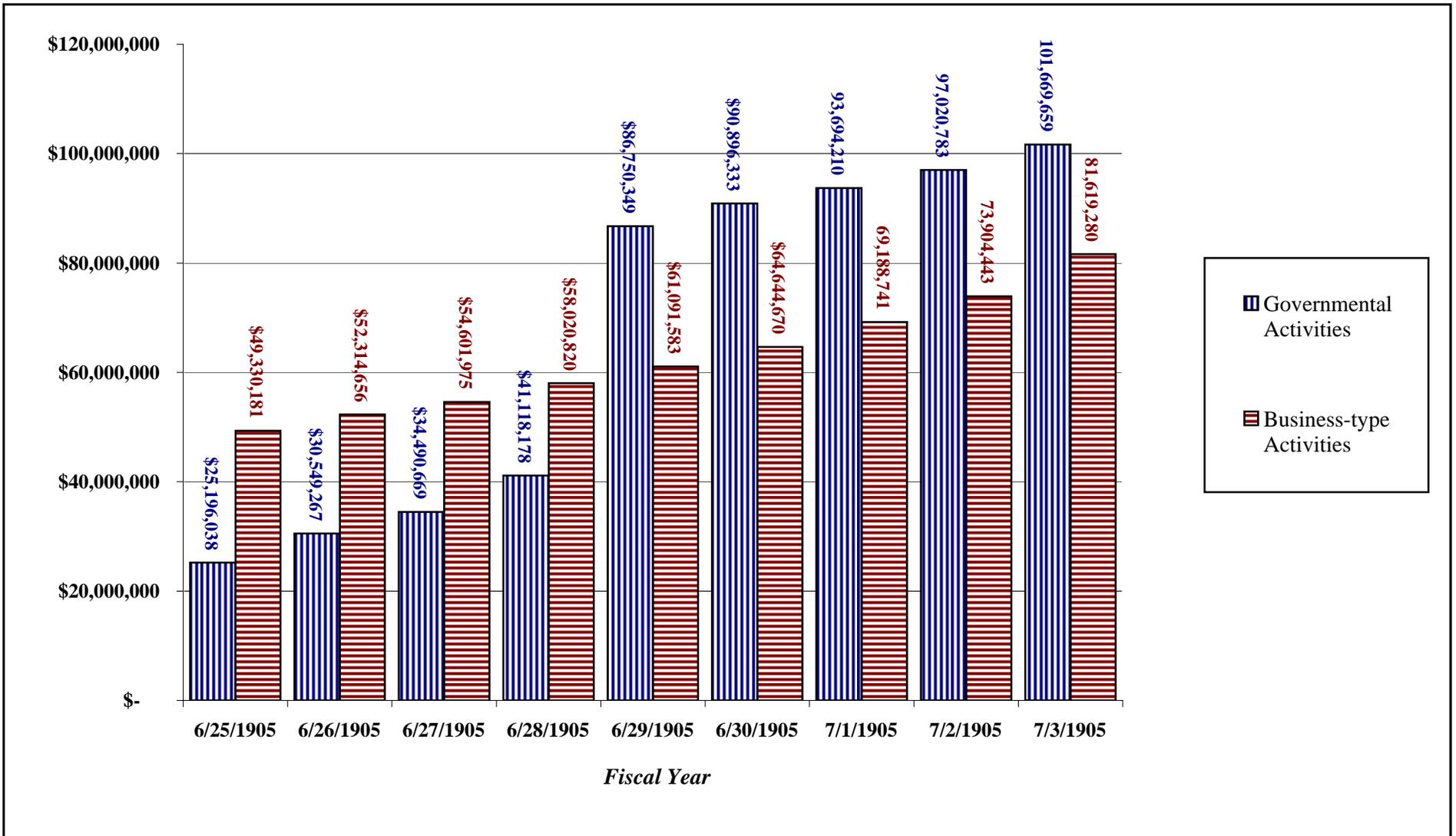
Notes:

¹ The City and County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide data is presented.

² Accounting standards require that net assets be reported in three components in the financial statements: invested in capital assets, net of related debt; restricted; and unrestricted. Net assets are considered restricted only when (1) an external party, such as the State of Montana or the federal government, places a restriction on how the resources may be used, or (2) enabling legislation is enacted by the City and County. There are no restrictions currently reported as a result of enabling legislation.

³ A deficit was reported in fiscal years 2003 - 2006 since the City and County had not reported its infrastructure retroactively, although there was outstanding debt related to infrastructure. In fiscal year 2007, over \$37.3 million of book value of infrastructure was added to the government-wide statement of net assets.

City and County of Butte-Silver Bow, Montana
 Chart-Government-wide Net Assets by Category
 Last Nine Fiscal Years
 (accrual basis of accounting)
 June 30, 2011



City and County of Butte-Silver Bow, Montana
Changes in Net Assets - Governmental Activities
Last Nine Fiscal Years¹
(accrual basis of accounting)

	Fiscal Year Ended June 30, 2011								
Source	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses:									
General government	\$ 8,127,184	\$ 8,409,683	\$ 9,194,426	\$ 9,840,663	\$ 9,827,805	\$ 10,226,319	\$ 10,866,213	\$ 12,091,322	\$ 13,176,267
Public safety	9,194,549	10,239,596	10,170,498	10,841,488	11,501,342	12,870,631	14,105,614	14,293,718	14,411,049
Public works	3,962,130	4,711,806	4,064,908	4,821,961	5,505,350	6,138,150	6,601,992	6,870,507	6,711,497
Public health	2,537,524	2,598,355	2,700,993	2,928,719	3,024,805	3,407,409	4,141,100	4,530,875	4,292,094
Social and economic services	172,573	195,594	179,827	202,267	201,839	216,137	236,774	237,155	248,113
Culture and recreation	2,137,504	2,133,316	2,179,222	2,287,724	2,509,329	2,729,001	2,815,238	2,993,172	3,393,276
Housing and community development	2,448,733	4,224,211	2,858,609	4,293,088	7,417,989	5,108,680	5,272,460	4,781,874	7,180,028
Interest and fiscal charges	3,005,400	2,813,359	2,622,195	2,401,422	2,211,530	2,131,812	2,167,905	2,072,750	1,597,707
Total Expenses	31,585,597	35,325,920	33,970,678	37,617,332	42,199,989	42,828,139	46,207,295	47,871,373	51,010,030
Program Revenues:									
Charges for services:									
General government	3,062,190	3,303,496	3,563,888	3,863,468	1,909,372	4,445,776	4,241,383	4,426,863	4,579,421
Public safety	1,237,658	1,520,777	1,215,863	1,391,633	1,307,795	1,053,947	1,134,235	1,089,915	1,079,128
Public works	1,374,640	1,957,266	1,385,091	1,367,840	6,547,889	367,210	140,185	114,812	125,918
Other activities	796,941	859,098	825,649	783,641	597,152	573,947	1,241,495	1,125,064	1,073,583
Operating grants and contributions	12,050,840	11,361,076	11,199,969	13,635,961	12,719,370	12,752,094	16,604,680	16,455,376	14,512,131
Capital grants and contributions	610,273	719,935	1,659,303	2,629,319	312,124	753,789	-	-	4,678,246
Total Program Revenues	19,132,542	19,721,648	19,849,763	23,671,862	23,393,702	19,946,763	23,361,978	23,212,030	26,048,427
Net (Expense) Revenue	(12,453,055)	(15,604,272)	(14,120,915)	(13,945,470)	(18,806,287)	(22,881,376)	(22,845,317)	(24,659,343)	(24,961,603)
General Revenues and Transfers In:									
Taxes:									
Property	18,231,045	20,057,184	16,387,508	18,382,499	22,622,589	23,056,407	22,661,639	26,272,299	26,787,812
Franchise	216,207	228,647	240,923	261,119	288,216	300,714	321,282	330,218	350,428
Motor fuel	731,704	706,957	685,844	668,036	665,350	656,136	643,665	-	625,158
Investment earnings	913,867	480,856	1,076,240	1,758,245	2,504,774	2,145,787	937,855	396,421	355,257
Miscellaneous	202,290	188,198	326,261	180,734	789,360	569,371	872,978	1,084,810	1,600,472
Transfers in	130,862	231,265	272,308	251,501	246,265	298,945	205,774	246,265	246,264
General Revenues and Transfers In:	20,425,975	21,893,107	18,989,084	21,502,134	27,116,554	27,027,360	25,643,193	28,330,013	29,965,391
Change in Net Assets	\$ 7,972,920	\$ 6,288,835	\$ 4,868,169	\$ 7,556,664	\$ 8,310,267	\$ 4,145,984	\$ 2,797,876	\$ 3,670,670	\$ 5,003,788

Notes:

¹ The City and County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide data is presented.

