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

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

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

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

Prepared by:
Office of Finance and Budget Administration

BUTTE-SILVER BOW
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THE RICHEST HILL ON EARTH
5-2-77
STATE OF MONTANA

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For the Fiscal Year Ended June 30, 2010

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BUTTE-SILVER BOW
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5-2-77
STATE OF MONTANA

Introductory Section

Office of Finance and Budget Administration

Butte-Silver Bow Courthouse
Butte, Montana 59701
(406) 497-6320

April 14, 2011

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, 2010.

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, 2010, 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, 2010, 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 July. 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 second Monday in August or within 45 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 95.

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, Toyota of Butte completed construction on a new state-of- the-art facility on south Harrison. Starbucks and Aaron's also completed major construction projects and are open for business. Fuel Fitness opened a new establishment in the former Rex building.

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, SeaCast, Inc., in conjunction with Butte-Silver Bow completed Phase II of a $5.5 million project that is projected to provide 80 - 100 new jobs in the foundry and casting business. The Phase II construction included a titanium component that positions SeaCast in an elite group as one of only a handful of titanium foundries in the nation. Additionally, Federal Express broke ground on an $8 million shipping transfer center located in the heart of the district. The Port of Montana also completed construction of a 40,000 square foot, $1.3 million warehouse. Aero Tec has successfully launched a small rocket and specialty jet engine test center located at the former Rhodia site.

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 Sears Building, the Eugina, the Leonard, and the Kelly Block. The Acoma recently completed a $1.2 million renovation that added eleven luxury loft apartments. The URA continues to partner with the School District to complete upgrades to Naranche Stadium including the installation of stadium seating for 1900 spectators. The sidewalk replacement program continues through partnerships with private property owners. A major undertaking in the URA district was the renovation and opening of the Hennessy Market in the Sears Building. The Hennessy Market is a full-service grocery store and currently employs 25 people. The Sears Building received a national "Development of Distinction" award for its innovative financing and historic restoration of a community asset.

The East Butte Renovation and Rehabilitation Agency (RRA) experienced yet another year of continued growth. The Mountain View Apartments were recently constructed as part of a $2.8 million affordable housing project with the Public Housing Authority of Butte. Water and Environmental Technologies, Inc. (WET), a cornerstone business in the RRA, recently announced expansion plans in conjunction with 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 2010 exceeded $420,077 and the average yield on the majority of investments for the fiscal year was 1.19%. 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, 2009. This was the twenty- first 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,

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, 2009

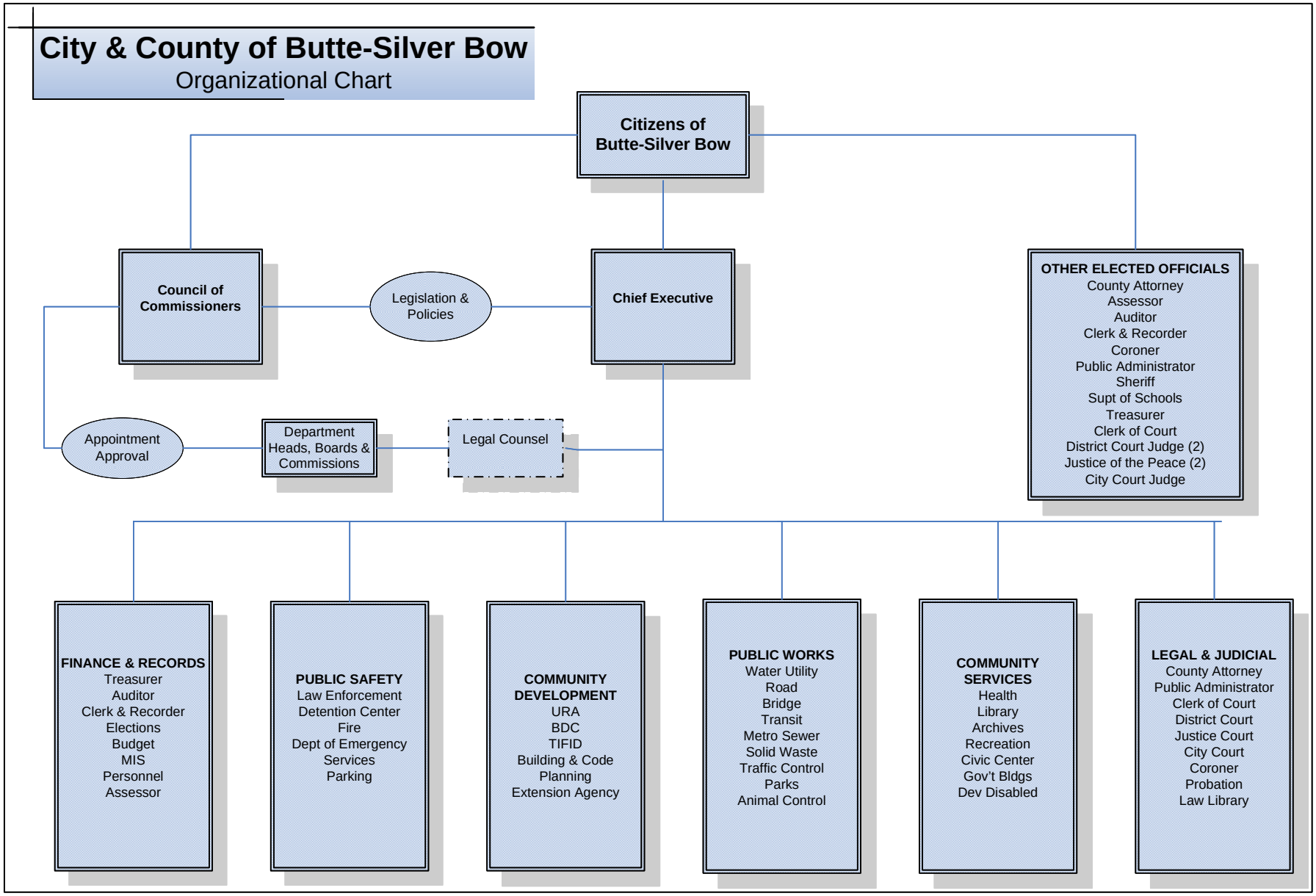
A Certificate of Achievement for Excellence in Financial Reporting is presented by the Government Finance Officers Association of the United States and Canada to government units and public employee retirement systems whose comprehensive annual financial reports (CAFRs) achieve the highest standards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

President

Executive Director

City & County of Butte-Silver Bow

Organizational Chart



City and County of Butte-Silver Bow
City and County Officials
June 30, 2010

Title	Name
Chief Executive	Paul David Babb
Council of Commissioners	
Council Chairman-District No.12	Dave Palmer
Council Member-District No. 1	Glen Granger
Council Member-District No. 2	Joseph E.Lee
Council Member-District No.3	John P. Morgan
Council Member-District No.4	Terry L. Schultz
Council Member-District No.5	Charlie O'Leary
Council Member-District No.6	Wally Frasz
Council Member-District No.7	Mark Moodry
Council Member-District No.8	Ristene Hall
Council Member-District No.9	Dan Foley
Council Member-District No.10	Mike Sheehy
Council Member-District No.11	Cindi Shaw
Department Staff	
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
Elected Officials	
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

Financial Section

Newland and Company
A Professional Corporation

2900 Lexington
Post Office Box 3006
Butte, Montana 59702
(406) 494-4754
FAX: (406) 494-4958
Website: newlandandcompany.com

212 Missouri Avenue
Post Office Box 850
Deer Lodge, Montana 59722
(406) 846-3733
FAX: (406) 846-3735

Shareholders
John F. Burns, CPA
Richard L. Tamblyn, 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

Of Counsel
Robert L. Crippen, CPA
Ronald W. Hanni, CPA

CPA's
Michael J. Blakeley
John E. Boyce
Kyle T. McGree
Craig C. Tippett
Amy S. Davis

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, 2010, 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, 2010, 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 14, 2011 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 14, 2011

MANAGEMENT'S DISCUSSION AND ANALYSIS

Within this section of the City and County of Butte-Silver Bow, Montana (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, 2010. 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 $170,925,226 (net assets) for the fiscal year reported.

- Total net assets are comprised of the following:

  (1) Capital assets, net of related debt, is $102,928,389 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 $12,063,380 are restricted by constraints imposed from outside the City and County such as debt covenants, grantors, laws, or regulations.
  (3) Unrestricted net assets of $55,933,457 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 $50,596,183 this year. This compares to the prior year ending fund balance of $55,114,888 showing a decrease of $4,518,706 during the current fiscal year. Unreserved fund balance of $34,695,303 at June 30, 2010 shows a $6,284,636 decrease from the prior year.

- At the end of the current fiscal year, unreserved fund balance for the general fund was $4,606,908, or 21.2% of total general fund expenditures in fiscal year 2010. The percentage at June 30, 2009 was 20.7%, or 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 28-31of 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 $170,925,226. The following table provides a summary of the City and County's net assets comparing June 30, 2010 with June 30, 2009:

Summary of Net Assets
(dollars in thousands)

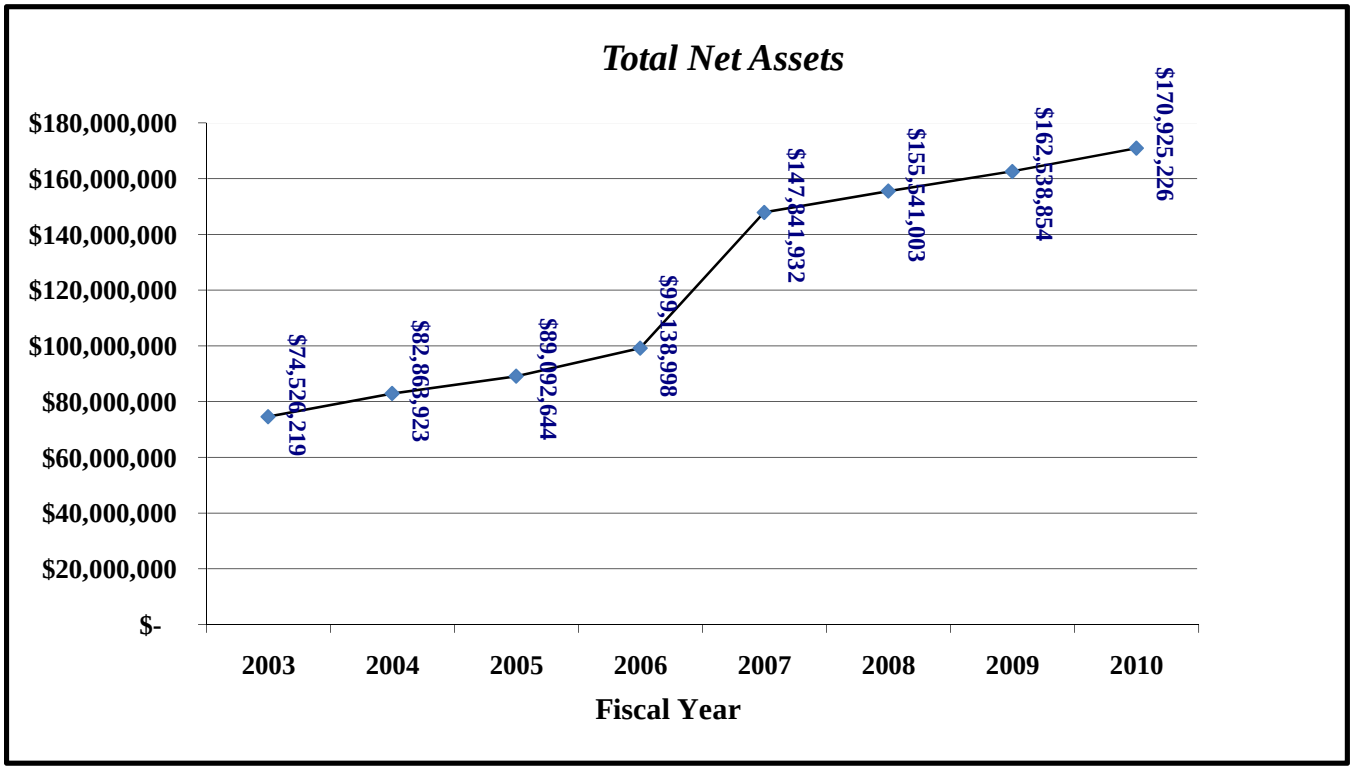
	Governmental Activities		Business-Type Activities		Total		% of Total	
	2010	2009	2010	2009	2010	2009	2010	2009
Assets:								
Current assets	$ 59,979	$ 61,952	$ 16,930	$ 18,556	$ 76,909	$ 80,508	34%	34%
Non-current assets	82,635	77,797	68,317	61,727	150,952	139,524	66%	66%
Total assets	142,614	139,749	85,247	80,283	227,861	220,032	100%	100%
Liabilities:								
Current liabilities	10,418	8,477	4,720	3,306	15,138	11,783	27%	27%
Long-term liabilities	35,175	37,922	6,623	7,788	41,798	45,710	73%	73%
Total liabilities	45,593	46,399	11,343	11,094	56,936	57,493	100%	100%
Net assets:								
Invested in capital assets, net of debt	47,028	38,442	55,900	50,182	102,928	88,624	60%	60%
Restricted	9,160	8,446	2,904	3,392	12,064	11,838	7%	7%
Unrestricted	40,833	46,462	15,100	15,615	55,933	62,077	38%	38%
Total net assets	$ 97,021	$ 93,350	$ 73,904	$ 69,189	$ 170,925	$ 162,539	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 5.8 to 1 (as compared to the restated 7.3 to 1 at June 30, 2009) and 3.6 to 1 (as compared to 5.6 to 1 at June 30, 2009) for business type activities. For the City and County overall, the current ratio is 5.1 to 1 (as compared to 7 to 1 at June 30, 2009). 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 $3,670,669 in this fiscal year as compared to a $2,797,875 increase in fiscal year 2009. Net assets increased $4,175,702 in fiscal year 2010 as compared to an increase of $4,544,073 for business-type activities in fiscal year 2009. The City and County's overall financial position improved during fiscal year 2010 by $8,386,372.

Note that approximately 57.8% of the governmental activities' total assets are tied up in capital as compared to 55% at June 30, 2009. 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 75.4% of its total assets and 75.6% 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 - 2010.



Note that over the last seven 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 2010 and 2009.

Summary of Changes in Net Assets
(in Thousands)

	Governmental Activities		Business-type Activities		Total	
	2010	Restated 2009	2010	2009	2010	Restated 2009
Revenues:						
Program:						
Charges for services & fines	$ 6,757	$ 6,757	$ 13,373	$ 13,457	$ 20,130	$ 20,214
Operating grants	16,455	16,605	5,118	4,419	21,573	21,024
General:						
Taxes	26,603	23,626	-	-	26,603	23,626
Investment earnings	396	938	50	258	446	1,196
Other	1,085	873	231	215	1,316	1,088
Total revenues	51,296	48,799	18,772	18,349	70,068	67,148
Program expenses:						
General government	12,091	10,866	-	-	12,091	10,866
Public safety	14,294	14,106	-	-	14,294	14,106
Public works	6,871	6,602	-	-	6,871	6,602
Public health	4,531	4,141	-	-	4,531	4,141
Social and economic services	237	237	-	-	237	237
Culture and recreation	2,993	2,815	-	-	2,993	2,815
Housing and community development	4,782	5,272	-	-	4,782	5,272
Interest	2,072	2,168	-	-	2,072	2,168
Water Utility Division	-	-	7,149	7,106	7,149	7,106
Metro Sewer Operations	-	-	3,459	3,415	3,459	3,415
Solid Waste	-	-	2,182	2,027	2,182	2,027
Other enterprise activities	-	-	1,021	1,051	1,021	1,051
Total expenses	47,871	46,207	13,811	13,599	61,682	59,806
Excess (deficiency)	3,425	2,592	4,961	4,750	8,386	7,342
Transfers	246	206	(246)	(206)	-	-
Change in net assets	3,671	2,798	4,715	4,544	8,386	7,342
Beginning net assets	93,350	90,896	69,189	64,645	162,539	155,541
Prior period adjustment	-	(344)	-	-	-	(344)
Ending net assets	$ 97,021	$ 93,350	$ 73,904	$ 69,189	$ 170,925	$ 162,539

GOVERNMENTAL REVENUES

The City and County is heavily reliant on property taxes to support governmental operations. Property taxes equal 51.2% of the revenues for governmental activities, as compared to 46.4% in fiscal year 2009. Because of the City and County's healthy financial position, we have been able to earn $396 thousand in investment earnings to support governmental activities. Also, note that program revenues cover 51.5% of governmental operating expenses as compared to 50.6% in fiscal year 2009.