City and County of Butte-Silver Bow, Montana
Changes in Net Assets - Governmental Activities - Percentage of Total
Last Nine Fiscal Years ¹
(accrual basis of accounting)

Fiscal Year Ended June 30, 2011									
Source	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses:									
General government	25.7%	23.8%	27.1%	26.2%	23.3%	23.9%	23.5%	25.3%	25.8%
Public safety	29.1%	29.0%	29.9%	28.8%	27.3%	30.1%	30.5%	29.9%	28.3%
Public works	12.5%	13.3%	12.0%	12.8%	13.0%	14.3%	14.3%	14.4%	13.2%
Public health	8.0%	7.4%	8.0%	7.8%	7.2%	8.0%	9.0%	9.5%	8.4%
Social and economic services	0.5%	0.6%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%	0.5%
Culture and recreation	6.8%	6.0%	6.4%	6.1%	5.9%	6.4%	6.1%	6.3%	6.7%
Housing and community development	7.8%	12.0%	8.4%	11.4%	17.6%	11.9%	11.4%	10.0%	14.1%
Interest and fiscal charges	9.5%	8.0%	7.7%	6.4%	5.2%	5.0%	4.7%	4.3%	3.1%
Total Expenses	100.0%								
Program Revenues:									
Charges for services:									
General government	16.0%	16.8%	18.0%	16.3%	8.2%	22.3%	18.2%	19.1%	17.6%
Public safety	6.5%	7.7%	6.1%	5.9%	5.6%	5.3%	4.9%	4.7%	4.1%
Public works	7.2%	9.9%	7.0%	5.8%	28.0%	1.8%	0.6%	0.5%	0.5%
Other activities	4.2%	4.4%	4.2%	3.3%	2.6%	2.9%	5.3%	4.8%	4.1%
Operating grants and contributions	63.0%	57.6%	56.4%	57.6%	54.4%	63.9%	71.1%	70.9%	55.7%
Capital grants and contributions	3.2%	3.7%	8.4%	11.1%	1.3%	3.8%	0.0%	0.0%	18.0%
Total Program Revenues	100.0%								
General Revenues and Transfers In:									
Taxes:									
Property	89.3%	91.6%	86.3%	85.5%	83.4%	85.3%	88.4%	92.7%	89.4%
Franchise	1.1%	1.0%	1.3%	1.2%	1.1%	1.1%	1.3%	1.2%	1.2%
Motor fuel	3.6%	3.2%	3.6%	3.1%	2.5%	2.4%	2.5%	0.0%	2.1%
Investment earnings	4.5%	2.2%	5.7%	8.2%	9.2%	7.9%	3.7%	1.4%	1.2%
Miscellaneous	1.0%	0.9%	1.7%	0.8%	2.9%	2.1%	3.4%	3.8%	5.3%
Transfers in	0.6%	1.1%	1.4%	1.2%	0.9%	1.1%	0.8%	0.9%	0.8%
General Revenues and Transfers In:	100.0%								

Notes:

¹ The City and County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide data is presented.

City and County of Butte-Silver Bow, Montana
Changes in Net Assets - Business-type Activities
Last Nine Fiscal Years¹
(accrual basis of accounting)

	Fiscal Year Ended June 30, 2011								
Source	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses:									
Community facilities	\$ 82,723	\$ 136,777	\$ 77,479	\$ 93,005	\$ 132,174	\$ 550,183	\$ 96,146	\$ 84,988	\$ 82,468
Home health	443,873	455,989	452,745	455,245	478,038	463,873	477,407	455,141	431,861
Small business incubator	139,231	148,147	153,460	166,836	163,866	159,863	145,363	159,511	155,872
Water utility division	6,302,532	6,477,498	6,614,912	6,780,770	6,860,855	7,144,643	7,105,960	7,148,937	7,763,105
Metro sewer operations	2,792,393	2,945,589	3,144,561	3,342,055	3,451,722	3,447,702	3,415,305	3,458,844	3,686,853
Solid waste	1,635,632	1,710,038	1,773,813	1,807,043	1,847,420	2,096,777	2,027,230	2,181,947	2,170,407
Silver lake water system	199,266	371,617	560,408	509,674	325,308	229,247	237,431	228,506	416,201
Water distribution systems improvements	256,670	256,670	-	-	-	-	-	-	-
MSE-TA mariah project	35,229	25,467	482,537	-	-	-	-	-	-
MR infrastructure project	-	134,063	152,510	120,197	94,298	94,107	94,806	92,681	92,680
Total Expenses	11,887,549	12,661,855	13,412,425	13,274,825	13,353,681	14,186,395	13,599,648	13,810,555	14,799,447
Program Revenues:									
Charges for services:									
Water utility division	\$ 6,703,566	\$ 6,901,705	\$ 6,581,500	\$ 7,013,614	7,022,225	7,091,827	7,102,346	6,802,722	6,107,699
Metro sewer operations	3,095,490	3,233,383	3,129,620	3,139,392	3,136,061	3,129,455	3,126,532	3,144,573	2,993,824
Solid waste	2,221,839	2,320,635	2,445,974	2,362,245	2,460,317	2,618,059	2,478,040	2,698,390	2,941,414
Other activities	1,038,995	1,752,888	1,960,876	1,938,562	1,800,880	868,096	750,527	727,752	1,259,049
Operating grants and contributions	2,707	198,146	244,340	15,425	1,196,557	3,246,789	4,418,961	5,117,876	230
Capital grants and contributions	1,165,795	1,168,842	1,302,889	1,763,404	-	-	-	-	8,678,630
Total Program Revenues	14,228,392	15,575,599	15,665,199	16,232,642	15,616,040	16,954,226	17,876,406	18,491,313	21,980,846
Net (Expense) Revenue	2,340,843	2,913,744	2,252,774	2,957,817	2,262,359	2,767,831	4,276,758	4,680,758	7,181,399
General Revenues and Transfers :									
Restricted investment earnings	183,510	137,738	234,081	684,335	889,296	725,949	258,092	50,062	42,948
Miscellaneous	190,862	164,258	72,772	28,194	165,373	358,252	214,997	231,147	736,754
Transfers	(130,862)	(231,265)	(272,308)	(251,501)	(246,265)	(298,945)	(205,774)	(246,265)	(246,264)
Total General Revenues and Transfers	243,510	70,731	34,545	461,028	808,404	785,256	267,315	34,944	533,438
Change in Net Assets	\$ 2,584,353	\$ 2,984,475	\$ 2,287,319	\$ 3,418,845	\$ 3,070,763	\$ 3,553,087	\$ 4,544,073	\$ 4,715,702	\$ 7,714,837

Notes:

¹ The City and County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide data is presented.

City and County of Butte-Silver Bow, Montana
Changes in Net Assets - Business-type Activities - Percentage of Total
Last Nine Fiscal Years ¹
(accrual basis of accounting)

Fiscal Year Ended June 30, 2011									
Source	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses:									
Community facilities	0.7%	1.1%	0.6%	0.7%	1.0%	3.9%	0.7%	0.6%	0.6%
Home health	3.7%	3.6%	3.4%	3.4%	3.6%	3.3%	3.5%	3.3%	2.9%
Small business incubator	1.2%	1.2%	1.1%	1.3%	1.2%	1.1%	1.1%	1.2%	1.1%
Water utility division	53.0%	51.2%	49.3%	51.1%	51.4%	50.4%	52.3%	51.8%	52.5%
Metro sewer operations	23.5%	23.3%	23.4%	25.2%	25.8%	24.3%	25.1%	25.0%	24.9%
Solid waste	13.8%	13.5%	13.2%	13.6%	13.8%	14.8%	14.9%	15.8%	14.7%
Silver lake water system	1.7%	2.9%	4.2%	3.8%	2.4%	1.6%	1.7%	1.7%	2.8%
Water distribution systems improvements	2.2%	2.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
MSE-TA mariah project	0.2%	0.2%	3.6%	0.0%	0.0%	0.0%	0.0%	0.0%	0.0%
MR infrastructure project	0.0%	1.0%	1.2%	0.9%	0.7%	0.6%	0.6%	0.6%	0.6%
Total Expenses	100.0%								
Program Revenues:									
Charges for services:									
Water utility division	47.1%	44.3%	42.0%	43.2%	45.0%	41.8%	39.7%	36.8%	27.8%
Metro sewer operations	21.8%	20.8%	20.0%	19.3%	20.1%	18.5%	17.5%	17.0%	13.6%
Solid waste	15.6%	14.9%	15.6%	14.6%	15.8%	15.4%	13.9%	14.6%	13.4%
Other activities	7.3%	11.3%	12.5%	11.9%	11.5%	5.1%	4.2%	3.9%	5.7%
Operating grants and contributions	0.0%	1.3%	1.6%	0.1%	7.7%	19.2%	24.7%	27.7%	0.0%
Capital grants and contributions	8.2%	7.4%	8.3%	10.9%	0.0%	0.0%	0.0%	0.0%	39.5%
Total Program Revenues	100.0%								

Notes:

¹ The City and County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide data is presented.

City and County of Butte-Silver Bow, Montana
Changes in Net Assets - Total
Last Nine Fiscal Years¹
(accrual basis of accounting)

Fiscal Year Ended June 30, 2011

Source	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenses:									
Governmental activities ²	\$ 31,585,597	\$ 35,325,920	\$ 33,970,678	\$ 37,617,332	\$ 42,199,989	\$ 42,828,139	\$ 46,207,295	\$ 47,871,373	\$ 51,010,030
Business-type activities ³	11,887,549	12,661,855	13,412,425	13,274,825	13,353,681	14,186,395	13,599,648	13,810,555	14,799,447
Total Expenses	43,473,146	47,987,775	47,383,103	50,892,157	55,553,670	57,014,534	59,806,943	61,681,928	65,809,477
Program Revenues:									
Governmental activities ²	19,132,542	19,721,648	19,849,763	23,671,862	23,393,702	19,946,763	23,361,978	23,212,030	26,048,427
Business-type activities ³	14,228,392	15,575,599	15,665,199	16,232,642	15,616,040	16,954,226	17,876,406	18,491,313	21,980,846
Total Program Revenues	33,360,934	35,297,247	35,514,962	39,904,504	39,009,742	36,900,989	41,238,384	41,703,343	48,029,273
Net (Expense) Revenue	(10,112,212)	(12,690,528)	(11,868,141)	(10,987,653)	(16,543,928)	(20,113,545)	(18,568,559)	(19,978,585)	(17,780,204)
General Revenues and Transfers:									
Governmental activities ²	20,425,975	21,893,107	18,989,084	21,502,134	27,116,554	27,027,360	25,643,193	28,330,013	29,965,391
Business-type activities ³	243,510	70,731	34,545	461,028	808,404	785,256	267,315	34,944	533,438
Total General Revenues and Transfers	20,669,485	21,963,838	19,023,629	21,963,162	27,924,958	27,812,616	25,910,508	28,364,957	30,498,829
Change in Net Assets	\$ 10,557,273	\$ 9,273,310	\$ 7,155,488	\$ 10,975,509	\$ 11,381,030	\$ 7,699,071	\$ 7,341,949	\$ 8,386,372	\$ 12,718,625

Notes:

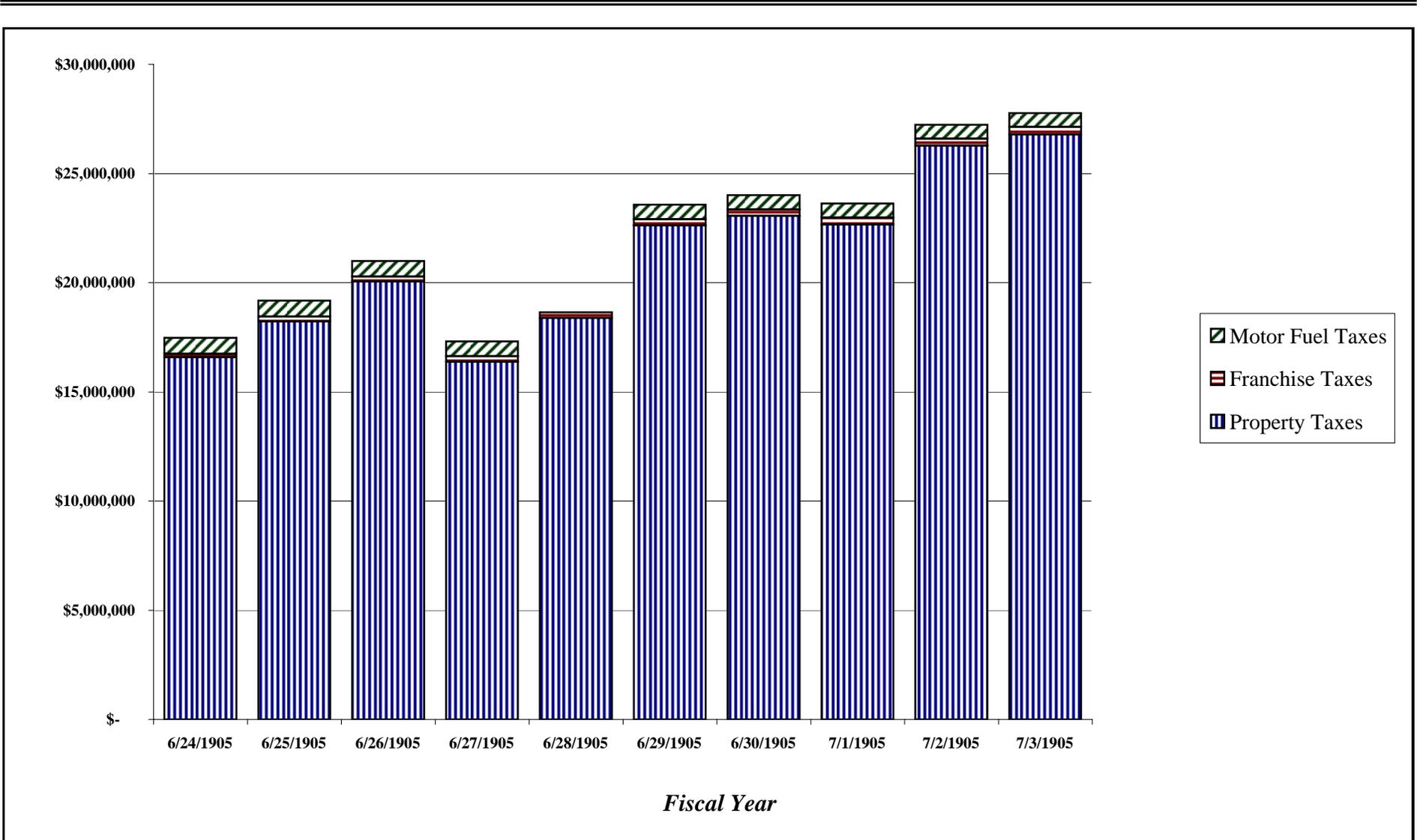
¹ The City and County implemented GASB Statement No. 34 in fiscal year 2003, therefore, only nine years of government-wide data is presented.

City and County of Butte-Silver Bow, Montana
Tax Revenues by Source - Governmental Funds
Last Ten Fiscal Years
(accrual basis of accounting)

Amounts				
Fiscal Year Ended June 30,	Property	Franchise	Motor Fuel	Total
2002	16,591,649	148,422	732,335	17,472,406
2003	18,231,045	216,207	731,704	19,178,956
2004	20,057,184	228,647	706,957	20,992,788
2005	16,387,508	240,923	685,844	17,314,275
2006	18,382,499	261,119	668,036	19,311,654
2007	22,622,589	288,216	665,350	23,576,155
2008	23,056,407	300,714	656,136	24,013,257
2009	22,661,639	321,282	643,665	23,626,586
2010	26,272,299	330,218	631,574	26,602,517
2011	26,787,812	350,428	625,158	27,763,398
 <i>Percentage Change</i>				
<i>In Dollars Over</i>				
<i>10 Years ago</i>				
	61.5%	136.1%	-14.6%	58.9%
Percentage of Total				
Fiscal Year Ended June 30,	Property	Franchise	Motor Fuel	Total
2002	95.0%	0.8%	4.2%	100.0%
2003	95.1%	1.1%	3.8%	100.0%
2004	95.5%	1.1%	3.4%	100.0%
2005	94.6%	1.4%	4.0%	100.0%
2006	95.2%	1.4%	3.5%	100.0%
2007	96.0%	1.2%	2.8%	100.0%
2008	96.0%	1.3%	2.7%	100.0%
2009	95.9%	1.4%	2.7%	100.0%
2010	98.8%	1.2%	2.4%	100.0%
2011	96.5%	1.3%	2.3%	100.0%

Data Source:
Applicable years' comprehensive annual financial report.