These are extremely high percentages. This means that the government's taxpayers and the City and County's other general revenues fund only 48.5% of the governmental activities in fiscal year 2010.

GOVERNMENTAL FUNCTIONAL EXPENSES

Public safety costs comprise 29.9% of the total governmental expenses, as compared to 30.5% in fiscal year 2009. These public safety costs increased 9.6% or by approximately $188,000 at the government-wide financial reporting level. General government expenses makes up 25.3% of the total governmental expenses, as compared to 23.5% in fiscal year 2009. Public works is the third largest costly function, totaling over $6.8 million or 14.4% of total expenses the same 14.3% in fiscal year 2009.

The following table presents the cost of each of the City and County's programs, 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 2010		Fiscal Year 2009	
	Total Cost of Services	**Net Cost of Services**	**Total Cost of Services**	**Net Cost of Services**
General government	$ 12,091,322	$ 292,667	$ 10,866,213	$ (1,385,609)
Public safety	14,293,718	10,688,831	14,105,614	10,919,859
Public works	6,870,507	3,499,678	6,601,992	3,608,687
Public health	4,530,875	1,192,653	4,141,100	1,048,768
Social and economic services	237,155	201,667	236,774	202,333
Culture and recreation	2,993,172	2,075,260	2,815,238	2,152,665
Housing and community development	4,781,874	4,635,837	5,272,460	4,130,710
Interest	2,072,750	2,072,750	2,167,905	2,167,905
Total	$ 47,871,373	$ 24,659,343	$ 46,207,296	$ 22,845,318

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 43.3% of the total amount as compared to 45% in fiscal year 2009.

BUSINESS-TYPE ACTIVITIES

In total, the enterprise funds reported a $4,715,702 increase in net assets as compared to $4,544,073 in fiscal year 2009. Operating income in fiscal year 2010 of $76,803 is down $499,594 or 8.7% from fiscal year 2009. Operating revenue is down $59,834 from fiscal year 2009 or just 4/10th of 1%. Operating expenses were $439,760 more than fiscal year 2009, or 3.4%. 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 $50,596,183. Of this year-end total, $34,695,303 is unreserved indicating availability for continuing City and County service requirements. This amount compares to $40,979,939 at June 30, 2009. Legally restricted fund balances (i.e., the reserved fund balances) include $3,676,262 committed to service debt, $1,066,940 set aside for an accumulation of reserve pursuant to state law, and $4,416,197 committed to economic development. In addition, $4,872,011 is not available to spend as it is tied up in long-term loans; $1,722,177 is set aside for self-funded employee health insurance and $147,293 for code enforcement activities.

The total ending fund balances of governmental funds show a increase of $4,518,706 or 8.2% over the prior year. A large portion of this increase relates to the Archives fund or $4,132,182.

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 increased by $136,673 or just 2.2%. In fiscal year 2009, the fund balance decreased by $93,705.

The general fund's ending unreserved fund balance of $4,606,908 is considered adequate, representing the equivalent of 20.7% of annual expenditures. This percentage compares to 21.2% at June 30, 2009. 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 increased $1,644,702 or 8.1% over fiscal year 2009. In fiscal year 2009, total revenues increased 5.3%. Real property tax revenues increased $1,013,676 or 14.5% above the prior year. This increase relates to combination of increased real property values and increased appropriations in the tax supported funds.

Charges for services increased $49,332 over fiscal year 2009. Investment earnings were down $55,417 from fiscal year 2009. This decrease relates to lower investment interest rates and fewer resources available for investment.

Fines and forfeitures increased $84,309 or 19.3% due to increased fine collections.

Most other general fund revenues were comparable to fiscal year 2009 amounts.

The expenditures side reports an increase of $1,179,096 or 6.2% over the prior year. Last year the expenditures increased $1,179,096 or 6.2% over the June 30, 2008 amounts. General government expenditures were approximately $9 million, for an increase of $973,637 or 12.1%. This increase is due in large part to increased health care costs ($675,000) and salary adjustments to move employees to the mid-level of the market.

Most other functional expenditures were similar to those amounts reported in fiscal year 2009.

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 (other than 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 Ramsay.

The revenues consist primarily of property taxes totaling $5,670,490. Property taxes were $425,025 or 7.8% above those of fiscal year 2009. This increase primarily relates to REC Silicon property improvements and to the beginning of operations at Seacast.

Before transfers out, this fund incurred expenditures of $3,184,440. The majority of these expenditures relate to the final construction of the Sea Cast Building, as well as, the construction of the Aerotech Rocket testing facility. Additionally, engineering has begun on a waste water line that will run approximately 7 miles through the TIFID into the Waste Water Treatment Facility. This fund transferred the majority of their revenues, $3,985,418 to the ASiMI bond fund to retire related revenue bonds. The fund balance in this fund decreased $1,314,182 because of the expenditures and the above transfer. In addition, this fund transferred $42,920 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 $8,870,929.

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 maintains 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 2010 decreased $250,772 or 3.5% from the prior fiscal year. Operating expenses were 270,967 or 4.1% more than fiscal year 2009. Most of which relates to increased depreciation expense for waterline replacement, transmission line replacement, and replacement of the Big Hole diversion dam. Because of these changes, the operating income for this fund is $619,069 or 110.9% less than fiscal year 2009.

This fund reported intergovernmental revenue of over $4.72 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. Typically, these resources are spent on water line replacement. In addition, the Big Hole diversion dam was also replaced utilizing funds from both NRD and the Army Corp of Engineers.

The unrestricted net assets of this fund increased over $4.3 million over the June 30, 2009 amount, which now is approximately $2.1 million.

Metro Sewer Operations – For the 5th year in a row, the operating revenues in fiscal year 2010 were very close to the prior fiscal year amounts. Operating expenses were almost identical to the 2009 amounts as well. As a result, this fund continued reporting an operating loss, or $274,471. However, because of investment earnings and operating grants, the fund reported a total increase in net assets of $190,401 before transfers out of $150,000. At June 30, 2010, this fund reported $14,861,895 in net assets.

Solid Waste Program – The operating revenue in fiscal year 2010 was up $214,700 or 8.6% over the prior fiscal year. The landfill usage has increased. Operating expenses were up $154,717 or 7.6% over fiscal year 2009. As a result, operating income was up $59,983 or 12.8%. Total net assets increased $491,117 over fiscal year 2009.

General Fund Budgetary Highlights

The total revenue budget was amended upward just $47,742 or 2/10th of 1% and the total expenditure appropriation was amended upward by $124,642 or about ½ of 1%.

In total, revenues realized were $436,637 below projected revenues. Real and personal property taxes were $303,487 above the final budget amount. This increase relates to unanticipated value growth. The motor vehicle taxes were below budget by $228,485.

Intergovernmental revenue was $240,352 below the final budget or 4.6%. This difference relates to a variety of contracts that were below the revenue budget for this source.

In total, 98% of the final revenue budget was recognized.

On the expenditure side, only 92.2% of the budget was expended, slightly below the under spending in fiscal year 2009. The general government function was $729,362 below the estimated appropriation. Public safety costs were $665,802 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, 2010, was $82,431,155 and $64,254,871 respectively. The net investment in the governmental activities increased by approximately $4.9 million and the business-type activities increased approximately $5 million as compared to the June 30, 2009 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.

The following table provides a summary of capital assets at June 30, 2010 and 2009.

Capital Assets

	Governmental Activities		Business Activities		Total	
	2010	**2009**	**2010**	**2009**	**2010**	**2009**
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	6,621,701	2,235,210	2,429,518	3,595,594	9,051,219	5,830,804
Total non-depreciable	10,555,475	6,168,984	3,729,453	4,895,529	14,284,928	11,064,513
Depreciable assets:						
Buildings	28,014,335	26,144,239	27,633,642	27,624,131	55,647,977	53,768,370
Improvements other than buildings	9,060,490	7,009,115	70,340,883	60,968,380	79,401,373	67,977,495
Machinery and equipment	18,892,734	18,303,820	9,588,766	9,165,900	28,481,500	27,469,720
Infrastructure	62,698,341	62,251,338	-	-	62,698,341	62,251,338
Total depreciable assets	118,665,900	113,708,512	107,563,291	97,758,411	226,229,191	211,466,923
Less accumulated depreciation	46,790,220	42,393,778	47,037,873	43,463,907	93,828,093	85,857,685
Book value - depreciable assets	71,875,680	71,314,734	60,525,418	54,294,504	132,401,098	125,609,238
Percentage depreciated	39%	37%	44%	44%	41%	41%
Total capital assets net	$ 82,431,155	$ 77,483,718	$ 64,254,871	$ 59,190,033	$ 146,686,026	$ 136,673,751

At June 30, 2010, the depreciable capital assets for governmental activities were 39% depreciated. This amount is just 2% more than the June 30, 2009 percentage. With the City and County’s business type activities, 44% of the asset values were depreciated at June 30, 2010 compared to 44% at June 30, 2009. 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:

- $4.4 million in construction in progress for the archives building project
- $1.9 for improvements other than buildings for Main Street Overlay Project, Splash Pad at Clark Park, Courthouse Elevator Renovation Project, Lighting Retrofit Project
- $589,000 for machinery and equipment for a street sweeper and mobile computers for law enforcement
- $447,000 for infrastructure for Greenway Creek restoration & culverts

The major increase in the business-type activities capital assets "improvements other than buildings" includes:

- Metro Sewer Waste Water Treatment Plant Upgrades - $2 million
- Big Hole Transmission Line - $2.4 million
- Water Main Replacement - $2.5 million

Long-term Debt

At the end of the fiscal year, the City and County had total long-term debt outstanding of $47,992,687. Of this amount, $19,800,050 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 $14,935,000 supported by tax increment financing.

The following schedule includes the June 30, 2010 and 2009 outstanding long-term debt.

Outstanding Borrowings

	Governmental Activities		Business-type Activities		Totals		% Change
	2010	Restated 2009	2010	2009	2010	Restated 2009	
General obligation bonds	$ 18,811,630	$ 19,686,844	$ -	$ -	$ 18,811,630	$ 19,686,844	-4.4%
Tax increment debt	14,935,000	17,450,000	-	-	14,935,000	17,450,000	-14.4%
Revenue bonds	-	-	8,752,100	9,525,000	8,752,100	9,525,000	-8.1%
General obligation notes	988,420	1,256,492	-	-	988,420	1,256,492	-21.3%
SID bonds	200,000	240,000	-	-	200,000	240,000	100.0%
Capital leases	354,120	386,274	-	-	354,120	386,274	-8.3%
Post closure	-	-	235,108	210,374	235,108	210,374	11.8%
Compensated absences	3,067,129	2,695,956	649,180	591,252	3,716,309	3,287,208	13.1%
Total	$ 38,356,299	$ 41,715,566	$ 9,636,388	$ 10,326,626	$ 47,992,687	$ 52,042,192	-7.8%

During this year, the City and County used general obligation bond proceeds for the construction of an archives building.

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 not affected 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 a significant drop 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.

Basic Financial Statements

City and County of Butte-Silver Bow, Montana
Statement of Net Assets
June 30, 2010

	Primary Government			Component Unit
	Governmental Activities	**Business-Type Activities**	**Total**	**Port of Montana Port Authority**
Assets				
Current Assets				
Cash and cash equivalents (Note 3A)	$ 14,587,995	$ 6,148,973	$ 20,736,968	$ 1,346,568
Investments	27,600,727	6,733,854	34,334,581	-
Receivables (Note 3B):				
Accounts	1,900,120	2,500,448	4,400,568	145,914
Property taxes	2,661,000	-	2,661,000	22,270
Special assessments	538,367	1,213,170	1,751,537	-
Notes	4,891,098	-	4,891,098	418,409
Interfund	(287,122)	287,122	-	-
Primary government	-	-	-	74,984
Inventory (Note 1-E-4)	-	6,555	6,555	2,560
Prepaid items (Note I-E-5)	-	12,261	12,261	12,853
Restricted assets (Note 1-E-6)	8,087,191	136,106	8,223,297	-
Total Current Assets	59,979,376	17,038,489	77,017,865	2,023,558
Non-Current Assets				
Notes receivable				
Restricted investments	-	3,931,543	3,931,543	-
Capital assets (Note 3C)				
Nondepreciable	6,266,989	3,729,453	9,996,442	809,414
Depreciable, net	76,164,166	60,525,418	136,689,584	3,436,626
Other assets - deferred bond issuance costs	203,787	130,729	334,516	-
Total Non-Current Assets	82,634,942	68,317,143	150,952,086	4,246,040
Total Assets	142,614,318	85,355,632	227,969,950	6,269,598
Liabilities				
Current Liabilities				
Vouchers payable	3,424,326	1,197,514	4,621,840	-
Accounts payable	284,217	110,908	395,125	165,382
Contracts payable	-	51,672	51,672	-
Accrued wages and benefits payable	1,299,307	300,980	1,600,287	29,754
Performance bonds payable	41,554	-	41,554	-
Accrued interest payable	1,018,697	42,601	1,061,298	
Unearned revenue	227,779	372,283	600,062	7,588
Revenue bonds payable	-	2,452,100	2,452,100	-
Closure and postclosure care payable	-	4,702	4,702	-
Compensated absences payable	1,003,040	64,918	1,067,958	43,837
Claims payable	827,727	-	827,727	-
General obligation bonds payable	960,214	-	960,214	-
General obligation notes payable	172,911	-	172,911	-
Tax increment bonds payable	1,080,000	-	1,080,000	-
Special improvement districts bonds payable	45,000	-	45,000	-
Capital leases payable	33,897	-	33,897	-
Total Current Liabilities	10,418,669	4,597,678	15,016,347	246,561
Long-Term Liabilities (net of current portion):				
Customer deposits	-	115,387	115,387	-
Accrued interest payable - customer deposits	-	20,719	20,719	-
Closure and postclosure care payable	-	230,406	230,406	-
Revenue bonds payable	-	5,902,737	5,902,737	-
Compensated absences payable	2,064,088	584,262	2,648,350	43,934
General obligation bonds payable	17,965,046	-	17,965,046	-
General obligation notes payable	815,509	-	815,509	-
Tax increment bonds payable	13,855,000	-	13,855,000	-
Special improvement districts bonds payable	155,000	-	155,000	-
Capital leases payable	320,223	-	320,223	-
Total Long-Term Liabilities	35,174,866	6,853,511	42,028,377	43,934
Total Liabilities	45,593,535	11,451,189	57,044,724	290,495
Net Assets				
Invested in capital assets, net of related debt (Note 3J)	47,028,355	55,900,034	102,928,389	4,246,040
Restricted for:				
Economic development - ceased mining operations	4,416,197	-	4,416,197	
Debt service - bond restrictions	3,676,262	2,903,981	6,580,243	-
Accumulation authorized by law	1,066,940	-	1,066,940	-
Unrestricted	40,833,029	15,100,428	55,933,457	1,733,063
Total Net Assets	$ 97,020,783	$ 73,904,443	$ 170,925,226	$ 5,979,103

See accompanying notes to the basic financial statements

City and County of Butte-Silver Bow, Montana
Statement of Activities
For the Fiscal Year Ended June 30, 2010