City and County of Butte-Silver Bow, Montana
Chart-Tax Revenues by Source - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)



City and County of Butte-Silver Bow, Montana
Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	June 30, 2011									
	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Fund										
Reserved	\$ 1,896,150	\$ 1,614,326	\$ -	\$ 1,010,921	\$ 1,301,210	\$ 1,374,435	\$ 1,850,364	\$ 2,146,461	\$ 1,869,470	\$ 1,472,578
Unreserved	5,656,324	4,923,356	7,069,850	4,839,324	4,922,303	5,100,825	4,583,046	4,193,244	4,606,908	4,870,939
Subtotal General Fund	<u>7,552,474</u>	<u>6,537,682</u>	<u>7,069,850</u>	<u>5,850,245</u>	<u>6,223,513</u>	<u>6,475,260</u>	<u>6,433,410</u>	<u>6,339,705</u>	<u>6,476,378</u>	<u>6,343,517</u>
General Fund Percentage Change	<u>16.0%</u>	<u>-13.4%</u>	<u>8.1% #</u>	<u>-17.3%</u>	<u>6.4%</u>	<u>4.0%</u>	<u>-0.6%</u>	<u>-1.5%</u>	<u>2.2%</u>	<u>-2.1%</u>
All Other Governmental Funds										
Reserved	14,065,494	16,717,068	7,631,881	7,740,375	9,949,927	8,464,836	10,151,918	11,988,488	14,031,410	36,422,282
Unreserved										
Special Revenue Funds ¹	9,889,817	10,127,987	19,358,505	21,043,519	20,901,824	28,613,794	29,235,044	27,031,863	24,767,997	(1,344,413)
Debt Service Funds	-	-	-	-	-	-	-	-	-	-
Capital Projects Fund	2,842,386	11,083,586	4,464,972	4,220,666	4,287,624	4,375,157	4,351,734	9,754,832	5,320,398	-
Subtotal All Other Governmental Funds	<u>26,797,697</u>	<u>37,928,641</u>	<u>31,455,358</u>	<u>33,004,560</u>	<u>35,139,375</u>	<u>41,453,787</u>	<u>43,738,696</u>	<u>48,775,183</u>	<u>44,119,805</u>	<u>35,077,869</u>
Total Governmental Funds										
Reserved	15,961,644	18,331,394	7,631,881	8,751,296	11,251,137	9,839,271	12,002,282	14,134,949	15,900,880	37,894,860
Unreserved	18,388,527	26,134,929	30,893,327	30,103,509	30,111,751	38,089,776	38,169,824	40,979,939	34,695,303	3,526,526
Total Governmental Funds	<u>\$ 34,350,171</u>	<u>\$ 44,466,323</u>	<u>\$ 38,525,208</u>	<u>\$ 38,854,805</u>	<u>\$ 41,362,888</u>	<u>\$ 47,929,047</u>	<u>\$ 50,172,106</u>	<u>\$ 55,114,888</u>	<u>\$ 50,596,183</u>	<u>\$ 41,421,386</u>
All Governmental Funds Percentage Change	<u>1.8%</u>	<u>29.5%</u>	<u>-13.4%</u>	<u>0.9%</u>	<u>6.5%</u>	<u>15.9%</u>	<u>4.7%</u>	<u>9.9%</u>	<u>-8.2%</u>	<u>-18.1%</u>

Notes:

¹ In fiscal year 2007, the City and County received a \$5 million contribution from ARCO, which was unspent at June 30, 2007.

City and County of Butte-Silver Bow, Montana
General Governmental Revenues by Source (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

For the Fiscal Year Ended June 30, 2011

Source	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Revenues:										
Taxes	\$ 16,591,649	\$ 17,914,887	\$ 20,443,558	\$ 16,542,024	\$ 17,926,699	\$ 21,278,904	\$ 21,626,722	\$ 24,857,438	\$25,497,819	\$ 27,298,789
Licenses and permits	609,549	642,358	658,653	713,484	774,343	805,522	877,399	830,666	928,139	915,665
Intergovernmental	11,956,307	10,193,270	10,477,598	11,162,197	12,211,119	10,294,681	12,176,008	14,385,583	13,508,268	14,960,261
Charges for services	1,960,056	1,883,086	2,156,006	1,786,644	2,065,963	2,048,223	2,044,757	5,615,561	5,483,436	5,688,730
Fines and forfeitures	641,242	717,581	815,727	671,442	604,964	582,229	643,978	632,353	675,297	604,083
Special assessments	1,109,032	1,110,766	1,180,835	1,245,539	1,181,701	1,259,772	1,306,335	1,287,271	1,375,779	1,383,897
Health insurance contributions	2,092,903	2,100,952	2,318,251	2,612,512	2,842,499	2,895,136	3,175,460	3,213,761	3,295,629	3,276,856
Other grants and donations	827,582	774,183	709,832	829,506	1,589,605	6,840,412	703,469	1,370,834	1,683,976	3,518,458
Letter of credit in lieu of taxes	-	1,710,322	955,116	867,569	2,503,021	260,560	352,075	-	-	-
Investment earnings	1,212,518	913,868	480,857	1,076,240	1,758,247	2,504,774	2,145,787	937,855	396,421	355,257
Miscellaneous	433,534	214,615	223,945	335,503	225,007	378,402	567,440	809,217	1,080,856	1,591,208
Total Revenues	37,434,372	38,175,888	40,420,378	37,842,660	43,683,168	49,148,615	45,619,430	53,940,539	53,925,620	59,593,204
% change from prior year	7.2%	2.0%	5.9%	-6.4%	15.4%	12.5%	-7.2%	18.2%	0.0%	10.5%
Taxes	44.3%	46.9%	50.6%	43.7%	41.0%	43.3%	47.4%	46.1%	47.3%	45.8%
Licenses and permits	1.6%	1.7%	1.6%	1.9%	1.8%	1.6%	1.9%	1.5%	1.7%	1.5%
Intergovernmental	31.9%	26.7%	25.9%	29.5%	28.0%	20.9%	26.7%	26.7%	25.0%	25.1%
Charges for services	5.2%	4.9%	5.3%	4.7%	4.7%	4.2%	4.5%	10.4%	10.2%	9.5%
Fines and forfeitures	1.7%	1.9%	2.0%	1.8%	1.4%	1.2%	1.4%	1.2%	1.3%	1.0%
Special assessments	3.0%	2.9%	2.9%	3.3%	2.7%	2.6%	2.9%	2.4%	2.6%	2.3%
Health insurance contributions	5.6%	5.5%	5.7%	6.9%	6.5%	5.9%	7.0%	6.0%	6.1%	5.5%
Other grants and donations	2.2%	2.0%	1.8%	2.2%	3.6%	13.9%	1.5%	2.5%	3.1%	5.9%
Letter of credit in lieu of taxes	0.0%	4.5%	2.4%	2.3%	5.7%	0.5%	0.8%	0.0%	0.0%	0.0%
Investment earnings	3.2%	2.4%	1.2%	2.8%	4.0%	5.1%	4.7%	1.7%	0.7%	0.6%
Miscellaneous	1.2%	0.6%	0.6%	0.9%	0.5%	0.8%	1.2%	1.5%	2.0%	2.7%
Total revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%

Notes:¹ Includes all governmental fund**Data Source:**

Applicable years' comprehensive

City and County of Butte-Silver Bow, Montana
General Governmental Expenditures by Function (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

For the Fiscal Year Ended June 30, 2011										
Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenditures:										
Current:										
General government	\$ 6,824,045	\$ 6,469,559	\$ 7,562,354	\$ 8,483,889	\$ 8,953,630	\$ 9,481,676	\$ 10,018,640	\$ 10,457,497	\$ 11,458,574	\$ 12,474,199
Public safety	8,539,499	8,955,757	9,978,594	9,699,778	10,197,642	10,876,965	12,311,497	13,161,267	12,997,523	13,509,599
Public works	3,751,730	3,915,817	4,473,862	4,174,413	4,576,959	4,866,008	5,413,879	5,777,139	5,878,676	5,853,713
Public health	2,570,134	2,465,793	2,553,622	2,680,162	2,890,485	3,010,363	3,423,381	4,078,925	4,398,727	4,314,569
Social and economic services	189,653	171,391	194,230	179,334	199,749	201,889	213,651	234,981	232,947	244,450
Culture and recreation	2,069,003	1,964,093	1,996,867	2,005,594	2,161,833	2,344,638	2,563,341	2,594,179	2,823,045	2,985,930
Housing and community development	1,416,698	1,158,655	2,932,454	1,564,992	2,998,699	5,409,237	3,083,104	3,218,235	2,637,652	4,977,792
Total Current	25,360,762	25,101,065	29,691,983	28,788,162	31,978,997	36,190,776	37,027,493	39,522,223	40,427,144	44,360,252
% Change From Prior Year	5.8%	-1.0%	18.3%	-3.0%	11.1%	13.2%	2.3%	6.7%	2.3%	9.7%
Capital Outlay	3,565,061	6,029,366	8,611,622	2,486,879	3,373,209	3,911,062	2,430,736	9,009,423	9,109,766	6,025,536
% Change From Prior Year	9.6%	69.1%	42.8%	-71.1%	35.6%	15.9%	-37.8%	270.6%	1.1%	-33.9%
Debt Service²										
Principal	8,728,751	8,131,939	8,157,860	6,147,031	5,668,811	3,069,620	3,047,950	2,777,083	3,730,440	4,082,022
Interest and fees	1,170,256	1,302,799	531,293	505,979	537,306	2,304,627	2,180,758	2,121,027	2,132,612	1,890,566
Bond issuance costs	-	-	-	-	-	-	-	193,760	-	272,160
Total Debt Service	9,899,007	9,434,738	8,689,153	6,653,010	6,206,117	5,374,247	5,228,708	5,091,870	5,863,052	6,244,748
% Change From Prior Year	-5.2%	-4.7%	-7.9%	-23.4%	-6.7%	-13.4%	-2.7%	-2.6%	15.1%	6.5%
Total Expenditures	38,824,830	40,565,169	46,992,758	37,928,051	41,558,323	45,476,085	44,686,937	53,623,516	55,399,962	56,630,536
Debt Service as a % of Noncapital Expenditures	28.1%	27.3%	22.6%	18.8%	16.3%	12.9%	12.4%	11.0%	12.7%	11.8%

Notes:

¹ Includes all governmental fund types.

² The classification between principal and interest is not available for fiscal years 1999-2006.

Data Source:

Applicable years' comprehensive annual

City and County of Butte-Silver Bow, Montana
General Governmental Current Expenditures by Function (Unaudited) ¹
Last Ten Fiscal Years
(modified accrual basis of accounting)

For the Fiscal Year Ended June 30, 2011

Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Expenditures:										
Current:										
General government	\$ 6,824,045	\$ 6,469,559	\$ 7,562,354	\$ 8,483,889	\$ 8,953,630	\$ 9,481,676	\$ 10,018,640	\$ 10,457,497	\$ 11,458,574	\$ 12,474,199
Public safety	8,539,499	8,955,757	9,978,594	9,699,778	10,197,642	10,876,965	12,311,497	13,161,267	12,997,523	13,509,599
Public works	3,751,730	3,915,817	4,473,862	4,174,413	4,576,959	4,866,008	5,413,879	5,777,139	5,878,676	5,853,713
Public health	2,570,134	2,465,793	2,553,622	2,680,162	2,890,485	3,010,363	3,423,381	4,078,925	4,398,727	4,314,569
Social and economic services	189,653	171,391	194,230	179,334	199,749	201,889	213,651	234,981	232,947	244,450
Culture and recreation	2,069,003	1,964,093	1,996,867	2,005,594	2,161,833	2,344,638	2,563,341	2,594,179	2,823,045	2,985,930
Housing and community development	1,416,698	1,158,655	2,932,454	1,564,992	2,998,699	5,409,237	3,083,104	3,218,235	2,637,652	4,977,792
Total Current	\$ 25,360,762	\$ 25,101,065	\$ 29,691,983	\$ 28,788,162	\$ 31,978,997	\$ 36,190,776	\$ 37,027,493	\$ 39,522,223	\$ 40,427,144	\$ 44,360,252
Current:										
General government	26.9%	25.8%	25.5%	29.5%	28.0%	26.2%	27.1%	26.5%	28.3%	28.1%
Public safety	33.7%	35.7%	33.6%	33.7%	31.9%	30.1%	33.2%	33.3%	32.2%	30.5%
Public works	14.8%	15.6%	15.1%	14.5%	14.3%	13.4%	14.6%	14.6%	14.5%	13.2%
Public health	10.1%	9.8%	8.6%	9.3%	9.0%	8.3%	9.2%	10.3%	10.9%	9.7%
Social and economic services	0.7%	0.7%	0.7%	0.6%	0.6%	0.6%	0.6%	0.6%	0.6%	0.6%
Culture and recreation	8.2%	7.8%	6.7%	7.0%	6.8%	6.5%	6.9%	6.6%	7.0%	6.7%
Housing and community development	5.6%	4.6%	9.9%	5.4%	9.4%	14.9%	8.3%	8.1%	6.5%	11.2%
Total Current	100.0%									

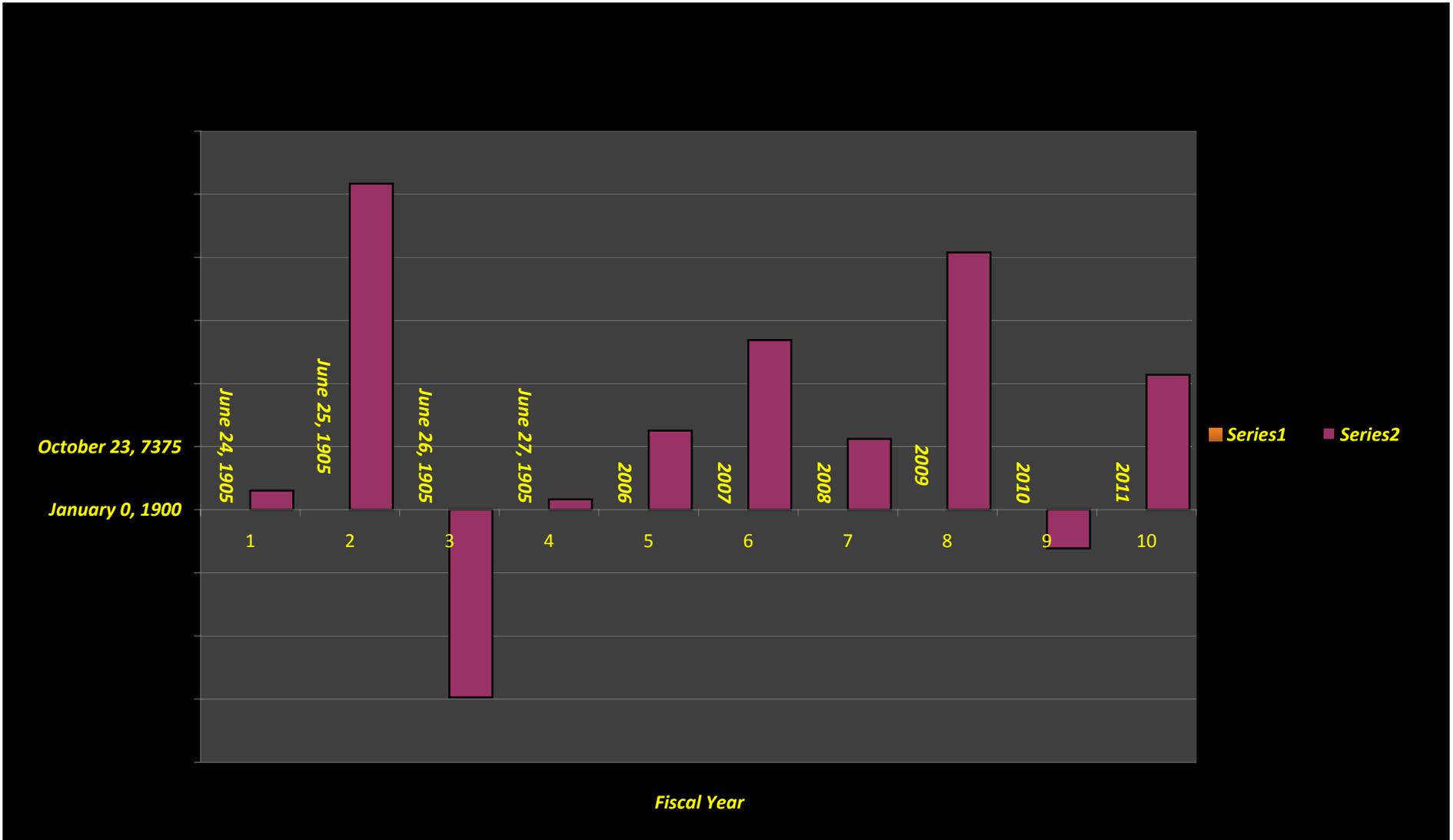
City and County of Butte-Silver Bow, Montana
Changes in Fund Balances - Governmental Funds

Last Ten Fiscal Years

(modified accrual basis of accounting)

	2002	2003	2004	2005	2006	2007	2008	2009 0	2010	2011
Total Revenues - Exhibit IX	\$ 37,434,372	\$ 38,175,888	\$ 40,420,378	\$ 37,842,660	\$ 43,683,168	\$ 49,148,615	\$ 45,619,430	\$ 53,940,539	\$ 53,925,620	\$ 59,593,204
Total Expenditures - Exhibit X	38,824,830	40,565,169	46,992,758	37,928,051	41,558,323	45,476,085	44,686,937	53,623,516	55,399,962	56,630,536
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,390,458)	(2,389,281)	(6,572,380)	(85,391)	2,124,845	3,672,530	932,493	317,023	(1,474,342)	2,962,668
Other Financing Sources (Uses)										
Installment contract inception	-	-	-	-	-	-	-	-	-	-
Revenue bonds issued	-	-	-	-	-	-	-	-	-	-
General obligation bonds issued	-	12,574,000	-	-	-	-	978,554	7,500,000	-	978,554
Bond premiums	-	-	-	-	-	-	-	124,635	-	-
General obligation notes issues	-	-	-	-	-	1,432,989	33,067	-	-	33,067
Insurance reimbursement	19,760	15,780	-	-	-	96,663	-	9,110	3,000	-
Special improvement district bonds issued	-	-	400,000	-	-	-	-	-	-	-
Advance letter of credit	1,738,647	-	-	-	-	-	-	-	-	-
Sale of capital assets	-	-	-	25,612	-	-	-	-	2,000	-
Transfers in	9,292,293	9,606,428	13,056,293	6,324,257	5,837,567	10,173,684	6,340,104	6,918,720	6,979,676	6,340,104
Transfers out	(9,052,436)	(9,475,566)	(12,825,028)	(5,934,880)	(5,454,329)	(9,997,919)	(6,041,159)	(6,712,946)	(6,733,411)	(6,041,159)
Total Other Financing Sources (Uses)	1,998,264	12,720,642	631,265	414,989	383,238	1,705,417	1,310,566	7,839,519	251,265	1,310,566
Net Change in Fund Balances	\$ 607,806	\$ 10,331,361	\$ (5,941,115)	\$ 329,598	\$ 2,508,083	\$ 5,377,947	\$ 2,243,059	\$ 8,156,542	\$ (1,223,077)	\$ 4,273,234