		Program Revenues			Net (Expense) Revenue and Changes in Net Assets			
					Primary Government			
Function/Program	**Expenses**	**Charges for Services and Sales and Fines**	**Operating Grants and Contributions**	**Capital Grants and Contributions**	**Governmental Activities**	**Business-Type Activities**	**Total**	**Component Unit**
Primary Government								
General government	$ 12,091,322	$ 4,426,863	$ 7,371,792	$ -	$ (292,667)	$ -	$ (292,667)	$ -
Public safety	14,293,718	1,089,915	2,514,972	-	(10,688,831)	-	(10,688,831)	-
Public works	6,870,507	114,812	2,624,443	-	(4,131,252)	-	(4,131,252)	-
Public health	4,530,875	566,563	2,771,659	-	(1,192,653)	-	(1,192,653)	-
Social and economic services	237,155	-	35,488	-	(201,667)	-	(201,667)	-
Cultural and recreation	2,993,172	558,501	359,411	-	(2,075,260)	-	(2,075,260)	-
Housing and community development	4,781,874	-	146,037	-	(4,635,837)	-	(4,635,837)	-
Interest	2,072,750	-	-	-	(2,072,750)	-	(2,072,750)	-
Total Governmental Activities	47,871,373	6,756,654	15,823,802	-	(25,290,917)	-	(25,290,917)	-
Business-Type Activities:								
Community facilties	84,988	-	-	-	-	(84,988)	(84,988)	-
Home health	455,141	391,260	-	-	-	(63,881)	(63,881)	-
Small business incubator	159,511	92,619	-	-	-	(66,892)	(66,892)	-
Water utility division	7,148,937	6,802,722	4,667,124	-	-	4,320,909	4,320,909	-
Metro sewer operations	3,458,844	3,144,573	450,752	-	-	136,481	136,481	-
Solid waste	2,181,947	2,698,390	-	-	-	516,443	516,443	-
Silver lake water system	228,506	243,873	-	-	-	15,367	15,367	-
MR infrastructure project	92,681	-	-	-	-	(92,681)	(92,681)	-
Total Business-Type Activities	13,810,555	13,373,437	5,117,876	-	-	4,680,758	4,680,758	-
Total - Primary Government	$ 61,681,928	$ 20,130,091	$ 20,941,678	$ -	(25,290,917)	4,680,758	(20,610,159)	-
Component Units								
Port of Montana Port Authority	$ 1,124,875	$ 1,262,960	$ -	$ -	-	-	-	138,085
		General Revenues						
		Property taxes levied for general purposes			26,272,299	-	26,272,299	188,100
		Franchise taxes			330,218	-	330,218	
		Motor fuel taxes			631,574	-	631,574	
		Gain on sale of capital assets			-	-	-	(2,795)
		Investment earnings			396,421	50,062	446,483	26,627
		Miscellaneous			1,084,810	231,147	1,315,957	370,426
		Transfers			246,265	(246,265)	-	-
		Total General Revenues and Transfers			28,961,587	34,944	28,996,531	582,358
		Change in Net Assets			3,670,669	4,715,702	8,386,372	720,443
		Net Assets Beginning of Year, as Restated			93,350,113	69,188,741	162,538,854	5,258,660
		Net Assets End of Year			$ 97,020,783	$ 73,904,443	$ 170,925,226	$ 5,979,103
					$ 97,020,783	$ 73,904,443	$ 170,925,226	$ 5,979,103

See accompanying notes to the basic financial statements

BUTTE-SILVER BOW
M
THE RICHEST HILL ON EARTH
5-2-77
STATE OF MONTANA

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 statue 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, 2010

	General	Ramsay TIFID	Other Governmental Funds	Total Governmental Funds
Assets				
Cash and cash equivalents	$ 2,021,215	$ 1,312,858	$ 10,217,831	$ 13,551,904
Investments	4,582,243	8,021,537	14,996,947	27,600,727
Restricted assets	-	-	8,087,191	8,087,191
Receivables:				
Accounts	358,855	-	1,535,718	1,894,573
Property taxes	1,224,828	-	1,436,172	2,661,000
Special assessments	35	194	538,138	538,367
Loans	-	-	4,891,098	4,891,098
Interfund	1,091,959	-	380,000	1,471,959
Total Assets	$ 9,279,135	$ 9,334,589	$ 42,083,095	$ 60,696,819
Liabilities and Fund Balances				
Liabilities				
Vouchers payable	$ 770,066	$ 459,628	$ 2,122,266	$ 3,351,960
Accounts payable	14,916	-	269,301	284,217
Accrued salaries and benefits	709,647	3,838	523,382	1,236,867
Performance bonds payable	20,570	-	20,984	41,554
Interfund payable	-	-	1,759,081	1,759,081
Deferred revenue	1,287,558	194	2,139,205	3,426,957
Total Liabilities	2,802,757	463,660	6,834,219	10,100,636
Fund Balances				
Reserved for:				
Debt service	-	-	3,676,262	3,676,262
Long-term notes and loans receivable	-	-	4,872,011	4,872,011
Economic development - ceased mining operation	-	-	4,416,197	4,416,197
Accumulation of reserve authorized by state law	-	-	1,066,940	1,066,940
Self-funded employee health insurance plan	1,722,177	-	-	1,722,177
Code enforcement activities	147,293	-	-	147,293
Unreserved:				
Undesignated, reported in:				
General fund	4,606,908	-	-	4,606,908
Special revenue funds	-	8,870,929	15,897,068	24,767,997
Capital projects funds	-	-	5,320,398	5,320,398
Total Fund Balances	6,476,378	8,870,929	35,248,876	50,596,183
Total Liabilities and Fund Balances	$ 9,279,135	$ 9,334,589	$ 42,083,095	$ 60,696,819

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, 2010

Total Governmental Fund Balances			$ 50,596,183
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	$ 124,323,577	
	Less accumulated depreciation	(43,327,688)	80,995,889
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.			3,199,178
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.			2,214,676
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	$ (1,471,959)	
	Interfund payables	1,471,959	-
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	$ (35,402,800)	
	Compensated absences	(2,939,706)	
	Claims	(827,727)	
	Accrued interest on long-term debt	(1,018,697)	(40,188,930)
Bond issuance costs are reported as expenditures in the governmental fund financial statements but capitalized on the government-wide statement of net assets.			203,787
Net Assets of Governmental Activities			$ 97,020,783
See accompanying notes to the basic financial statements			$ 97,020,783

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, 2010

	General	Ramsay TIFID	Other Governmental Funds	Total Governmental Funds
Revenues				
Property taxes	$ 10,787,992	$ 5,670,490	$ 9,039,337	$ 25,497,819
Special assessments	-	-	1,375,779	1,375,779
Licenses and permits	928,139	-	-	928,139
Intergovernmental	4,933,495	73	8,574,700	13,508,268
Charges for services	4,516,575	2,100	964,761	5,483,436
Fines and forfeitures	520,570	-	154,727	675,297
Private grants and donations	28,665	-	1,655,311	1,683,976
Investment earnings	82,421	29,769	284,231	396,421
Miscellaneous	70,282	211,164	799,410	1,080,856
Total Revenues	21,868,139	5,913,596	22,848,256	50,629,991
Expenditures				
Current:				
General government	9,008,576	-	2,449,998	11,458,574
Public safety	8,641,026	-	4,356,497	12,997,523
Public works	415,208	-	5,463,468	5,878,676
Public health	1,165,315	-	3,233,412	4,398,727
Social and economic services	86,331	-	146,616	232,947
Cultural and recreation	1,870,223	-	952,822	2,823,045
Housing and community development	-	1,257,965	1,379,687	2,637,652
Capital Outlay	477,776	1,926,475	6,705,515	9,109,766
Debt Service:				
Principal	32,154	-	3,698,286	3,730,440
Interest	20,242	-	2,112,370	2,132,612
Total Expenditures	21,716,851	3,184,440	30,498,671	55,399,962
Excess (Deficiency) of Revenues Over (Under) Expenditures	151,288	2,729,156	(7,650,415)	(4,769,971)
Other Financing Sources (Uses)				
Insurance proceeds	-	-	3,000	3,000
Proceeds from the sale of capital assets	2,000	-	-	2,000
Transfers in	404,370	-	6,575,306	6,979,676
Transfers out	(420,985)	(4,043,338)	(2,269,088)	(6,733,411)
Total Other Financing Sources (Uses)	(14,615)	(4,043,338)	4,309,218	251,265
Net Change in Fund Balances	136,673	(1,314,182)	(3,341,197)	(4,518,706)
Fund Balances Beginning of Year	6,339,705	10,185,111	38,590,073	55,114,889
Fund Balances End of Year	$ 6,476,378	$ 8,870,929	$ 35,248,876	$ 50,596,183

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, 2010

Net Changes In Fund Balances - Total Governmental Funds			
Amounts reported for governmental activities in the government-wide statement of activities are different because:			$ (4,518,706)
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	$ (4,259,451)	
	Capital outlay	9,289,055	5,029,604
The book value of capital assets sold are reported on the government wide statement of activities but not reported in the governmental funds.			(48,108)
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 @ 6/30/09	$ (2,538,231)	
	Balance @ 6/30/10	3,199,178	660,947
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.			-
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.			3,730,440
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 @ 6/30/09	$ 1,084,174	
	Balance @ 6/30/10	(1,018,697)	65,477
Compensated absences 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 @ 6/30/09	$ 2,590,442	
	Balance @ 6/30/10	(2,939,706)	(349,264)
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.			
	Restated balance @ 6/30/09	$ 313,870	
	Balance @ 6/30/10	(827,727)	(513,857)
Amortization of debt issuance costs and debt premiums are not reported at the fund level but are reported in the government wide statement of activities.			(5,615)
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.			(380,249)
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	$ (6,718,411)	
	Transfers out	6,718,411	-
Change In Net Assets Of Governmental Activities			$ 3,670,669
See accompanying notes to the basic financial statements			$ 3,670,669

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues:				
Taxes:				
Real property	$ 9,826,181	$ 9,826,181	$ 9,376,111	$ (450,070)
Personal property	-	-	209,817	209,817
Motor vehicle	1,150,000	1,150,000	1,140,460	(9,540)
Tax title and property tax sale	-	-	61,604	61,604
Total Taxes	10,976,181	10,976,181	10,787,992	(188,189)
Licenses and permits	874,942	874,942	928,139	53,197
Intergovernmental	5,126,105	5,173,847	4,933,495	(240,352)
Charges for services	1,175,806	1,175,806	1,181,838	6,032
Fines and forfeits	461,500	461,500	520,570	59,070
City/County and employee health insurance contributions	3,375,000	3,375,000	3,295,629	(79,371)
Investment earnings	140,000	140,000	82,421	(57,579)
Private grants and contributions	50,000	50,000	28,665	(21,335)
Rental	36,500	36,500	39,108	2,608
Miscellaneous	41,000	41,000	70,282	29,282
Total Revenues	22,257,034	22,304,776	21,868,139	(436,637)
Expenditures:				
Current:				
General government	9,580,076	9,737,938	9,008,576	729,362
Public safety	9,367,448	9,306,828	8,641,026	665,802
Public works	426,607	446,149	415,208	30,941
Public health	1,243,440	1,243,440	1,165,315	78,125
Social and economic services	105,795	105,795	86,331	19,464
Cultural and recreation	2,082,780	2,083,966	1,870,223	213,743
Capital Outlay	558,482	565,154	477,776	87,378
Debt Service				
Principal	32,154	32,154	32,154	-
Interest	20,242	20,242	20,242	-
Total Expenditures	23,417,024	23,541,666	21,716,851	1,824,815
Excess (Deficiency) of Revenues Over (Under) Expenditures	(1,159,990)	(1,236,890)	151,288	1,388,178

(Continued)

	Original Budget	Final Budget	Actual	Variance With Final Budget
Other Financing Sources (Uses)				
Proceeds from the sale of capital assets	-	-	2,000	2,000
Transfers in:				
District Court	-	55,000	55,000	-
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	42,920	42,920	42,920	-
Uptown Revitalization Agency fund	21,450	21,450	21,450	-
Transfers out:				
Public Archives fund	(144,250)	(144,250)	(144,250)	-
Community development fund	(96,113)	(96,113)	(96,113)	-
Belmont Senior fund	(95,000)	(95,000)	(95,000)	-
Small Business Incubator fund	(38,735)	(38,735)	(38,735)	-
Crime Control fund	(8,750)	(8,750)	(8,750)	-
Total Other Financing Sources (Uses)	(33,478)	21,522	23,522	2,000
Net Change in Fund Balances	$ (1,193,468)	$ (1,215,368)	174,810	$ 1,390,178
Fund Balances Beginning of Year			6,339,705	
Fund Balances End of Year			$ 6,514,515	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes - real property	$ 5,351,331	$ 5,351,331	$ 5,670,490	$ 319,159
Intergovernmental	110	110	73	(37)
Rent	2,100	2,100	2,100	-
Investment earnings	200,000	200,000	29,769	(170,231)
Miscellaneous	50,000	50,000	211,164	161,164
Total Revenues	5,603,541	5,603,541	5,913,596	310,055
Expenditures				
Current:				
Housing and community development	1,937,050	1,937,050	1,257,965	679,085
Capital Outlay	10,500,000	10,500,000	1,926,475	8,573,525
Total Expenditures	12,437,050	12,437,050	3,184,440	9,252,610
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,833,509)	(6,833,509)	2,729,156	9,562,665
Other Financing (Uses)				
Transfers out:				
General fund	(42,920)	(42,920)	(42,920)	-
ASiMI bond fund	(3,695,386)	(3,695,386)	(3,985,418)	(290,032)
Small business incubator fund	(15,000)	(15,000)	(15,000)	-
Total Other Financing (Uses)	(3,753,306)	(3,753,306)	(4,043,338)	(290,032)
Net Change in Fund Balances	$(10,586,815)	$(10,586,815)	(1,314,182)	$ 9,272,633
Fund Balances Beginning of Year			10,185,111	
Fund Balances End of Year			$ 8,870,929	

See accompanying notes to the basic financial statements

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 2008 was 12,531.

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 56,765 billable units in fiscal year 2008.

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 12,059 units for collection and 20,564 units for disposal. 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, 2010

	Business-type Activities Enterprise Funds					Governmental Activities
	Water Utility Division	**Metro Sewer Operations**	**Solid Waste**	**Other Enterprise Funds**	**Total**	**Internal Service Funds**
Assets						
Current Assets:						
Cash and cash equivalents	$ 1,638,851	$ 1,633,034	$ 1,958,553	$ 918,535	$ 6,148,973	$ 1,036,091
Investments	158,824	3,338,347	2,732,490	504,193	6,733,854	-
Restricted:						
Cash and cash equivalents	136,106	-	-	-	136,106	-
Receivables:						
Accounts	2,096,372	230,389	16,203	157,484	2,500,448	5,547
Special assessments	63,302	693,407	456,461	-	1,213,170	-
Interfund	-	291,081	-	-	291,081	-
Inventory	-	-	-	6,555	6,555	-
Prepaid expenses	12,261	-	-	-	12,261	-
Total Current Assets	4,105,716	6,186,258	5,163,707	1,586,767	17,042,448	1,041,638
Noncurrent Assets:						
Restricted investments	2,903,981	-	1,027,562	-	3,931,543	-
Deferred bond issuance costs	130,729	-	-	-	130,729	-
Capital assets:						
Nondepreciable	2,816,694	166,800	740,526	5,433	3,729,453	40,000
Depreciable, net	45,458,843	9,351,981	3,404,287	2,310,307	60,525,418	1,395,266
Total Noncurrent Assets	51,310,247	9,518,781	5,172,375	2,315,740	68,317,143	1,435,266
Total Assets	55,415,963	15,705,039	10,336,082	3,902,507	85,359,591	2,476,904

(Continued)

	Business-type Activities Enterprise Funds					Governmental Activities
	Water Utility Division	Metro Sewer Operations	Solid Waste	Other Enterprise Funds	Total	Internal Service Funds
Liabilities						
Current Liabilities:						
Vouchers payable	$ 886,146	$ 140,903	$ 144,870	$ 25,595	$ 1,197,514	$ 72,366
Accounts payable	110,797	-	111	-	110,908	-
Contracts payable	51,672	-	-	-	51,672	-
Accrued wages and benefits payable	160,822	93,785	22,058	24,315	300,980	62,440
Compensated absences	34,046	21,771	6,235	2,867	64,918	12,742
Accrued interest payable	42,601	-	-	-	42,601	-
Interfund payable	-	-	-	3,959	3,959	-
Unearned revenue	367,666	-	-	4,617	372,283	-
Closure and postclosure care payable	-	-	4,702	-	4,702	-
Revenue bonds payable	2,061,350	390,750	-	-	2,452,100	-
Total Current Liabilities	3,715,100	647,209	177,976	61,353	4,601,637	147,548
Long-Term Liabilities (net of current portion):						
Customer deposits	115,387	-	-	-	115,387	-
Accrued interest payable-customer deposits	20,719	-	-	-	20,719	-
Closure and postclosure care	-	-	230,406	-	230,406	-
Compensated absences payable	306,412	195,935	56,112	25,802	584,262	114,680
Revenue bonds payable	5,902,737	-	-	-	5,902,737	-
Total Long-Term Liabilities	6,345,255	195,935	286,518	25,802	6,853,511	114,680
Total Liabilities	10,060,355	843,144	464,494	87,155	11,455,148	262,228
Net Assets						
Invested in capital assets, net of related debt (Note 3J)	40,311,450	9,128,031	4,144,813	2,315,740	55,900,034	1,435,266
Restricted for debt service	2,903,981	-	-	-	2,903,981	-
Unrestricted	2,140,177	5,733,864	5,726,775	1,499,612	15,100,428	779,410
Total Net Assets	$ 45,355,608	$ 14,861,895	$ 9,871,588	$ 3,815,352	$ 73,904,443	$ 2,214,676