City and County of Butte-Silver Bow, Montana
Chart-Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)



City and County of Butte-Silver Bow, Montana
Assessed Market Value
Last Ten Fiscal Years

Fiscal Year Ending June 30,	Tax Year	Real Property	Mobile Home	Personal Property	Motor Vehicle	Less: Tax Exempt Property	Total Assessed Market Value	Total Direct Tax Rate¹
2002	2001	1,565,937,536	10,749,471	35,302,695	1,736	50,859,744	1,561,131,694	184.05
2003	2002	1,510,197,258	10,485,852	33,436,423	1,428	50,303,459	1,503,817,502	219.00
2004	2003	1,522,233,956	10,397,595	28,527,746	1,255	47,796,617	1,513,363,935	223.62
2005	2004	1,317,164,163	11,041,565	29,773,087	2,260	50,317,847	1,307,663,228	242.54
2006	2005	1,560,551,015	10,199,975	28,719,197	94,240	53,134,397	1,546,430,030	255.20
2007	2006	1,817,623,590	10,939,722	29,215,183	65,375	58,140,238	1,799,703,632	302.27
2008	2007	1,994,573,633	10,388,921	31,971,153	76,284	59,146,227	1,977,863,764	298.00
2009	2008	2,104,765,106	10,373,592	36,058,107	72,795	64,113,888	2,087,155,712	296.66
2010	2009	2,647,331,033	10,001,273	35,204,322	72,798	78,211,071	2,614,398,355	349.84
2011	2010	2,484,377,269	9,697,511	39,178,191	50,229	84,798,691	2,448,504,509	351.28
% Change from 2001 to 2010		58.7%	-9.8%	11.0%	2793.4%	66.7%	56.8%	90.9%
2002	2001	97.1%	0.7%	2.2%	0.0%		100.0%	
2003	2002	97.2%	0.7%	2.2%	0.0%		100.0%	
2004	2003	97.5%	0.7%	1.8%	0.0%		100.0%	
2005	2004	97.0%	0.8%	2.2%	0.0%		100.0%	
2006	2005	97.6%	0.6%	1.8%	0.0%		100.0%	
2007	2006	97.8%	0.6%	1.6%	0.0%		100.0%	
2008	2007	97.9%	0.5%	1.6%	0.0%		100.0%	
2009	2008	97.8%	0.5%	1.7%	0.0%		100.0%	
2010	2009	98.3%	0.4%	1.3%	0.0%		100.0%	
2011	2010	98.1%	0.4%	1.5%	0.0%		100.0%	

1: These are the number of mills levied to provide funding for local government operations

Source: Mt Dept of Revenue; Butte-Silver Bow Budget Office

City and County of Butte-Silver Bow, Montana
Direct and Overlapping Property Tax Rates ¹
Last Ten Fiscal Years

Fiscal Year	Direct Rate			Overlapping Rates ²			
	Operating	Debt Service	Total	School District			Special Districts
				Operating	Debt Service	Total	
2002	182.03	2.02	184.05	326.95	12.67	339.62	20.95
2003	190.60	28.40	219.00	349.08	12.53	361.61	21.49
2004	211.18	12.44	223.62	327.34	14.87	342.21	23.13
2005	217.71	24.83	242.54	394.62	18.49	413.11	25.80
2006	230.84	24.36	255.20	365.21	16.79	382.00	26.26
2007	279.50	22.77	302.27	369.47	15.52	384.99	26.02
2008	272.77	25.23	298.00	356.67	14.98	371.65	25.51
2009	278.24	18.42	296.66	367.66	1.00	368.66	25.26
2010	320.67	29.17	349.84	353.80	15.32	369.12	25.39
2011	322.67	28.61	351.28	332.36	13.43	345.79	23.60
% Change From 2002-2011	77.3%	1316.3%	90.9%	1.7%	6.0%	1.8%	12.6%

Notes:

¹ Tax rates expressed in rate per \$1,000 of annual taxes values (i.e., mills).

² Overlapping rates are those of governments that overlap the City and County's geographic boundaries.

Data Source:

City and County Budget Office

City and County of Butte-Silver Bow, Montana
Principal Property Taxpayers
Current Year and Ten Years Ago

2011				2001			
Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value	Principal Taxpayer	Taxable Assessed Value	Rank	Percentage of Total Taxable Assessed Value
Montana Resources, Inc. REC ^(Formerly ASiMI) 1	\$ 11,196,487	1	17.06%	Montana Power Company ²	\$ 9,968,156	1	16.72%
Northwestern Energy ¹	8,464,596	3	12.90%	ASiMI ¹	9,938,189	2	16.67%
Basin Creek Equity Partners, LLC	1,193,726	4	1.82%	Sumitomo Bank Capital Markets Inc	3,377,725	3	5.66%
Bresnan Broadband	900,361	5	1.37%	Montana Resources, Inc.	3,044,294	4	5.11%
Qwest Corporation	888,773	6	1.35%	Qwest Corporation	1,124,484	5	1.89%
Praxair, Inc. - REC Affiliated ¹	841,927	7	1.28%	TRI Touch America, Inc.	500,874	6	0.84%
Verizon Wireless	394,027	8	0.60%	Hyman David L. & Anne Trustees	355,442	7	0.60%
BRE/SW Big Sky LLC	322,843	9	0.49%	Praxair, Inc. ¹	297,971	8	0.50%
Wal-mart Real Estate Business	310,128	10	0.47%	Sky West Airlines	295,358	9	0.50%
				Wal-mart Real Estate Business	206,463	10	0.35%
Total Principal Taxpayers	35,232,597		53.68%	Total Principal Taxpayers	29,108,956		48.82%
All Other Taxpayers	30,397,541		46.32%	All Other Taxpayers	30,518,174		51.18%
Total	<u>\$ 65,630,138</u>		<u>100.00%</u>	Total	<u>\$ 59,627,130</u>		<u>100.00%</u>

Notes:

¹ Taxable valuation lies in whole or in part in the Urban Revitalization District or Tax Increment Financing District.

² Acquired by Northwestern Energy, LLC in 2002.

Data Source:

City and County Tax Records

City and County of Butte-Silver Bow, Montana
Property Tax Levies and Collections ¹
Last Ten Fiscal Years

Fiscal Year Ended June 30,	Taxes Levied for the Fiscal Year	Collected Within the Fiscal Year of the Levy		Collections in Subsequent Years ^{2,3}	Total Collections to Date		Total Uncollected Taxes	
		Amount	Percentage of Levy		Amount	Percentage of Levy	Amount	Percentage of Levy
2002	8,286,848	7,505,277	90.57%	348,000	7,853,277	94.77%	433,571	5.23%
2003	9,145,764	8,383,279	91.66%	454,256	8,837,535	96.63%	308,229	3.37%
2004	10,814,847	10,027,701	92.72%	507,638	10,535,339	97.42%	279,508	2.58%
2005	9,137,671	8,346,991	91.35%	532,136	8,879,127	97.17%	258,544	2.83%
2006	10,693,128	9,591,368	89.70%	662,712	10,254,080	95.89%	439,048	4.11%
2007	13,693,649	12,953,606	94.60%	697,894	13,651,500	99.69%	42,149	0.31%
2008	14,095,937	13,537,503	96.04%	524,801	14,062,304	99.76%	33,633	0.24%
2009	14,771,870	13,554,188	91.76%	1,613,353	15,167,541	102.68%	n/a	n/a
2010	18,942,264	17,163,977	90.61%	657,720	17,821,697	94.08%	1,120,567	5.92%
2011	17,425,405	17,133,348	98.32%	2,109,788	19,243,136	110.43%	n/a	n/a

Notes:

¹ Does not include Tax Increment Financing Industrial Districts or Urban Revitalization Agency Districts.

² The City and County did not implement GASB Statement No. 44, retroactively.