See accompanying notes to the basic financial statements (Concluded)

BUTTE-SILVER BOW
M
THE RICHEST HILL ON EARTH
5-2-77
STATE OF MONTANA

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, 2010

	Business-type Activities Enterprise Funds					Governmental Activities
	Water Utility Division	**Metro Sewer Operations**	**Solid Waste**	**Other Enterprise Funds**	**Total**	**Internal Service Funds**
Operating Revenues						
Charges for services	$ 6,802,722	$ 3,144,573	$ 2,698,390	$ 727,752	$ 13,373,437	$ 2,117,709
Miscellaneous	101,477	38,537	13,778	77,355	231,147	954
Total Operating Revenues	6,904,199	3,183,110	2,712,168	805,107	13,604,584	2,118,663
Operating Expenses						
Personal services	2,421,906	1,553,440	400,294	448,192	4,823,832	1,264,618
Operation and maintenance	1,862,891	1,187,604	1,463,328	425,177	4,939,000	973,876
Depreciation	2,421,972	716,537	318,325	147,458	3,604,292	261,303
Amortization	160,657	-	-	-	160,657	-
Total Operating Expenses	6,867,426	3,457,581	2,181,947	1,020,827	13,527,781	2,499,797
Operating Income (Loss)	36,773	(274,471)	530,221	(215,720)	76,803	(381,134)
Non-Operating Revenues (Expenses)						
Interest expense	(281,511)	(1,263)	-	-	(282,774)	-
Investment earnings	22,134	15,383	10,896	1,649	50,062	-
Intergovernmenal	4,667,124	450,752	-	-	5,117,876	886
Total Non-Operating Revenues (Expenses)	4,407,747	464,872	10,896	1,649	4,885,164	886
Income (Loss) Before Transfers	4,444,520	190,401	541,117	(214,071)	4,961,967	(380,248)
Transfers in	-	-	-	53,735	53,735	-
Transfers out	(100,000)	(150,000)	(50,000)	-	(300,000)	-
Change in Net Assets	4,344,520	40,401	491,117	(160,336)	4,715,702	(380,248)
Total Net Assets Beginning of Year	41,011,088	14,821,494	9,380,471	3,975,688	69,188,741	2,594,924
Total Net Assets End of Year	$ 45,355,608	$ 14,861,895	$ 9,871,588	$ 3,815,352	$ 73,904,443	$ 2,214,676

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, 2010

	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	$ 6,899,065	$ 2,967,663	$ 2,885,639	$ 874,957	$ 13,627,324	$ -
Cash received from interfund services provided	-	-	-	-	-	2,143,959
Cash payments for personal services	(2,392,618)	(1,531,812)	(399,114)	(446,581)	(4,770,125)	(1,203,748)
Cash payments for goods and services	(1,153,748)	(1,031,095)	(1,384,602)	(405,393)	(3,974,838)	(944,386)
Net Cash Provided by Operating Activities	3,352,699	404,756	1,101,923	22,983	4,882,361	(4,175)
Cash Flows from Noncapital Financing Activities						
Receipt of interfund loan	-	-	31,421	-	31,421	-
Payments made on interfund payable	-	-	(548,031)	-	(548,031)	886
Interest expense on customer deposits	(6,058)	-	-	-	(6,058)	-
Transfers in	-	-	-	53,735	53,735	-
Transfers out	(100,000)	(150,000)	(50,000)	-	(300,000)	-
Net Cash Flows from Noncapital Financing Activities	(106,058)	(150,000)	(566,610)	53,735	(768,933)	886
Cash Flows from Capital and Related Financing Activities						
Operating grants	5,772,192	449,538	-	-	6,221,730	-
Principal paid on revenue bonds payable	(1,879,180)	(342,950)	-	-	(2,222,130)	-
Interest paid on revenue bonds	(283,833)	(1,261)	-	-	(285,094)	-
Proceeds from issuance of bonds	715,530	750,000	-	-	1,465,530	-
Principal payments on main extension contracts	(13,017)	-	-	-	(13,017)	-
Proceeds from the sale of capital assets	-	-	-	-	-	-
Payments for capital acquisitions	(6,463,994)	(2,131,077)	(76,760)	(9,511)	(8,681,342)	(129,236)
Net Cash (Used in) Capital and Related Financing Activities	(2,152,302)	(1,275,750)	(76,760)	(9,511)	(3,514,323)	(129,236)
Cash Flows from Investing Activities						
Investment earnings	22,135	12,504	10,896	1,648	47,183	-
Net Increase (Decrease) in Cash and Cash Equivalents	1,116,474	(1,008,490)	469,449	68,855	646,288	(132,525)
Cash and Cash Equivalents - Beginning of Year	3,721,288	5,979,871	5,249,156	1,353,873	16,304,188	1,168,616
Cash and Cash Equivalents - End of Year	$ 4,837,762	$ 4,971,381	$ 5,718,605	$ 1,422,728	$ 16,950,476	$ 1,036,091
Reconciliation to Statement of Net Assets						
Cash and cash equivalents	$ 1,774,957	$ 1,633,034	$ 1,958,553	$ 918,535	$ 6,285,079	$ 1,036,091
Investments	158,824	3,338,347	$ 2,732,490	504,193	6,733,854	-
Restricted cash and investments	2,903,981	-	1,027,562	-	3,931,543	-
Total	$ 4,837,762	$ 4,971,381	$ 5,718,605	$ 1,422,728	$ 16,950,476	$ 1,036,091

(continued)

City and County of Butte-Silver Bow, Montana
Statement of Cash Flows
Proprietary Funds
For the Fiscal Year Ended June 30, 2010

(continued)

	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	$ 36,773	$ (274,471)	$ 530,221	$ (215,720)	$ 76,803	$ (381,134)
Adjustments:						
Depreciation	2,421,972	716,537	318,325	147,458	3,604,292	261,303
Amortization	160,657	-	-	-	160,657	-
Capital asset adjustment	-	-	-	-	-	774
(Increase) Decrease in Assets:						
Accounts receivable	(54,297)	(229,166)	131,154	69,964	(82,345)	28,847
Special assessments receivables	126,244	(1,322)	(27,196)	-	97,726	-
Inventory	-		-	151	151	-
Prepaid expenses	(2,067)	-	-	-	(2,067)	-
Increase (Decrease) in Liabilities:						
Vouchers payable	747,519	121,563	143,734	18,345	1,031,161	59,913
Accounts payable	(36,308)	-	35	-	(36,273)	(2,880)
Accrued expenses	-	-	-	-	-	6,733
Accrued wages and benefits payable	28,416	20,417	955	1,621	51,409	-
Customer deposits	(4,421)	-	-	-	(4,421)	-
Compensated absences	873	51,198	4,695	1,164	57,930	22,269
Unearned revenue	(72,662)	-	-	-	(72,662)	-
Net Cash Provided by Operating Activities	$ 3,352,699	$ 404,756	$ 1,101,923	$ 22,983	$ 4,882,361	$ (4,175)
Noncash Capital Activities:						
Construction costs included in accounts payable	$ 162,469	$ -	$ -	$ -	$ 162,469	$ -

See accompanying notes to the basic financial statements

Fiduciary Funds

City and County of Butte-Silver Bow, Montana
Statement of Fiduciary Net Assets
Fiduciary Funds
June 30, 2010

	Investment Trust	Agency
Assets		
Cash and cash equivalents	$ 8,937,671	$ 25,373,945
Investments	-	1,368,235
Receivables	-	2,772,713
Land acquired by tax deed	-	261,541
Total Assets	8,937,671	$ 29,776,434
Liabilities		
Accounts payable	-	1,796,342
Vouchers payable	-	4,763
Accrued interest payable	-	233,579
Due to others	-	20,840
Due to other governments	-	27,645,713
Due to component unit	-	75,197
Total Liabilities	-	$ 29,776,434
Net Assets		
Net assets held in trust for pool participants	$ 8,937,671	

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, 2010

Additions		
Shares and investments purchased	$	198,881,227
Investment earnings		260,972
Total Additions		199,142,199
Deductions		
Shares and investments redeemed		198,882,864
Investment earnings distributed		-
Total Deductions		198,882,864
Change in Net Assets		259,335
Net Assets Beginning of Year		8,678,336
Net Assets End of Year	$	8,937,671

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, 2010

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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 fund.

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.

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 it's 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:
>
> > ***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.

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.

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 collateralizeed
- 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, 2010.

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).

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:

	Estimated Lives		
Asset Class	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.

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. The City and County reserves those portions of fund balance which are legally segregated for a specific future use or which do not represent available, spendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund balance that is available for appropriation in future periods. Designations are management's intent to set aside these resources for specific services.

Net Assets - Net assets 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.

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.

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.

I-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 3I)

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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.

I-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. Also, a budget was not necessary for the ARCO redevelopment fund. A soon to be 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. However, 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. The Council of Commissioners also must approve budget transfers within departments.

Management of City and County may make transfers of appropriations among objects within a function or department subject to the approval of the Council of Commissioners. All appropriations lapse on June 30th.

2-B. Excess of Expenditures over Appropriations

The following funds had expenditures in excess of the fund budget:

Bridge Fund – public works	$1,183
Maintenance Fund (2504) – public works	$2,389

These expenditures were labor accruals related to the settlement of a collective bargaining agreement and are considered immaterial amounts.

2-C. Deficit Fund Equities

The following funds had fund balance deficits

Parking Commission Fund – ($29,223) – 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 – ($44,384) – 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 – ($126,612) – This fund accounts for judgments made against the local government. Property taxes will be levied in fiscal year 2010-2011 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 – ($365,642) – 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 – ($57,575) – 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.

Superfund Storm Water Fund – ($32,972) – This fund covers activities under the Superfund Storm Water Capital Improvements 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.

Planning-ARCO Grant Fund ($55,020) – 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.

Planning-ARCO Grant Fund ($16,544) – This fund accounts for several reclamations projects funded through the State of Montana Dept of Natural Resources and Conservation (DNRC) via the Reclamation and Development Grants Program (RDGP). The general fund has made an interim loan to the project to avoid delays. This project will be fully funded prior to closeout.

Archives Debt Service Fund – ($84,109) – This fund accounts for the debt payments on $7.5 million in bonds issued in FY 2009. The City and County is funding this operation in the interim with a loan from the general fund so payments can proceed without delay. Property taxes will be levied in fiscal year 2010-2011 to cover this deficit.

RTP Grants Fund – ($8,744) – 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 RTP projects will remain active with private 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 $60,038,882 and the related bank balances totaled $60,939,954. Of the bank balance, $757,662 was covered by Federal Depository Insurance; $44,298,614 was collateralized by the pledging financial institution's trust department or an agent in the City and County's name and $14,498,606 was uncollateralized.

Component Unit's Deposits

At June 30, 2010, the carrying amount of the Port Authority's deposits, including certificates of deposit of $1,346,568 and the related bank balances totaled $1,464,291. Of the bank balance, $1,021,325 was secured by Federal Depository Insurance; $149,664 was guaranteed or collateralized by government securities and $293,302 was uncollateralized.

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.

At June 30, 2010 the City and County had the following investments presented by maturity period:

Investment Type	Fair Value
U.S. Government Securities	$ 8,424,007
Wells Fargo Restricted Investmments	1,135,847
Montana Investment Pool "2a7 like"	34,484,051
Total Investments	$ 44,043,905

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, 2010 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.

Cash and Investment Reconciliation:

	Cash and Cash Equivalents	Investments	Total
Fund Reporting Level:			
Governmental Funds - Balance Sheet	$ 14,587,995	$ 27,600,727	$ 42,188,722
Governmental Funds - Balance Sheet - Restricted	8,087,191	-	8,087,191
Proprietary Fund Type Statement of Net Assets	6,148,973	6,733,854	12,882,827
Proprietary Fund Type Statement of Net Assets - Restricted	136,106	3,931,543	4,067,649
Fiduciary Fund	26,577,712	10,305,906	36,883,618
Less cash on hand	(27,220)		(27,220)
Total	$ 55,510,757	$ 48,572,030	$ 104,082,787
Cash and cash equivalents			$ 60,038,882
Investments			44,043,905
Total			$ 104,082,787

3-B. Receivables

Receivables at June 30, 2010, 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, 2010, 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, 2009. The property taxes were due and recognized as an enforceable lien on January 31, 2010.

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.

3-D. Capital Assets

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

	Balance 6/30/2009	Additions	Deductions	Balance 6/30/2010
Governmental activities				
Nondepreciable capital assets				
Land	$ 3,933,774	$ -	$ -	$ 3,933,774
Construction in progress	2,333,215	4,288,486	-	6,621,701
Total nondepreciable capital assets	6,266,989	4,288,486	-	10,555,475
Depreciable capital assets				
Buildings	26,144,239	1,870,095	-	28,014,334
Improvements other than buildings	7,009,115	2,141,908	90,533	9,060,490
Machinery and equipment	18,303,820	718,500	129,586	18,892,734
Infrastructure	62,251,338	447,003	-	62,698,341
Total depreciable capital assets	113,708,513	5,177,506	220,119	118,665,900
Total capital assets	119,975,502	9,465,992	220,119	129,221,375
Accumulated depreciation				
Buildings	6,323,216	672,051	-	6,995,267
Improvements other than buildings	3,361,835	294,437	44,522	3,611,750
Machinery and equipment	11,850,852	1,269,526	79,790	13,040,588
Infrastructure	20,857,874	2,284,740	-	23,142,614
Total accumulated depreciation	42,393,778	4,520,754	124,312	46,790,220
Governmental activities capital assets, net	$ 77,581,724	$ 4,945,238	$ 95,807	$ 82,431,155

Governmental activities depreciation expense

General government	$ 704,517
Public safety	806,741
Public works	666,808
Public health	21,036
Culture and recreation	188,473
Housing and community development	2,133,179
Total governmental activities depreciation expense	$ 4,520,754

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	Balance 6/30/2009	Additions	Deductions	Balance 6/30/2010
Business-type activities				
Nondepreciable capital assets				
Land	$ 1,299,935	$ -	$ -	$ 1,299,935
Construction in progress	3,595,594	2,429,518	3,595,594	2,429,518
Total nondepreciable capital assets	4,895,529	2,429,518	3,595,594	3,729,453
Depreciable capital assets				
Buildings	27,624,131	9,511	-	27,633,642
Improvements other than buildings	60,968,380	9,372,638	135	70,340,883
Machinery and equipment	9,165,900	453,058	30,192	9,588,766
Total depreciable assets	97,758,411	9,835,207	30,327	107,563,291
Total capital assets	102,653,940	12,264,725	3,625,921	111,292,744
Accumulated depreciation				
Buildings	12,036,222	664,286	-	12,700,508
Improvements other than buildings	25,353,260	2,447,624	135	27,800,749
Machinery and equipment	6,074,425	492,383	30,192	6,536,616
Total accumulated depreciation	43,463,907	3,604,293	30,327	47,037,873
Business-type activities capital assets, net	$ 59,190,033	$ 8,660,432	$ 3,595,594	$ 64,254,871

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

	Balance 6/30/2009	Additions	Deductions	Balance 6/30/2010
Component unit				
Nondepreciable capital assets				
Land	$ 353,253	$ -	$ -	$ 353,253
Construction in progress	-	456,162	-	456,162
Total nondepreciable capital assets	353,253	456,162	-	809,415
Depreciable capital assets				
Warehouse and improvements	753,184	-	90	753,094
Machinery and equipment	1,198,757	-	33,320	1,165,437
HUB Transportation facility				
Buildings and improvements	4,119,372	-	-	4,119,372
Tracks	1,469,324	-	-	1,469,324
Total depreciable capital assets	7,540,637	-	33,410	7,507,227
Total capital assets	7,893,890	456,162	33,410	8,316,642
Accumulated depreciation				
Warehouse and improvements	522,103	12,921	90	534,934
Machinery and equipment	960,086	30,052	30,525	959,613
HUB Transportation facility				
Buildings and improvements	1,817,772	98,438	-	1,916,210
Tracks	626,785	33,060	-	659,845
Total accumulated depreciation	3,926,746	174,471	30,615	4,070,602
Component unit capital assets, net	$ 3,967,144	$ 281,691	$ 2,795	$ 4,246,040

3-E. Interfund Balances and Transfers

Interfund balances at June 30, 2010, 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	$ 1,091,959	$ 1,091,959
Nonmajor Governmental Funds	380,000	380,000
Metro Sewer Replacement Fund	291,081	291,081
	$ 1,763,040	$ 1,763,040

The following is a summary of the interfund transfers:

	Transfers to:			
Transfers from:	General fund	Nonmajor governmental funds	Nonmajor enterprise funds	Total
General fund	$ -	$ 420,985	$ -	$ 420,985
Ramsey TIFID	42,920	3,985,418	15,000	4,043,338
Nonmajor governmental funds	76,450	2,192,638	-	2,269,088
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	$ 404,370	$ 6,614,041	$ 15,000	$ 7,033,411

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 postclosure 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 postclosure 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 postclosure care as of the balance sheet date is $2,015,335 and estimated total current cost remaining to be recognized is $1,780,227. These amounts are based on what it would cost to perform all closure and postclosure care in 2010. Percentage of landfill capacity used to date is about 11.67%. 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.

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, 2010 are $1,480,000.

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, 2010 are $9,225,000.

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, 2009 are $751,630.

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, 2010 are $7,355,000.

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

Fiscal Year	Principal	Interest	Total
2011	960,214	745,053	1,705,267
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
2016-2029	13,420,560	3,282,930	16,703,490
Total	$ 18,811,630	$ 6,597,380	$ 25,409,010

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Tax Increment Revenue Bonds – The City and County has three 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, 2010 of $350,000.

Tax Increment Industrial Infrastructure Development Revenue Bonds, Series 1996, consisting of three different terms and rates. Future revenues from the industrial tax increment finance district have been pledged to pay bond principal and interest as due. Original amount of the issue is $26,785,000 consisting of: $13,285,000 at 6.89% with a final maturity of July 1, 2005; $2,715,000 at 7.185% with a final maturity of July 1, 2007 and $10,785,000 at 7.61% with a final maturity of July 1, 2021. The balance at June 30, 2010 was $7,740,000.

Tax Increment Industrial Infrastructure Development Revenue Bonds, Series 1997, consisting of two different terms and rates. Future revenue from the industrial tax increment finance district has been pledged to pay bond principal and interest as due. Original amount of issue is $16,135,000 consisting of: $5,690,000 at 7.00% with final maturity of July 1, 2004 and $10,445,000 at 7.63% with final maturity of July 1, 2022. The balance at June 30, 2010 was $6,845,000.

The Series 1996 and 1997 bonds were secured by a Reimbursement Agreement between the City and County of City and County (the issuer), Advanced Silicon Materials, Inc. and the Bank of Tokyo-Mitsubishi, LTD. In January 2006 Advanced Silicon Materials, Inc. was purchased by REC, Incorporated (Renewable Energy Corporation), a Norwegian Corporation. The letter of credit agreement was renewed on July 29, 2005 and assumed by REC, Incorporated. In Section 2 of this agreement the Bank of Tokyo-Mitsubishi, LTD agreed to issue a Letter of Credit to the Trustee for the joint and several account of the obligors in the amount of $23,050,000 to pay the principal of the bonds and 205 days of interest not exceeding $993,382.31 on the bonds. The amount available under the Letter of Credit is reduced to extent of principal payments paid per the Indenture or by which there is a drawing upon the maturity, redemption or acceleration of all of the bonds. The Reimbursement Obligation shall be paid on each Reimbursement Obligation Payment Date from the Trust Money per the Bond Indenture and from the pledged revenues, if not deposited in the Trust Funds. Provided the bank does not receive payment in full on each Reimbursement Obligation Payment date, REC, Incorporated, shall immediately pay to the Bank on demand the unpaid amount of such Reimbursement Obligation.

There were no draws on the letter of credit for fiscal year ending June 30, 2010.

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

Fiscal Year	Principal	Interest	Total
2011	1,080,000	1,185,066	2,265,066
2012	875,000	1,110,710	1,985,710
2013	925,000	1,042,234	1,967,234
2014	990,000	972,385	1,962,385
2015	1,065,000	888,208	1,953,208
2016-2029	10,000,000	3,614,226	13,614,226
Total	$ 14,935,000	$ 8,812,829	$ 23,747,829

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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.

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

Fiscal Year	Principal	Interest	Total
2011	45,000	7,028	52,028
2012	50,000	5,303	55,303
2013	50,000	3,365	53,365
2014	55,000	1,183	56,183
	$ 200,000	$ 16,878	$ 216,878

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
2011	$ 172,911
2012	181,399
2013	190,296
2014	192,346
2015	82,668
2016-2017	168,800
	$ 988,420

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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, with a current book value of $9,734.

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
2011	$ 33,897	$ 18,498	$ 52,395
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
2016-2019	165,235	18,147	183,382
	$ 354,120	$ 90,173	$ 444,293

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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, 2010 were 141 percent of the annual debt service payment. Also, all bond covenants relating to the reserve requirements have been met.

On September 24, 2008, the City and County of Butte-Silver Bow issued $5,880,000 in Water System Refunding Bonds with an interest rate between 3.125% and 3.25% to refund $7,135,000 of outstanding 1998 Series bonds with an interest rate of 2.0% to 3.6%. The net proceeds of $5,849,533 (after payment of $128,430 underwriting fees, insurance, and other issuance costs) plus an additional $1,460,000 of 1998 Series Reserve Fund monies were used to extinguish the remaining Series 1998 bonds. The reacquisition price exceeded the net carrying amount of the old debt by $621,995. This amount is netted against the new debt amortized over the new debt's life, which is equal to the refunded debt.

The transaction also resulted in an economic gain of $390,887 and a reduction of $559,429 in future debt service payments.

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 $3,645,000 and 2008 Series Bonds with variable rates between 3.13% and 3.25% outstanding balance of $5,880,000. The 2003 Series has a final maturity of November 1, 2013and 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 $7,547,737.

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

Fiscal Year	Principal	Interest	Total
2011	1,645,000	241,881	1,886,881
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	$ 7,945,000	$ 679,390	$ 8,624,390

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 amount owed on the bonds as of June 30, 2010 was $50 on the "B" bonds and $416,300 on the "A" bonds. It is anticipated the entire amount of the "A" bonds will be forgiven in fiscal year 2011 per the terms of the agreement. The bonds are noted as current liabilities at June 30, 2010.

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 amount owed on the bonds as of June 30, 2010 was $50 on the "B" bonds and $390,700 on the "A" bonds. It is anticipated the entire amount of the "A" bonds will be forgiven in fiscal year 2011 per the terms of the agreement. The bonds are noted as current liabilities at June 30, 2010.

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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, 2010:

Governmental Activities	Restated Outstanding 6/30/2009	Additions	Reductions	Outstanding 6/30/2010	Amounts Due in One Year
General obligation bonds	$ 19,686,844	$ -	$ 875,214	$ 18,811,630	$ 960,214
General obligation notes	1,256,492	-	268,072	988,420	172,911
Tax increment	17,450,000	-	2,515,000	14,935,000	1,080,000
SID bonds	240,000	-	40,000	200,000	45,000
Capital leases	386,274	-	32,154	354,120	33,897
Compensated absences	2,695,596	2,117,200	1,745,667	3,067,129	1,798,037
Total Governmental Activities	$ 41,371,108	$ 2,117,200	$ 5,476,107	$ 38,356,299	$ 4,090,059
Business-Type Activities					
Revenue bonds	$ 9,525,000	$ 1,465,530	$ 2,238,430	$ 8,752,100	$ 2,452,100
Less unamortized:					
Refunding loss	(486,241)		112,443	(373,798)	
Premium	83,574		(19,212)	64,362	
Discount	(114,175)		26,348	(87,827)	
Total bonds payable	9,008,158	1,465,530	2,358,009	8,354,837	2,452,100
Compensated absences	591,252	415,038	357,110	649,180	367,823
Landfill postclosure costs	210,374	24,734	-	235,108	5,878
Total Business-Type Activities	$ 9,809,785	$ 1,905,302	$ 2,715,119	$ 9,239,125	$ 2,825,801
Component Unit					
Compensated absences	$ 94,604	$ 50,420	$ 57,253	$ 87,771	$ 43,837
Total Component Unit	$ 94,604	$ 50,420	$ 57,253	$ 87,771	$ 43,837

The debt service funds are retiring the general obligation bonds, the tax increment bonds and the SID bonds. The general retired 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 community facilities fund is retiring the business-type activities notes payable. The compensated absences are being paid by the fund where the employee works, primarily the general fund and the each enterprise fund.

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, 2010 was $20,010,704. 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, 2010, 2009 and 2008 were $1,043,951, $987,609 and $898,989, 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, 2010 was $15,130. 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 2010. The Plan is administered by the State of Montana. The Authority contribution for the year ended June 30, 2010, 2009, and 2008 was $37,655, $34,021 and $34,772. 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, 2010 was $270.

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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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, 2010, 2009, and 2008 were, $243,810, $236,091 and $222,132 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, 2010 was $636,440. 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% ^{x} Final Average Salary ^{x} 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, 2010, 2009, and 2008 were $328,861, $292,412 and $288,716, 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, 2010 was $979,447. The financial statements reflect the related revenue and expenditures for this on behalf payment.

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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, 2010, 2009, and 2008 were $80,044, $73,626and $67,898 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, 2010, 2009, and 2008 were $24,901, $23,824, and $20,895 respectively.

3-J. Net Assets

Net assets on the government-wide statement of net assets as of June 30, 2010 are as follows:

Invested in capital assets, net of related debt:	Governmental Activities	Business Type Activities	Component Unit
Cost of capital assets	$ 129,221,375	$ 111,292,744	$ 8,316,642
Less accumulated depreciation	46,790,220	47,037,873	4,070,602
Book value	82,431,155	64,254,871	4,246,040
Less capital related debt	35,289,170	8,752,100	-
Plus/minus bond related items	(113,630)	397,263	-
Invested in capital assets, net of related debt	$ 47,028,355	$ 55,900,034	$ 4,246,040

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Governmental Activities – The following are net assets restricted for specific purposes:

Governmental Activities:

Restriction/Fund		Amount
Accumulation Authorized by Law:		
Tax increment bond fund	$	974,295
SID revolving fund		92,645
Total	$	1,066,940
Debt Service/Bond Restrictions:		
Tax increment bond fund	$	162,750
AsiMi bond fund		3,508,244
Ladder truck bond fund		1,128
Civic center fund		25,858
LEA detention center & admin. project		62,391
Total	$	3,760,371
Economic Development*		
Ceased Mining Operations:		
Hard rock mind trust	$	4,416,197

*These restricted assets are to be used in accordance with Montana Code Annotated, (MCA) 7-6-2225 which includes for the use of planning and economic development activities if mining operation has ceased or the number of employees is less than one half of the average number of perons employed full-time in mining activities by the mining operation in the previous 5-year period.

Business-type Activities - The following are net assets restricted for specific purposes:

Business-type Activities:

Restriction/Fund		Amount
Debt Service/Bond Restrictions:		
Water utility division fund:		
Operations and maintenance	$	503,000
Current debt service		1,163,981
Replace and depreciation		1,237,000
Total	$	2,903,981

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.

The tort liability plan and workers' compensation program issued a $7.610 million, to finance the necessary insurance reserves. All members signed a contingent note for a pro rata share of this liability in case operating revenues were insufficient to cover the debt service. The City and County's share is $701,243 for the workers' compensation program. Based on both plans' current financial position, the City and County does not expect to make any payments on the note. The pool uses an actuarial calculation. Claims incurred but not reported (IBNR's) have been considered when determining the claims liability.

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

	2010	2009
Claims payable, beginning of year	$ 313,869	$ 212,499
Claims incurred during the year	3,785,829	3,050,337
Claims paid during the year	(3,271,971)	(2,948,967)
Claims payable, end of year	$ 827,727	$ 313,869

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. That reserve was $1,722,177 at June 30, 2010.

4-B. Subsequent Events

On December 10, 2010, the ARRA "A" bonds disclosed in Note 3-H were forgiven in the amount of $390,700. On February 1, 2011, the ARRA "A" bonds disclosed in Note 3-H were forgiven in the amount of $416,300.

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 $13,075,000. 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 purchaser of the bonds is REC Advanced Silicon Materials LLC, a Delaware limited liability company.

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, 2010. 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 degree 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.

4-D. Construction Commitments

As of June 30, 2010, the City has made the following construction commitments:

Project Description	Project Authorized	Expended to June 30, 2010	Future Financing
Aerotech building	$ 169,000	$ 79,548	$ 89,452
Archives building and renovation	5,780,252	5,328,993	451,259
Big Hole diversion dam	3,328,343	266,222	3,062,121
Metro waste water treatment upgrade	1,847,000	1,777,013	69,987
Water main replacement	2,040,479	1,732,158	308,321
	$ 13,165,074	$ 9,183,934	$ 3,981,140

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, 2010. 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, 2010 the pooled investment's fair value was $8,937,671, 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, 2009, the liability for compensatory time was not recorded in the government-wide financial statements. This omission requires a restatement of the June 30, 2009 government-wide net asset balance as follows:

	Government-wide Net Assets
Net assets as previously reported at June 30, 2009.	$ 93,964,210
To record liability at June 30, 2009	344,098
Net assets, as restated at June 30, 2009.	$ 93,620,112

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

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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.