³ Delinquent tax collections are reported in the year collected.

Data Source:

City and County Tax Collection Records

City and County of Butte-Silver Bow, Montana
Ratios of Total Debt Outstanding by Type ¹
Last Ten Fiscal Years

Fiscal Year	Governmental Activities					Business-type Activities				Total	Percentage of Personal Income ²	2011 Population ²	Debt Per Capita
	General Obligation Bonds ³	Special Assessment Bonds	Capital Leases	Notes & Loans	Sewer Bonds	Water Bonds	Solid Waste Bonds	Notes & Loans					
2002	2,240,000	-	866,372	1,417,650	1,344,390	21,640,000	2,005,000	492,975	30,006,387	3.48%	33,431	898	
2003	14,734,000	-	861,116	1,187,075	894,408	20,415,000	1,890,000	326,644	40,308,243	4.46%	33,193	1,214	
2004	14,090,000	400,000	683,716	943,718	-	18,490,000	1,765,000	2,053,957	38,426,391	3.98%	33,038	1,163	
2005	13,590,000	380,000	499,180	687,860	-	17,040,000	1,635,000	1,287,274	35,119,314	3.41%	32,076	1,095	
2006	13,060,000	350,000	473,149	481,504	-	15,565,000	1,495,000	385,885	31,810,538	2.91%	32,982	964	
2007	12,510,000	315,000	445,705	1,762,317	-	13,243,800	-	78,130	28,354,952	2.44%	33,905	836	
2008	12,887,058	280,000	416,774	1,512,861	-	11,751,863	-	39,065	26,887,621	1.96%	32,486	828	
2009	19,806,671	240,000	386,274	1,256,492	-	9,008,158	-	-	30,697,595	2.62%	32,602	942	
2010	18,811,630	200,000	354,120	988,420	-	8,354,837	-	-	28,709,007	2.33%	32,949	871	
2011	17,851,416	155,000	320,223	815,507	-	6,772,316	-	-	25,914,462	2.08%	34,234	757	

Notes:

¹ Details regarding the City and County's outstanding debt can be found in the notes to the basic financial statements.

³ Beginning in fiscal year 2007, unamortized bond discounts and bond premiums are adjusted through the bonds payable.

Data Source:

² Exhibit XXII

City and County of Butte-Silver Bow, Montana
 Ratio of General Bonded Debt Outstanding
 Last Ten Fiscal Years

Fiscal Year Year	General Obligation Bonds	Less: Amounts Available in Debt Service Funds	Total	Population ¹	Assessed Market Value ²	Percentage of Assessed Market Value of Property	Debt Per Capita
2002	2,240,000	10,897	2,229,103	33,431	\$ 1,561,131,694	0.14%	67
2003	14,734,000	699,025	14,034,975	33,193	\$ 1,503,817,502	0.93%	423
2004	14,090,000	180,085	13,909,915	33,038	\$ 1,513,363,935	0.92%	421
2005	13,590,000	91,492	13,498,508	32,076	\$ 1,307,663,228	1.03%	421
2006	13,060,000	88,995	12,971,005	32,982	\$ 1,546,430,030	0.84%	393
2007	12,510,000	370,227	12,139,773	33,905	\$ 1,799,703,632	0.67%	358
2008	12,887,058	468,545	12,418,513	32,486	\$ 1,977,863,764	0.63%	382
2009	19,806,671	206,511	19,600,160	32,602	\$ 2,087,155,712	0.94%	601
2010	18,811,630	89,377	18,722,253	32,949	\$ 2,614,398,355	0.72%	568
2011	17,851,416	163,220	17,688,196	34,234	\$ 2,448,504,509	0.72%	517

Data Source:¹ Exhibit XXII² Exhibit XIII

City and County of Butte-Silver Bow, Montana
 Governmental Activities Direct and Overlapping Debt
 June 30, 2011

Governmental Unit	Debt Outstanding	Estimated Percentage Applicable ²	Estimated Share of Overlapping Debt
Debt Repaid With Property Taxes			
Overlapping Debt ¹			
Butte School District Number One, Montana ³	\$ -	100.0%	\$ -
City and County Direct Debt			
General obligation bonds	17,851,416		
Special assessment bonds	155,000		
Capital leases	320,223		
Notes and loans	<u>815,507</u>		
Total City and County Direct Debt	<u>\$ 19,142,146</u>	100.0%	<u>19,142,146</u>
Total Direct and Overlapping Debt			<u>\$ 19,142,146</u>

Notes:

¹ Overlapping governments are those that coincide, at least in part, with the geographic boundaries of the City and County.

² For debt repaid with property taxes, the percentage of overlapping debt applicable is estimated using taxable assessed property values. Applicable percentages were estimated by determining the portion of another government's taxable assessed value that is within the City's boundaries and dividing it by the City and County's total taxable assessed value.

Data Source:

³ Butte School District Number One, Montana

City and County of Butte-Silver Bow, Montana
Legal Debt Margin
Last Ten Fiscal Years

June 30, 2011

	<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>	<u>2011</u>
Legal Debt Margin										2011
Debt limit (2.5% of total assessed value)	\$ 27,281,132	\$ 26,505,642	\$ 26,865,022	\$ 29,021,581	\$ 38,500,598	\$ 40,702,665	\$ 49,237,905	\$ 52,178,893	\$ 65,359,959	\$ 61,212,613
Net debt applicable to limit:	<u>4,204,272</u>	<u>15,774,399</u>	<u>14,978,823</u>	<u>14,305,550</u>	<u>13,575,657</u>	<u>12,510,000</u>	<u>12,887,058</u>	<u>19,806,671</u>	<u>18,811,630</u>	<u>17,851,416</u>
Legal debt margin	<u>\$ 23,076,860</u>	<u>\$ 10,731,243</u>	<u>\$ 11,886,199</u>	<u>\$ 14,716,031</u>	<u>\$ 24,924,941</u>	<u>\$ 28,192,665</u>	<u>\$ 36,350,847</u>	<u>\$ 32,372,222</u>	<u>\$ 46,548,329</u>	<u>\$ 43,361,197</u>
As a percentage of debt limit	<u>84.59%</u>	<u>40.49%</u>	<u>44.24%</u>	<u>50.71%</u>	<u>64.74%</u>	<u>69.26%</u>	<u>73.83%</u>	<u>62.04%</u>	<u>71.22%</u>	<u>70.84%</u>

Legal Debt Margin Calculation for Fiscal Year 2010

Total assessed value	\$ 2,448,504,509
Debt limit (2.5% of total assessed value)	<u>\$ 61,212,613</u>
Total bonded debt	18,006,416
Less special assesment bonds	<u>(155,000)</u>
Total debt applicable to limitation	<u>17,851,416</u>
Total legal debt margin	<u>\$ 43,361,197</u>

City and County of Butte-Silver Bow
Schedule of Revenue Bond Coverage
Last Ten Fiscal Years

Solid Waste								
Fiscal Year	Operating Revenues	Operating Expenses	Less Depreciation & Amortization	Net Revenue Available for Debt Service	Principal	Interest	Total	Times Coverage
2002	2,247,929	1,549,684	243,191	941,436	110,000	118,225	228,225	4.13
2003	2,243,208	1,523,616	290,383	1,009,975	115,000	112,015	227,015	4.45
2004	2,339,333	1,603,374	294,787	1,030,746	125,000	105,140	230,140	4.48
2005	2,447,010	1,675,952	275,824	1,046,882	130,000	97,860	227,860	4.59
2006	2,364,395	1,717,163	315,095	962,327	140,000	89,880	229,880	4.19
2007	2,462,087	1,847,420	296,559	911,226	1,495,000	-	1,495,000	0.61
2008 ¹	2,628,622	2,096,777	335,552	867,397	-	-	-	-
2009	3,177,883	3,415,305	652,535	415,113	-	-	-	-
2010	2,712,168	2,181,947	318,325	848,546	-	-	-	-
2011	3,158,051	3,686,852	798,156	269,355	-	-	-	-
Water Utility								
Fiscal Year	Operating Revenues	Operating Expenses	Less Depreciation & Amortization	Net Revenue Available for Debt Service	Principal	Interest	Total	Times Coverage
2002	6,710,741	4,984,220	1,515,612	3,242,133	1,170,000	1,093,322	2,263,322	1.43
2003	6,781,339	5,251,346	1,697,585	3,227,578	1,225,000	1,025,380	2,250,380	1.43
2004	6,967,125	5,557,567	1,786,537	3,196,095	1,290,000	912,074	2,202,074	1.45
2005	6,841,415	5,866,743	2,005,511	2,980,183	1,450,000	739,047	2,189,047	1.36
2006	7,017,603	6,084,499	2,147,751	3,080,855	1,475,000	688,882	2,163,882	1.42
2007	7,106,007	6,224,999	2,201,284	3,082,292	1,530,000	635,855	2,165,855	1.42
2008 ¹	7,258,140	6,572,564	2,267,677	2,953,253	1,595,000	564,359	2,159,359	1.37
2009	7,154,881	6,596,459	2,329,557	2,887,979	1,660,000	508,775	2,168,775	1.33
2010	6,904,199	6,867,426	2,582,629	2,619,402	1,580,000	274,425	1,854,425	1.41
2011	6,802,283	7,533,610	3,121,916	2,390,589	1,645,000	222,402	1,867,402	1.28

Notes:

¹ The revenue bonds were fully retired in fiscal year 2007.

Data Source:

Applicable years' comprehensive annual financial report.

City and County of Butte-Silver Bow, Montana
Demographic and Economic Statistics
Last Ten Years

Year	Population ¹	(in thousands of dollars) Personal Income ¹	Per Capita Income ¹			Median Age	City School Enrollment ³	Unemployment Rates ⁴		
			City & County	United States	County as a % of U.S.			City & County	State of Montana	United States
2002	33,431	861,938	25,783	30,795	84%	39.5	4,969	5.3%	4.5%	6.0%
2003	33,193	904,772	27,256	31,466	87%	37.5	4,912	4.9%	4.5%	6.5%
2004	33,038	964,483	29,163	33,090	88%	38.9	4,708	4.7%	4.2%	5.8%
2005	32,076	1,029,823	31,324	34,471	91%	38.9	4,676	4.1%	3.8%	5.2%
2006	32,982	1,094,702	33,641	35,919	94%	41.6	4,593	3.6%	3.3%	4.8%
2007	33,905	1,163,668	36,130	37,356	97%	41.6	4,431	3.3%	3.1%	4.7%
2008	32,486	1,372,284	38,376	40,941	94%	42.0	4,373	4.3%	4.1%	5.7%
2009	32,602	1,170,662	35,908	38,615	93%	42.0	4,323	6.1%	6.4%	9.7%
2010	32,949	1,234,337	34,622	40,166	86%	42.5	4,328	5.7%	7.2%	9.8%
2011	34,234	1,244,179	34,828	39,635	88%	41.8	4,227	7.1%	7.0%	9.3%

Data Sources:

¹ U.S. Bureau, of Census, <http://www.bea.gov/regional/reis/default.cfm?catable=CA1-3§ion=2> 2007 & 2008, management estimates, most current data available.

² Based upon management's estimates.

³ Butte School District Number One

⁴ Montana Department of Labor & Industry, not seasonally adjusted,
<http://www.ourfactyourfuture.org/cgi/dataanalysis/AreaSelection.asp?tableName=Labforce>

City and County of Butte-Silver Bow, Montana
Top Twenty Private Employers
Year Ended June 30, 2011

<u>COMPANY NAME</u>	<u>PRODUCT OR SERVICE</u>
Acadia Montana	Health Services
Advanced Silicon Materials	Polysilicon Production
Aware, Inc.	Human Services
Butte Sheltered Workshop	Retail
Butte Convalescent Center	Health Services
Community Counseling & Correctional Service	Adult Social Services
Community Health Center	Health Services
Easter Seals - Goodwill	Human Services
Harrington Restaurant Supply	Wholesale
Human Resources Council Dist XII (Headstart)	Human Services
Lady of the Rockies Rehab and Living Center	Health Services
Montana Resources	Mining
Northwestern Energy	Utilities
Optimum	Cable/Telecommunications
Safeway	Retail
Silver House	Mental Health Services
St. James Community Hospital	Health Services
Town Pump	Retail/Fuel Services
Wal-Mart	Retail
YMCA of Butte	Fitness

Source: Montana Department of Labor and Industry

Note: Due to confidentiality laws, top employer lists are provided in alphabetical order only. The listing cannot be ranked in order of employment and no employment data can be provided for individual businesses. Data is derived from the most current information available at this time.

City and County of Butte-Silver Bow, Montana
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

As of June 30, 2011										
Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
General Government	223	244	248	256	187	201	195	199	200	207
Public Safety										
Police										
Sheriff	1	1	1	1	1	1	1	1	1	1
Undersheriff	1	1	1	1	1	1	1	1	1	1
Officers	44	46	46	41	41	44	44	44	47	48
Civilians	17	16	17	21	21	20	21	21	22	21
Detention Officers	17	18	18	25	26	27	27	27	27	28
Fire										
Chief	1	1	1	1	1	1	1	1	1	1
Assistant Chief	1	1	1	1	1	1	1	1	1	1
Firefighters and Officers	31	31	31	30	30	32	32	32	31	30
Civilians	1	1	1	1	1	1	1	1	1	1
Highways and Streets										
Engineering	2	2	2	2	2	2	2	2	2	3
Maintenance	21	21	20	17	17	17	21	24	24	21
Sanitation	6	6	5	5	5	5	6	6	6	8
Culture and Recreation	8	8	8	7	7	10	8	8	8	8
Water	44	45	44	46	44	41	45	45	50	45
Sewer	27	27	27	27	27	25	28	28	26	27
Total	445	469	471	482	412	429	434	441	448	451
Percentage Change From Prior Year	-6.3%	5.4%	0.4%	2.3%	-14.5%	4.1%	1.2%	1.6% #	1.6%	0.7%

City and County of Butte-Silver Bow, Montana
Operating Indicators by Function/Program
Last Ten Fiscal Years

Fiscal Year Ended June 30, 2011										
Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Police										
Physical arrests	2,594	1,641	2,065	1,837	1,080	2,414	2,346	2,976	3,839	3,577
Parking violations	7,043	13,102	14,480	12,527	13,886	15,288	20,695	14,769	7,335	9,576
Traffic violations	4,228	5,540	5,502	3,958	2,589	4,273	5,195	5,401	4,350	3,848
Fire										
Inspections	155	161	149	152	168	125	117	132	177	185
Highway and streets										
Street resurfacing (miles)	2.9	2.9	2.9	2.9	2.9	4.0	3.5	4	6.8	6.1
Potholes repaired	1,400	1,400	1,400	1,400	1,400	1,500	2300	2500	2500	2800
Sanitation										
Refuse collected (tons/day)	188.13	178.20	190.18	238.30	207.77	219.93	232.77	233.43	176.59	207.34
Recyclables collected (tons/day)	22.32	21.55	22.27	25.37	25.31	23.49	27.26	24.56	20.92	21.43
Water										
Connections	11,969	11,962	11,950	11,953	11,983	11,971	12,273	12,313	12,358	12,399
Water main breaks	247	261	228	240	258	200	268	284	240	232
Average daily consumption (thousands of gallons)	6,740	7,310	6,950	7,340	8,280	7,590	7,500	6,653	5,874	6,559
Wastewater										
Average daily sewage treatment (million of gallons/day)	3.75	3.33	3.19	3.19	3.17	3.60	3.56	3.21	3.58	3.94

Data Source:

Various City/County departments

City and County of Butte-Silver Bow, Montana
Capital Asset and Infrastructure Statistics by Function/Program
Last Ten Fiscal Years

Fiscal Year Ended June 30, 2011

Function	2002	2003	2004	2005	2006	2007	2008	2009	2010	2011
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	25	25	25	23	24	24	25	25	26	34
Fire stations	11	11	11	11	11	11	11	11	11	11
Sanitation										
Collection trucks	6	6	6	7	8	8	10	10	10	16
Highways and streets										
Streets (miles)	710	710	715	715	715	715	715	715	715	715
Streetlights	3,200	3,230	3,234	3,241	3,258	3,311	3,326	3,327	3,330	3,329
Traffic signals	39	39	40	40	40	40	40	40	40	48
Culture and recreation										
Parks acreage	3,897	3,897	3,897	3,895	4,195	4,195	4,195	4,195	4,195	4,195
Parks	44	44	44	44	44	44	44	44	44	44
Swimming pools	1	1	1	1	-	-	-	-	-	-
Tennis courts	14	14	14	14	14	14	14	14	14	14
Community centers	1	1	1	1	1	1	1	1	1	1
Water										
Water mains (miles)	217	217	217	217	217	217	217	217	217	217
Fire hydrants	1,017	1,024	1,026	1,026	1,030	1,030	1,050	1,078	1,185	1,197
Maximum daily capacity (millions of gallons)	23	23	23	23	23	23	23	23	23	23
Sewer										
Sanitary sewers (miles)	202.00	202.40	202.80	203.20	203.60	203.60	203.60	203.60	170.80	176.74
Storm sewers (miles)	50.20	50.20	50.20	50.30	50.30	50.30	50.30	50.30	69.61	69.61
Maximum daily treatment capacity (million of gallons/day)	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500	8,500

Data Source:

Various City/County departments



Comprehensive Annual Financial Report and Audit
City and County of Butte-Silver Bow, State of Montana
For Fiscal Year Ended June 30, 2011

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City and County of Butte-Silver Bow-Finance & Budget Department