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Governmental Funds - By Fund Type
June 30, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Assets				
Cash and cash equivalents	$ 5,981,932	$ 265,232	$ 3,970,667	$ 10,217,831
Investments	12,044,507	891,085	2,061,355	14,996,947
Restricted assets - investments	4,416,197	3,670,994	-	8,087,191
Receivables:				
Accounts	1,535,611	-	107	1,535,718
Property taxees	852,590	583,582	-	1,436,172
Special assessments	538,138	-	-	538,138
Loans	4,872,011	-	19,087	4,891,098
Interfund	380,000	-	-	380,000
Total Assets	$ 30,620,986	$ 5,410,893	$ 6,051,216	$ 42,083,095
Liabilities and Fund Balances				
Liabilities				
Vouchers payable	$ 1,508,761	$ -	$ 613,505	$ 2,122,266
Accounts payable	240,362	-	28,939	269,301
Accrued salaries and benefits	523,382	-	-	523,382
Interfund payable	1,674,972	84,109	-	1,759,081
Performance bonds payable	20,984	-	-	20,984
Deferred revenue	1,467,249	583,582	88,374	2,139,205
Total Liabilities	5,435,710	667,691	730,818	6,834,219
Fund Balances				
Reserved for:				
Debt service	-	3,676,262	-	3,676,262
Long-term loans	4,872,011	-	-	4,872,011
Accumulation of reserve authorized by State Law	-	1,066,940	-	1,066,940
Economic development - ceased mining operation	4,416,197	-	-	4,416,197
Unreserved, undesignated, reported in:				
Special revenue funds	15,897,068	-	-	15,897,068
Capital projects funds	-	-	5,320,398	5,320,398
Total Fund Balances	25,185,276	4,743,202	5,320,398	35,248,876
Total Liabilities and Fund Balances	$ 30,620,986	$ 5,410,893	$ 6,051,216	$ 42,083,095

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, 2010

	Nonmajor Special Revenue Funds	Nonmajor Debt Service Funds	Nonmajor Capital Projects Funds	Total Nonmajor Governmental Funds
Revenues				
Property taxes	$ 6,299,706	$ 2,739,631	$ -	$ 9,039,337
Special assessments	1,375,779	-	-	1,375,779
Intergovernmental	8,158,125	317,602	98,973	8,574,700
Charges for services	964,761	-	-	964,761
Fines and forfeitures	71,546	-	83,181	154,727
Private grants and donations	1,655,311	-	-	1,655,311
Investment earnings	255,014	3,117	26,100	284,231
Miscellaneous	245,881	523,613	29,916	799,410
Total Revenues	19,026,123	3,583,963	238,170	22,848,256
Expenditures				
Current:				
General government	2,449,998	-	-	2,449,998
Public safety	4,316,756	-	39,741	4,356,497
Public works	5,463,468	-	-	5,463,468
Public health	3,233,412	-	-	3,233,412
Social and economic services	146,616	-	-	146,616
Cultural and recreation	951,772	1,050	-	952,822
Housing and community development	1,368,864	10,823	-	1,379,687
Capital Outlay	2,072,652	-	4,632,863	6,705,515
Debt Service:				
Principal	268,072	3,430,214	-	3,698,286
Interest	38,657	2,073,713	-	2,112,370
Total Expenditures	20,310,267	5,515,800	4,672,604	30,498,671
(Deficiency) of Revenues (Under) Expenditures	(1,284,144)	(1,931,837)	(4,434,434)	(7,650,415)
Other Financing Sources (Uses)				
Insurance proceeds	3,000	-	-	3,000
Proceeds from the sale of capital assets	-	-	-	-
Transfers in	2,540,175	4,035,131	-	6,575,306
Transfers out	(311,484)	(1,957,604)	-	(2,269,088)
Total Other Financing Sources (Uses)	2,231,691	2,077,527	-	4,309,218
Net Change in Fund Balances	947,547	145,690	(4,434,434)	(3,341,197)
Fund Balances Beginning of Year	24,237,729	4,597,512	9,754,832	38,590,073
Fund Balances End of Year	$ 25,185,276	$ 4,743,202	$ 5,320,398	$ 35,248,876

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	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	$ 888,468	$ 3,708	$ 3,568	$ 35,989	$ 1,677,483	$ 61,126	$ 35,648	$ -	$ 367,208	$ 345,995
Investments	-	1,963	-	-	-	-	-	-	-	-
Receivables:										
Taxes	578	-	-	-	87,906	41,381	21,993	-	84,901	53,575
Accounts	-	-	-	-	6,687	-	45,164	-	18,407	14,163
Special assessments	206,981	1,450	2,124	168,104	-	-	11,288	-	-	-
Loans	-	-	-	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 1,096,027	$ 7,121	$ 5,692	$ 204,093	$ 1,772,076	$ 102,507	$ 114,093	$ -	$ 470,516	$ 413,733
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	$ 3,479	$ -	$ -	$ -	$ 790,952	$ 21	$ 625	$ 494	$ 65,044	$ 12,544
Accounts payable	-	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	12,003	-	-	-	65,255	21,205	15,388	8,585	25,213	15,065
Performance bonds payable	-	-	-	-	-	-	20,984	-	-	-
Interfund payable	-	-	-	-	-	-	-	20,144	-	-
Deferred revenue	207,557	1,450	2,124	168,104	87,906	41,380	33,282	-	84,900	53,575
Total Liabilities	223,039	1,450	2,124	168,104	944,113	62,606	70,279	29,223	175,157	81,184
Fund Balances										
Reserved for:										
Long-term loans	-	-	-	-	-	-	-	-	-	-
Economic development - ceased mining operation	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	872,988	5,671	3,568	35,989	827,963	39,901	43,814	(29,223)	295,359	332,549
Total Fund Balances	872,988	5,671	3,568	35,989	827,963	39,901	43,814	(29,223)	295,359	332,549
Total Liabilities and Fund Balances	$ 1,096,027	$ 7,121	$ 5,692	$ 204,093	$ 1,772,076	$ 102,507	$ 114,093	$ -	$ 470,516	$ 413,733

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Parks	Library	Public Archives	Econ Dev 1 Mill Levy	Economic Dev (HR)	Transit	Health	Senior Citizens	Developmentally Disabled	Damages And Judgments
Assets										
Cash and cash equivalents	$ 11,529	$ 60,654	$ 24,759	$ 12,774	$ 159,854	$ 189,293	$ -	$ 13,798	$ 18,126	$ -
Investments	-	-	17,040	-	2,300,787	-	-	-	-	-
Receivables:										
Taxes	-	-	-	7,719	-	41,472	-	8,029	5,822	34,059
Accounts	-	-	919	-	-	158,325	349,531	-	500	-
Special assessments	-	-	-	-	-	-	-	-	-	-
Loans	-	-	-	-	231,788	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 11,529	$ 60,654	$ 42,718	$ 20,493	$ 2,692,429	$ 389,090	$ 349,531	$ 21,827	$ 24,448	$ 34,059
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	$ -	$ -	$ 1,276	$ -	$ -	$ 25,485	$ 31,668	$ -	$ 138	$ -
Accounts payable	-	-	-	-	-	-	125	-	-	-
Accrued salaries and benefits	-	2,683	10,346	-	-	35,257	96,040	-	3,372	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	220,000	165,757	-	-	126,611
Deferred revenue	-	-	-	7,719	76,520	41,473	-	8,029	5,823	34,060
Total Liabilities	-	2,683	11,622	7,719	76,520	322,215	293,590	8,029	9,333	160,671
Fund Balances										
Reserved for:										
Long-term loans	-	-	-	-	231,788	-	-	-	-	-
Economic development - ceased mining operation	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	11,529	$ 57,971	31,096	12,774	2,384,121	66,875	55,941	13,798	15,115	(126,612)
Total Fund Balances	11,529	57,971	31,096	12,774	2,615,909	66,875	55,941	13,798	15,115	(126,612)
Total Liabilities and Fund Balances	$ 11,529	$ 60,654	$ 42,718	$ 20,493	$ 2,692,429	$ 389,090	$ 349,531	$ 21,827	$ 24,448	$ 34,059

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	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	$ 573,963	$ 71,548	$ 122,412	$ 17,151	$ 2,965	$ -	$ 140,288	$ 26,697	$ 1,591	$ 60,023
Investments	-	67,529	-	-	-	-	-	-	-	-
Receivables:										
Taxes	357,558	107,597	-	-	-	-	-	-	-	-
Accounts	32,552		5,304	-	-	-	-	-	-	-
Special assessments	-	-	-	-	-	-	-	74,509	3,442	-
Loans	-	-	-	-	-	-	-	-	-	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 964,073	$ 246,674	$ 127,716	$ 17,151	$ 2,965	$ -	$ 140,288	$ 101,206	$ 5,033	$ 60,023
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	$ 60,131	$ 987	$ -	$ -	$ 1,150	$ -	$ -	$ -	$ -	$ -
Accounts payable	5,884	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	132,734	-	2,981	-	1,815	-	2,720	-	-	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	55,020	-	71,081	-	-
Deferred revenue	357,560	107,596	-	-	-	-	-	74,509	3,442	-
Total Liabilities	556,309	108,583	2,981	-	2,965	55,020	2,720	145,590	3,442	-
Fund Balances										
Reserved for:										
Long-term loans	-	-	-	-	-	-	-	-	-	-
Economic development - ceased mining operation	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	407,764	138,091	124,735	17,151	-	(55,020)	137,568	(44,384)	1,591	60,023
Total Fund Balances	407,764	138,091	124,735	17,151	-	(55,020)	137,568	(44,384)	1,591	60,023
Total Liabilities and Fund Balances	$ 964,073	$ 246,674	$ 127,716	$ 17,151	$ 2,965	$ -	$ 140,288	$ 101,206	$ 5,033	$ 60,023

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	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	$ 71,580	$ 83,338	$ -	$ 4,050	$ 3,448	$ 189,280	$ 11,271	$ -	$ 783	$ -
Investments	2,515,587	10,943	-	-	398,158	184,038	-	-	-	124,210
Receivables:										
Taxes	-	-	-	-	-	-	-	-	-	-
Accounts	-	62,629	-	-	-	-	-	142,412	-	-
Special assessments	62,478	-	-	-	-	-	-	-	-	-
Loans	3,857,382	82,707	-	55,810	-	-	-	-	-	-
Interfund	380,000	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	4,416,197	-	-	-	-	-	-	-
Total Assets	$ 6,887,027	$ 239,617	$ 4,416,197	$ 59,860	$ 401,606	$ 373,318	$ 11,271	$ 142,412	$ 783	$ 124,210
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	$ 175,298	$ -	$ -	$ 184	$ -	$ 1,989	$ -	$ 42,486	$ -	$ -
Accounts payable	-	-	-	-	230,000	210	4,112	-	-	-
Accrued salaries and benefits	7,798	6,374	-	-	-	6,246	-	-	-	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	-	-	-	-	-	116,470	-	443
Deferred revenue	62,478	-	-	-	-	-	-	-	-	-
Total Liabilities	245,574	6,374	-	184	230,000	8,445	4,112	158,956	-	443
Fund Balances										
Reserved for:										
Long-term loans	3,857,382	82,707	-	55,810	-	-	-	-	-	-
Economic development - ceased mining operation	-	-	4,416,197	-	-	-	-	-	-	-
Unreserved, undesignated	2,784,071	150,536	-	3,866	171,606	364,873	7,159	(16,544)	783	123,767
Total Fund Balances	6,641,453	233,243	4,416,197	59,676	171,606	364,873	7,159	(16,544)	783	123,767
Total Liabilities and Fund Balances	$ 6,887,027	$ 239,617	$ 4,416,197	$ 59,860	$ 401,606	$ 373,318	$ 11,271	$ 142,412	$ 783	$ 124,210

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	PIT Watch ED Program	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	ARCO Lead Program
Assets										
Cash and cash equivalents	$ 188,920	$ 115,126	$ -	$ 41,279	$ -	$ -	$ 57,610	$ 5,901	$ 185,470	$ 7,405
Investments	290	862,701	15,028	-	-	-	-	-	62,575	14,967
Receivables:										
Taxes	-	-	-	-	-	-	-	-	-	-
Accounts	-	-	-	-	5,889	-	-	-	7,592	-
Special assessments	-	-	7,762	-	-	-	-	-	-	-
Loans	-	-	-	-	-	-	-	-	385,752	-
Interfund	-	-	-	-	-	-	-	-	-	-
Restricted assets - investments	-	-	-	-	-	-	-	-	-	-
Total Assets	$ 189,210	$ 977,827	$ 22,790	$ 41,279	$ 5,889	$ -	$ 57,610	$ 5,901	$ 641,389	$ 22,372
Liabilities and Fund Balances										
Liabilities										
Vouchers payable	$ 4,209	$ 19,471	$ -	$ -	$ 5,221	$ -	$ 2,874	$ -	$ -	$ -
Accounts payable	-	-	-	-	-	-	-	-	-	-
Accrued salaries and benefits	-	-	-	-	-	-	-	3,931	-	-
Performance bonds payable	-	-	-	-	-	-	-	-	-	-
Interfund payable	-	-	380,670	-	176	16,241	-	-	-	-
Deferred revenue	-	-	7,762	-	-	-	-	-	-	-
Total Liabilities	4,209	19,471	388,432	-	5,397	16,241	2,874	3,931	-	-
Fund Balances										
Reserved for:										
Long-term loans	-	-	-	-	-	-	-	-	385,752	-
Economic development - ceased mining operation	-	-	-	-	-	-	-	-	-	-
Unreserved, undesignated	185,001	958,356	(365,642)	41,279	492	(16,241)	54,736	1,970	255,637	22,372
Total Fund Balances	185,001	958,356	(365,642)	41,279	492	(16,241)	54,736	1,970	641,389	22,372
Total Liabilities and Fund Balances	$ 189,210	$ 977,827	$ 22,790	$ 41,279	$ 5,889	$ -	$ 57,610	$ 5,901	$ 641,389	$ 22,372

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Special Revenue Funds
June 30, 2010

	Superfund Residential Metals	Natural Resources Damages Greenway Project	East Butte RRA Revolving Loan	ARCO Redevelopment Trust	Superfund Storm Water System	RTP Grants	Total Nonmajor Special Revenue Funds
Assets							
Cash and cash equivalents	$ -	$ -	$ 11,743	$ -	$ 78,110	$ -	$ 5,981,932
Investments	-	-	10,450	5,458,241	-	-	12,044,507
Receivables:							
Taxes	-	-	-	-	-	-	852,590
Accounts	-	685,537	-	-	-	-	1,535,611
Special assessments	-	-	-	-	-	-	538,138
Loans	-	-	258,572	-	-	-	4,872,011
Interfund	-	-	-	-	-	-	380,000
Restricted assets - investments	-	-	-	-	-	-	4,416,197
Total Assets	$ -	$ 685,537	$ 280,765	$ 5,458,241	$ 78,110	$ -	$ 30,620,986
Liabilities and Fund Balances							
Liabilities							
Vouchers payable	$ 23,754	$ 157,400	$ -	$ -	$ 81,881	$ -	$ 1,508,761
Accounts payable	-	-	-	-	31	-	240,362
Accrued salaries and benefits	17,280	1,921	-	-	29,170	-	523,382
Performance bonds payable	-	-	-	-	-	-	20,984
Interfund payable	16,541	477,074	-	-	-	8,744	1,674,972
Deferred revenue	-	-	-	-	-	-	1,467,249
Total Liabilities	57,575	636,395	-	-	111,082	8,744	5,435,710
Fund Balances							
Reserved for:							
Long-term loans	-	-	258,572	-	-	-	4,872,011
Economic development - ceased mining operation	-	-	-	-	-	-	4,416,197
Unreserved, undesignated	(57,575)	49,142	22,193	5,458,241	(32,972)	(8,744)	15,897,068
Total Fund Balances	(57,575)	49,142	280,765	5,458,241	(32,972)	(8,744)	25,185,276
Total Liabilities and Fund Balances	$ -	$ 685,537	$ 280,765	$ 5,458,241	$ 78,110	$ -	$ 30,620,986

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	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	$ 14,433	$ -	$ -	$ -	$ 693,912	$ 284,671	$ 191,386	$ -	$ 650,160	$ 370,284
Special assessments	1,249,881	6	165	47,051	-	-	-	-	-	-
Intergovernmental	200,457	-	-	-	1,843,754	41,507	26,826	84	106,674	36,519
Charges for services	-	12,289	6,588	-	-	-	105,824	60,830	12,498	273,775
Fines and forfeitures	-	-	-	-	-	-	-	71,546	-	-
Private grants and donations	-	-	-	-	-	-	-	-	-	-
Investment earnings	-	-	-	-	-	-	-	-	-	-
Miscellaneous	-	-	-	-	31,569	560	-	-	3,452	7,553
Total Revenues	1,464,771	12,295	6,753	47,051	2,569,235	326,738	324,036	132,460	772,784	688,131
Expenditures										
Current:										
General government	60,876	-	-	-	-	-	-	-	636,553	-
Public safety	-	-	-	-	-	-	-	-	147,943	-
Public works	1,047,079	11,658	9,310	-	2,100,717	372,873	300,949	167,763	-	-
Public health	13,400	-	-	-	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	659,979
Housing and community development	-	-	-	-	-	-	-	-	-	-
Capital Outlay	235,398	-	-	-	730,922	-	-	-	-	2,239
Debt Service:		-								
Principal	-	-	-	-	65,054	-	-	-	-	-
Interest	-	-	-	-	19,306	-	-	-	-	-
Total Expenditures	1,356,753	11,658	9,310	-	2,915,999	372,873	300,949	167,763	784,496	662,218
Excess (Deficiency) of Revenues Over (Under) Expenditures	108,018	637	(2,557)	47,051	(346,764)	(46,135)	23,087	(35,303)	(11,712)	25,913
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	-
Transfers in	101,851	-	-	-	45,000	-	-	14,500	-	-
Transfers out	(86,849)	-	-	(49,715)	-	-	-	-	(55,000)	-
Total Other Financing Sources (Uses)	15,002	-	-	(49,715)	45,000	-	-	14,500	(55,000)	-
Net Change in Fund Balances	123,020	637	(2,557)	(2,664)	(301,764)	(46,135)	23,087	(20,803)	(66,712)	25,913
Fund Balances Beginning of Year	749,968	5,034	6,125	38,653	1,129,727	86,036	20,727	(8,420)	362,071	306,636
Fund Balances End of Year	$ 872,988	$ 5,671	$ 3,568	$ 35,989	$ 827,963	$ 39,901	$ 43,814	$ (29,223)	$ 295,359	$ 332,549

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	Parks	Library	Public Archives	Econ Dev 1 Mill Levy	Economic Dev (HR)	Transit	Health	Senior Citizens	Developmental Disabled	Damages And Judgements
Revenues										
Property taxes	$ -	$ -	$ -	$ 52,454	$ -	$ 321,954	$ -	$ 49,568	$ 42,724	$ 166,209
Special assessments	-	-	-	381	-	2,185	-	-	-	3,405
Intergovernmental	-	104,512	100	8,776	-	575,650	2,081,793	10,908	24,580	17,524
Charges for services		-	4,133	-		102,812	375,238		-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Private grants and donations	-	315	-	-	-	-	29,518	-	-	-
Investment earnings	-	-	56	-	51,428	-	-	-	-	-
Miscellaneous	5,641	-	-	-	-	9,003	90	-	-	20
Total Revenues	5,641	104,827	4,289	61,611	51,428	1,011,604	2,486,639	60,476	67,304	187,158
Expenditures										
Current:										
General government	-	-	-	-	-	-	-	-	-	137,688
Public safety	-	-	-	-	-	-	-	-	-	-
Public works	-	-	-	-	-	935,389	-	-	-	-
Public health	-	-	-	-	-	-	2,665,109	-	-	-
Social and economic services	-	-	-	-	-	-	-	76,044	70,572	-
Cultural and recreation	3,950	91,404	166,564	-	-	-	-	-	-	-
Housing and community development	-	-	-	65,000	4,179	-	-	-	-	-
Capital Outlay	-	-	-	-	-	42,384	13,749	-	-	-
Debt Service:										
Principal	-	-	-	-	-	-	-	-	-	-
Interest	-	-	-	-	-	-	-	-	-	-
Total Expenditures	3,950	91,404	166,564	65,000	4,179	977,773	2,678,858	76,044	70,572	137,688
Excess (Deficiency) of Revenues Over (Under) Expenditures	1,691	13,423	(162,275)	(3,389)	47,249	33,831	(192,219)	(15,568)	(3,268)	49,470
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	-
Transfers in	-	38,137	159,250	-	-	15,000	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	-	38,137	159,250	-	-	15,000	-	-	-	-
Net Change in Fund Balances	1,691	51,560	(3,025)	(3,389)	47,249	48,831	(192,219)	(15,568)	(3,268)	49,470
Fund Balances Beginning of Year	9,838	6,411	34,121	16,163	2,568,660	18,044	248,160	29,366	18,383	(176,082)
Fund Balances End of Year	$ 11,529	$ 57,971	$ 31,096	$ 12,774	$ 2,615,909	$ 66,875	$ 55,941	$ 13,798	$ 15,115	$ (126,612)

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	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	$ 2,545,705	$ 880,382	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	12,795	-	-	-	-	-	-	25,730	15,869	-
Intergovernmental	1,002,836	36,758	58,806	14,856	43,897	-	37	-	-	-
Charges for services	-	-	3,565	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Private grants and donations	5,000	-	-	-	-	-	56,566	-	-	-
Investment earnings	-	536	-	-	-	-	-	-	-	-
Miscellaneous	10	-	-	-	-	-	-	-	-	-
Total Revenues	3,566,346	917,676	62,371	14,856	43,897	-	56,603	25,730	15,869	-
Expenditures										
Current:										
General government	-	980,462	-	-	-	-	60,936	-	-	-
Public safety	3,750,807	-	65,255	-	-	-	-	-	-	-
Public works	-	-	-	-	43,897	-	-	120	-	-
Public health	-	-	-	-	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	-
Housing and community development	-	-	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	131,468	-	-	-	-
Debt Service:										
Principal	99,766	-	-	-	-	-	-	-	-	-
Interest	16,837	-	-	-	-	-	-	-	-	-
Total Expenditures	3,867,410	980,462	65,255	-	43,897	131,468	60,936	120	-	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	(301,064)	(62,786)	(2,884)	14,856	-	(131,468)	(4,333)	25,610	15,869	-
Other Financing Sources (Uses)										
Insurance proceeds	3,000	-	-	-	-	-	-	-	-	-
Transfers in	-	-	8,750	-	-	-	-	-	-	-
Transfers out	-	-	-	-	-	-	-	-	(14,500)	-
Total Other Financing Sources (Uses)	3,000	-	8,750	-	-	-	-	-	(14,500)	-
Net Change in Fund Balances	(298,064)	(62,786)	5,866	14,856	-	(131,468)	(4,333)	25,610	1,369	-
Fund Balances Beginning of Year	705,828	200,877	118,869	2,295	-	76,448	141,901	(69,994)	222	60,023
Fund Balances End of Year	$ 407,764	$ 138,091	$ 124,735	$ 17,151	$ -	$ (55,020)	$ 137,568	$ (44,384)	$ 1,591	$ 60,023

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	URA Economic Development	Community Development	Hard-Rock Mine Trust Reserve	Community Development Block Grants Projects	Montana Pole Institution	911 Emergency	Community Transportation Enhancement Program	DNRC Grants	Local Law Enforcement Block Grant	Clark Tailings O & M Trust	PIT Watch ED Program
Revenues											
Property taxes	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	18,015	-	-	-	-	-	-	-	-	-	-
Intergovernmental	97	129,576	566,083	-	-	208,611	23,623	268,526	-	-	-
Charges for services	-	200	-	-	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-	-
Private grants and donations	-	-	-	-	-	-	-	39,005	-	-	-
Investment earnings	117,133	717	1,681	-	6,641	602	-	-	21,536	407	71
Miscellaneous	157,961	-	-	-	-	22	-	-	-	-	-
Total Revenues	293,206	130,493	567,764	-	6,641	209,235	23,623	307,531	21,536	407	71
Expenditures											
Current:											
General government	-	-	-	-	-	-	46,953	193,916	-	-	4,434
Public safety	-	-	-	-	-	246,428	-	-	1,090	-	-
Public works	-	-	-	-	-	-	-	-	-	-	-
Public health	-	-	-	-	-	-	-	-	-	-	-
Social and economic services	-	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	-	-	-	-	-	-	-
Housing and community development	1,055,515	227,774	-	9,836	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	136,780	20,445	-	-
Debt Service:											
Principal	-	103,252	-	-	-	-	-	-	-	-	-
Interest	-	2,514	-	-	-	-	-	-	-	-	-
Total Expenditures	1,055,515	333,540	-	9,836	-	246,428	46,953	330,696	21,535	-	4,434
Excess (Deficiency) of Revenues Over (Under) Expenditures	(762,309)	(203,047)	567,764	(9,836)	6,641	(37,193)	(23,330)	(23,165)	1	407	(4,363)
Other Financing Sources (Uses)											
Insurance proceeds	-	-	-	-	-	-	-	-	-	-	-
Transfers in	1,957,604	194,195	-	-	-	-	5,888	-	-	-	-
Transfers out	(66,450)	-	-	(3,082)	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	1,891,154	194,195	-	(3,082)	-	-	5,888	-	-	-	-
Net Change in Fund Balances	1,128,845	(8,852)	567,764	(12,918)	6,641	(37,193)	(17,442)	(23,165)	1	407	(4,363)
Fund Balances Beginning of Year	5,512,608	242,095	3,848,433	72,594	164,965	402,066	24,601	6,621	782	123,360	189,364
Fund Balances End of Year	$ 6,641,453	$ 233,243	$ 4,416,197	$ 59,676	$ 171,606	$ 364,873	$ 7,159	$ (16,544)	$ 783	$ 123,767	$ 185,001

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	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	Ana-ARCO Community Readjustment	ARCO Lead Grant	Superfund Residential Metals
Revenues										
Property taxes	$ -	$ 35,864	$ -	$ -	$ -	$ -	$ -	$ -	$ -	$ -
Special assessments	-	296	-	-	-	-	-	-	-	-
Intergovernmental	-	-	-	105,469	-	-	59	-	-	248
Charges for services	-	-	7,009	-	-	-	-	-	-	-
Fines and forfeitures	-	-	-	-	-	-	-	-	-	-
Private grants and donations	-	-	-	-	10,510	-	114,540	-	-	557,848
Investment earnings	2,822	49	-	-	4,875	-	-	20,581	49	-
Miscellaneous	-	30,000	-	-	-	-	-	-	-	-
Total Revenues	2,822	66,209	7,009	105,469	15,385	-	114,599	20,581	49	558,096
Expenditures										
Current:										
General government	123,097	-	-	-	-	-	115,026	-	-	-
Public safety	-	-	-	105,233	-	-	-	-	-	-
Public works	-	-	-	-	-	-	-	-	-	-
Public health	-	-	-	-	-	13,250	-	-	-	541,653
Social and economic services	-	-	-	-	-	-	-	-	-	-
Cultural and recreation	-	-	-	-	29,875	-	-	-	-	-
Housing and community development	-	6,560	-	-	-	-	-	-	-	-
Capital Outlay	-	-	-	-	-	-	-	-	-	-
Debt Service:										
Principal	-	-	-	-	-			-	-	-
Interest	-	-	-	-	-			-	-	-
Total Expenditures	123,097	6,560	-	105,233	29,875	13,250	115,026	-	-	541,653
Excess (Deficiency) of Revenues Over (Under) Expenditures	(120,275)	59,649	7,009	236	(14,490)	(13,250)	(427)	20,581	49	16,443
Other Financing Sources (Uses)										
Insurance proceeds	-	-	-	-	-	-	-	-	-	-
Transfers in	-	-	-	-	-	-	-	-	-	-
Transfers out	(5,888)	(30,000)	-	-	-	-	-	-	-	-
Total Other Financing Sources (Uses)	(5,888)	(30,000)	-	-	-	-	-	-	-	-
Net Change in Fund Balances	(126,163)	29,649	7,009	236	(14,490)	(13,250)	(427)	20,581	49	16,443
Fund Balances Beginning of Year	1,084,519	(395,291)	34,270	256	(1,751)	67,986	2,397	620,808	22,323	(74,018)
Fund Balances End of Year	$ 958,356	$ (365,642)	$ 41,279	$ 492	$ (16,241)	$ 54,736	$ 1,970	$ 641,389	$ 22,372	$ (57,575)

City and County of Butte-Silver Bow, Montana
Combining Statement of Revenues, Expenditures and Changes in Fund Balances
Nonmajor Special Revenue Funds
For the Fiscal Year Ended June 30, 2010

	Resources Damages Greenway Project	East Butte RRA Revolving Loan	ARCO Redevelopment Trust	Superfund Storm Water System	RTP Grants	Total Nonmajor Special Revenue Funds
Revenues						
Property taxes	$ -	$ -	$ -	$ -	$ -	$ 6,299,706
Special assessments	-	-	-	-	-	1,375,779
Intergovernmental	618,828	-	-	151	-	8,158,125
Charges for services	-	-	-	-	-	964,761
Fines and forfeitures	-	-	-	-	-	71,546
Private grants and donations	-	-	-	842,009	-	1,655,311
Investment earnings	-	7,972	17,858	-	-	255,014
Miscellaneous	-	-	-	-	-	245,881
Total Revenues	618,828	7,972	17,858	842,160	-	19,026,123
Expenditures						
Current:						
General government	90,057	-	-	-	-	2,449,998
Public safety	-	-	-	-	-	4,316,756
Public works	-	-	-	473,713	-	5,463,468
Public health	-	-	-	-	-	3,233,412
Social and economic services	-	-	-	-	-	146,616
Cultural and recreation	-	-	-	-	-	951,772
Housing and community development	-	-	-	-	-	1,368,864
Capital Outlay	315,535	-	-	443,732	-	2,072,652
Debt Service:						
Principal	-	-	-	-	-	268,072
Interest	-	-	-	-	-	38,657
Total Expenditures	405,592	-	-	917,445	-	20,310,267
Excess (Deficiency) of Revenues Over (Under) Expenditures	213,236	7,972	17,858	(75,285)	-	(1,284,144)
Other Financing Sources (Uses)						
Insurance proceeds	-	-	-	-	-	3,000
Transfers in	-	-	-	-	-	2,540,175
Transfers out	-	-	-	-	-	(311,484)
Total Other Financing Sources (Uses)	-	-	-	-	-	2,231,691
Net Change in Fund Balances	213,236	7,972	17,858	(75,285)	-	947,547
Fund Balances Beginning of Year	(164,094)	272,793	5,440,383	42,313	(8,744)	24,237,729
Fund Balances End of Year	$ 49,142	$ 280,765	$ 5,458,241	$ (32,972)	$ (8,744)	$ 25,185,276

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ -	$ -	$ 14,433	$ 14,433
Special assessments	1,487,504	1,487,504	1,249,881	(237,623)
Intergovernmental	5,439	186,931	200,457	13,526
Total Revenues	1,492,943	1,674,435	1,464,771	(209,664)
Expenditures				
Current:				
General government	116,669	116,669	60,876	55,793
Public works	1,462,660	1,462,660	1,047,079	415,581
Public health	43,000	43,000	13,400	29,600
Capital Outlay	55,000	236,492	235,398	1,094
Total Expenditures	1,677,329	1,858,821	1,356,753	502,068
Excess (Deficiency) of Revenues Over (Under) Expenditures	(184,386)	(184,386)	108,018	292,404
Other Financing Sources (Uses)				
Transfers in:				
SID funds	89,009	89,009	86,851	(2,158)
Solid waste fund	15,000	15,000	15,000	-
Transfers out: SID administration fund	(86,849)	(86,849)	(86,849)	-
Total Other Financing Sources (Uses)	17,160	17,160	15,002	(2,158)
Net Change in Fund Balances	$ (167,226)	$ (167,226)	123,020	$ 290,246
Fund Balances Beginning of Year			749,968	
Fund Balances End of Year			$ 872,988	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Charges for services	$ 13,000	$ 13,000	$ 12,289	$ (711)
Special assessmenets	-	-	6	6
Total Revenues	13,000	13,000	12,295	(705)
Expenditures				
Current:				
Public works	13,000	13,000	11,658	1,342
Excess of Revenues Over Expenditures	$ -	$ -	637	$ 637
Fund Balances Beginning of Year			5,034	
Fund Balances End of Year			$ 5,671	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Charges for services	$ 10,000	$ 10,000	$ 6,588	$ (3,412)
Special assessmenets	-	-	165	165
Total Revenues	10,000	10,000	6,753	(3,247)
Expenditures				
Current:				
Public works	10,000	10,000	9,310	690
(Deficiency) of Revenues (Under) Expenditures	$ -	$ -	(2,557)	$ (2,557)
Fund Balances Beginning of Year			6,125	
Fund Balances End of Year			$ 3,568	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Special assessments	$ 51,500	$ 51,500	$ 47,051	$ (4,449)
Other Financing (Uses)				
Transfers out - Blacktail Loop debt service fund	(49,715)	(49,715)	(49,715)	-
Net Change in Fund Balances	$ 1,785	$ 1,785	(2,664)	$ (4,449)
Fund Balances Beginning of Year			38,653	
Fund Balances End of Year			$ 35,989	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 582,868	$ 582,868	$ 563,441	$ (19,427)
Personal property	-	-	17,003	17,003
Motor vehicle	110,000	110,000	113,468	3,468
Intergovernmental	1,906,928	1,906,928	1,843,754	(63,174)
Miscellaneous	-	-	31,569	31,569
Total Revenues	2,599,796	2,599,796	2,569,235	(30,561)
Expenditures				
Current:				
Public works	2,343,788	2,343,788	2,100,717	243,071
Capital Outlay	899,081	899,081	730,922	168,159
Debt Service				
Principal	65,055	65,055	65,054	1
Interest	19,306	19,306	19,306	-
Total Expenditures	3,327,230	3,327,230	2,915,999	411,231
Excess (Deficiency) of Revenues Over (Under) Expenditures	(727,434)	(727,434)	(346,764)	380,670
Other Financing Sources				
Transfers in:				
URA fund	45,000	45,000	45,000	-
Total Other Financing Sources	45,000	45,000	45,000	-
Net Change in Fund Balances	$ (682,434)	$ (682,434)	(301,764)	$ 380,670
Fund Balances Beginning of Year			1,129,727	
Fund Balances End of Year			$ 827,963	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 288,977	$ 288,977	$ 275,855	$ (13,122)
Personal property	-	-	8,816	8,816
Intergovernmental	41,807	41,807	41,507	(300)
Miscellaneous			560	
Total Revenues	330,784	330,784	326,738	(4,606)
Expenditures				
Current:				
Public works	371,689	371,689	372,873	(1,184)
(Deficiency) of Revenues (Under) Expenditures	$ (40,905)	$ (40,905)	(46,135)	$ (5,790)
Fund Balances Beginning of Year			86,036	
Fund Balances End of Year			$ 39,901	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 198,668	$ 198,668	$ 190,469	$ (8,199)
Personal property	-	-	917	917
Intergovernmental	34,636	34,636	26,826	(7,810)
Charges for services	119,929	119,929	105,824	(14,105)
Total Revenues	353,233	353,233	324,036	(29,197)
Expenditures				
Current:				
Public works	327,588	332,588	300,949	31,639
Capital Outlay	25,245	20,245	-	20,245
Total Expenditures	352,833	352,833	300,949	51,884
Excess of Revenues Over Expenditures	$ 400	$ 400	23,087	$ 22,687
Fund Balances Beginning of Year			20,727	
Fund Balances End of Year			$ 43,814	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 116	$ 116	$ 84	$ (32)
Charges for services	75,500	75,500	60,830	(14,670)
Fines and forfeitures	65,000	65,000	71,546	6,546
Total Revenues	140,616	140,616	132,460	(8,156)
Expenditures				
Current:				
Public works	193,915	193,915	167,763	26,152
Excess (Deficiency) of Revenues Over (Under) Expenditures	(53,299)	(53,299)	(35,303)	17,996
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	$ (38,799)	$ (38,799)	(20,803)	$ 17,996
Fund Balances Beginning of Year			(8,420)	
Fund Balances End of Year			$ (29,223)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 615,249	$ 615,249	$ 590,950	$ (24,299)
Personal property	-	-	17,057	17,057
Motor vehicle	40,000	40,000	42,153	2,153
Intergovernmental	89,217	89,217	106,674	17,457
Miscellaneous	-	-	3,452	3,452
Charges for services	11,000	11,000	12,498	1,498
Total Revenues	755,466	755,466	772,784	17,318
Expenditures				
Current:				
General government	793,571	755,571	636,553	119,018
Public safety	200,000	183,000	147,943	35,057
Total Expenditures	993,571	938,571	784,496	154,075
Excess (Deficiency) of Revenues Over (Under) Expenditures	(238,105)	(183,105)	(11,712)	171,393
Other Financing (Uses)				
Transfers out:				
General fund	-	(55,000)	(55,000)	-
Net Change in Fund Balances			(66,712)	
Fund Balances Beginning of Year			362,071	
Fund Balances End of Year			$ 295,359	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 374,026	$ 374,026	$ 358,437	$ (15,589)
Personal property	-	-	11,847	11,847
Intergovernmental	36,922	36,922	36,519	(403)
Charges for services	230,000	230,000	273,775	43,775
Rent	8,640	8,640	-	(8,640)
Miscellaneous	-	-	7,553	7,553
Total Revenues	649,588	649,588	688,131	38,543
Expenditures				
Current:				
Culture and recreation	791,024	774,749	659,979	114,770
Capital Outlay	26,200	16,000	2,239	13,761
Total Expenditures	817,224	790,749	662,218	128,531
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (167,636)	$ (141,161)	25,913	$ 167,074
Fund Balances Beginning of Year			306,636	
Fund Balances End of Year			$ 332,549	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Miscellaneous	$ -	$ -	$ 5,641	$ 5,641
Expenditures				
Current:				
Culture and recreation	12,400	12,400	3,950	8,450
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (12,400)	$ (12,400)	1,691	$ 14,091
Fund Balances Beginning of Year			9,838	
Fund Balances End of Year			$ 11,529	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 12,064	$ 97,064	$ 104,512	$ 7,448
Private grants and donations	85,000	-	315	315
Total Revenues	97,064	97,064	104,827	7,763
Expenditures				
Current:				
Culture and recreation	107,307	107,307	91,404	15,903
Excess (Deficiency) of Revenues Over (Under) Expenditures	(10,243)	(10,243)	13,423	23,666
Other Financing Sources				
Transfers in:				
General fund	40,240	40,240	38,137	(2,103)
Net Change in Fund Balances	$ 29,997	$ 29,997	51,560	$ 21,563
Fund Balances Beginning of Year			6,411	
Fund Balances End of Year			$ 57,971	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 108	$ 108	$ 100	$ (8)
Charges for services	3,000	3,000	4,133	1,133
Private grants and donations	14,000	14,000	-	(14,000)
Investment earnings	250	250	56	(194)
Total Revenues	17,358	17,358	4,289	(13,069)
Expenditures				
Current:				
Culture and recreation	226,275	226,275	166,564	59,711
Capital Outlay	40,329	40,329	-	40,329
Total Expenditures	266,604	266,604	166,564	100,040
Excess (Deficiency) of Revenues Over (Under) Expenditures	(249,246)	(249,246)	(162,275)	86,971
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	$ (89,996)	$ (89,996)	(3,025)	$ 86,971
Fund Balances Beginning of Year			34,121	
Fund Balances End of Year			$ 31,096	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 52,995	$ 52,995	$ 50,841	$ (2,154)
Personal property	-	-	1,613	1,613
Special assessments	-	-	381	381
Intergovernmental	8,840	8,840	8,776	(64)
Total Revenues	61,835	61,835	61,611	(224)
Expenditures				
Current:				
Housing and community development	68,000	68,000	65,000	3,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (6,165)	$ (6,165)	(3,389)	$ 2,776
Fund Balances Beginning of Year			16,163	
Fund Balances End of Year			$ 12,774	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 50,000	$ 50,000	$ 51,428	$ 1,428
Expenditures				
Current:				
Housing and community development	50,000	50,000	4,179	45,821
Excess of Revenues Over Expenditures	$ -	$ -	47,249	$ 47,249
Fund Balances Beginning of Year			2,568,660	
Fund Balances End of Year			$ 2,615,909	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 329,041	$ 329,041	$ 313,606	$ (15,435)
Personal property	-	-	8,348	8,348
Special assessments	-	-	2,185	2,185
Intergovernmental	1,170,742	1,170,742	575,650	(595,092)
Charges for services	101,000	101,000	102,812	1,812
Miscellaneous	12,000	12,000	9,003	(2,997)
Total Revenues	1,612,783	1,612,783	1,011,604	(601,179)
Expenditures				
Current:				
Public works	1,099,420	1,099,420	935,389	164,031
Capital Outlay	585,000	585,000	42,384	542,616
Debt Service				
Principal	40,000	40,000	-	40,000
Total Expenditures	1,724,420	1,724,420	977,773	746,647
Excess (Deficiency) of Revenues Over (Under) Expenditures	(111,637)	(111,637)	33,831	145,468
Other Financing Sources				
Transfers in:				
Urban revitalization agency fund	15,000	15,000	15,000	-
Net Change in Fund Balances	$ (96,637)	$ (96,637)	48,831	$ 145,468
Fund Balances Beginning of Year			18,044	
Fund Balances End of Year			$ 66,875	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 1,942,285	$ 2,127,413	$ 2,081,793	$ (45,620)
Charges for services	333,500	333,500	375,238	41,738
Miscellaneous	-	-	90	90
Private grants and donations	21,000	21,000	29,518	8,518
Total Revenues	2,296,785	2,481,913	2,486,639	4,726
Expenditures				
Current:				
Public health	2,857,584	3,042,712	2,665,109	377,603
Capital Outlay	14,016	14,016	13,749	267
Total Expenditures	2,871,600	3,056,728	2,678,858	377,870
(Deficiency) of Revenues (Under) Expenditures	$ (574,815)	$ (574,815)	(192,219)	$ (373,144)
Fund Balances Beginning of Year			248,160	
Fund Balances End of Year			$ 55,941	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes				
Real property	$ 49,701	$ 49,701	$ 47,651	$ (2,050)
Personal property	-	-	1,917	1,917
Intergovernmental	10,987	10,987	10,908	(79)
Total Revenues	60,688	60,688	60,476	(212)
Expenditures				
Current:				
Social and economic services	76,044	76,044	76,044	-
(Deficiency) of Revenues (Under) Expenditures	$ (15,356)	$ (15,356)	(15,568)	$ (212)
Fund Balances Beginning of Year			29,366	
Fund Balances End of Year			$ 13,798	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes				
Real property	$ 43,790	$ 43,790	$ 41,494	$ (2,296)
Personal property	-	-	1,230	1,230
Intergovernmental	23,111	23,111	24,580	1,469
Total Revenues	66,901	66,901	67,304	403
Expenditures				
Current:				
Social and economic services	71,640	71,640	70,572	1,068
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (4,739)	$ (4,739)	(3,268)	$ 1,471
Fund Balances Beginning of Year			18,383	
Fund Balances End of Year			$ 15,115	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes				
Real property	$ 158,432	$ 158,432	$ 154,929	$ (3,503)
Personal property	-	-	11,280	11,280
Special assessments	-	-	3,405	3,405
Intergovernmental	17,651	17,651	17,524	(127)
Miscellaneous	-	-	20	20
Total Revenues	176,083	176,083	187,158	11,075
Expenditures				
Current:				
General government	-	-	137,688	(137,688)
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 176,083	$ 176,083	49,470	$ (126,613)
Fund Balances Beginning of Year			(176,082)	
Fund Balances End of Year			$ (126,612)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 2,882,689	$ 2,882,689	$ 2,477,495	$ (405,194)
Personal property	-	-	68,210	68,210
Special assessments	-	-	12,795	12,795
Intergovernmental	964,783	1,008,756	1,002,836	(5,920)
Private grants and donations	-	-	5,000	5,000
Miscellaneous	-	-	10	10
Total Revenues	3,847,472	3,891,445	3,566,346	(325,099)
Expenditures				
Current:				
Public safety	3,744,863	3,792,836	3,750,807	42,029
Capital Outlay	8,000	4,000	-	4,000
Debt Service:				
Principal	99,766	99,766	99,766	-
Interest	16,838	16,838	16,837	1
Total Expenditures	3,869,467	3,913,440	3,867,410	46,030
(Deficiency) of Revenues (Under) Expenditures	(21,995)	(21,995)	(301,064)	(279,069)
Other Financing Sources				
Insurance proceeds	5,000	5,000	3,000	(2,000)
Net Change in Fund Balances	$ (16,995)	$ (16,995)	(298,064)	$ (281,069)
Fund Balances Beginning of Year			705,828	
Fund Balances End of Year			$ 407,764	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes				
Real property	$ 902,257	$ 902,257	$ 862,513	$ (39,744)
Personal property	-	-	17,869	17,869
Intergovernmental	37,025	37,025	36,758	(267)
Investment earnings	-	-	536	536
Total Revenues	939,282	939,282	917,676	(21,606)
Expenditures				
Current:				
General government	1,008,158	1,008,158	980,462	27,696
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (68,876)	$ (68,876)	(62,786)	$ 6,090
Fund Balances Beginning of Year			200,877	
Fund Balances End of Year			$ 138,091	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 31,960	$ 31,960	$ 58,806	$ 26,846
Charges for services	40,000	40,000	3,565	(36,435)
Total Revenues	71,960	71,960	62,371	(9,589)
Expenditures				
Current:				
Public safety	89,896	89,896	65,255	24,641
Excess (Deficiency) of Revenues Over (Under) Expenditures	(17,936)	(17,936)	(2,884)	15,052
Other Financing Sources				
Transfers in - general fund	8,750	8,750	8,750	-
Net Change in Fund Balances	$ (9,186)	$ (9,186)	5,866	$ 15,052
Fund Balances Beginning of Year			118,869	
Fund Balances End of Year			$ 124,735	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 4,165	$ 4,165	$ 14,856	$ 10,691
Fund Balances Beginning of Year			2,295	
Fund Balances End of Year			$ 17,151	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 45,157	$ 45,157	$ 43,897	$ (1,260)
Expenditures				
Current:				
Public works	46,678	46,678	43,897	2,781
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (1,521)	$ (1,521)	-	$ 1,521
Fund Balances Beginning of Year			-	
Fund Balances End of Year			$ -	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 310,250	$ 310,250	$ -	$ (310,250)
Expenditures				
Current:				
General government	300	300	-	300
Capital Outlay	386,690	386,690	131,468	255,222
Total Expenditures	386,990	386,990	131,468	255,522
(Deficiency) of Revenues (Under) Expenditures	$ (76,740)	$ (76,740)	(131,468)	$ (54,728)
Fund Balances Beginning of Year			76,448	
Fund Balances End of Year			$ (55,020)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 43	$ 43	$ 37	$ (6)
Private grants and donations	56,215	56,215	56,566	351
Total Revenues	56,258	56,258	56,603	345
Expenditures				
Current:				
General government	63,524	63,524	60,936	2,588
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (7,266)	$ (7,266)	(4,333)	$ 2,933
Fund Balances Beginning of Year			141,901	
Fund Balances End of Year			$ 137,568	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Special assessments	$ 30,500	$ 30,500	$ 25,730	$ (4,770)
Expenditures				
Current:				
Public works	50,000	50,000	120	49,880
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (19,500)	$ (19,500)	25,610	$ 45,110
Fund Balances Beginning of Year			(69,994)	
Fund Balances End of Year			$ (44,384)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Special assessments	$ 14,500	$ 14,500	$ 15,869	$ 1,369
Other Financing (Uses)				
Transfers out - parking commission fund	(14,500)	(14,500)	(14,500)	-
Net Change in Fund Balances	$ -	$ -	1,369	$ 1,369
Fund Balances Beginning of Year			222	
Fund Balances End of Year			$ 1,591	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Special assessments	$ 15,000	$ 15,000	$ 18,015	$ 3,015
Intergovernmental	3,241	3,241	97	(3,144)
Investment earnings	211,000	211,000	117,133	(93,867)
Miscellaneous	500	500	157,961	157,461
Total Revenues	229,741	229,741	293,206	63,465
Expenditures				
Current:				
Housing and community development	2,916,811	2,916,811	1,055,515	1,861,296
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,687,070)	(2,687,070)	(762,309)	1,924,761
Other Financing Sources (Uses)				
Transfers in:				
Tax increment bond fund	2,088,596	2,088,596	1,957,604	(130,992)
RRA fund	30,000	30,000	30,000	-
Transfers out:				
Road fund	(45,000)	(45,000)	(45,000)	-
General fund	(21,450)	(21,450)	(21,450)	-
Public archives fund	(15,000)	(15,000)	(15,000)	-
Transit fund	(15,000)	(15,000)	(15,000)	-
Total Other Financing Sources (Uses)	2,022,146	2,022,146	1,891,154	(130,992)
Net Change in Fund Balances	$ (664,924)	$ (664,924)	1,128,845	$ 1,793,769
Fund Balances Beginning of Year			5,512,608	
Fund Balances End of Year			$ 6,641,453	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 242,055	$ 242,055	$ 129,576	$ (112,479)
Rent	350	350	200	(150)
Investment earnings	838	838	717	(121)
Total Revenues	243,243	243,243	130,493	(112,750)
Expenditures				
Current:				
Housing and community development	578,020	578,020	227,774	350,246
Debt Service:				
Principal	103,252	103,252	103,252	-
Interest	2,514	2,514	2,514	-
Total Expenditures	683,786	683,786	333,540	350,246
Excess (Deficiency) of Revenues Over (Under) Expenditures	(440,543)	(440,543)	(203,047)	237,496
Other Financing Sources:				
Transfers in:				
Community development block grant fund	7,300	7,300	3,082	(4,218)
General fund	191,113	191,113	191,113	-
Total Other Financing Sources	198,413	198,413	194,195	(4,218)
Net Change in Fund Balances	$ (242,130)	$ (242,130)	(8,852)	$ 233,278
Fund Balances Beginning of Year			242,095	
Fund Balances End of Year			$ 233,243	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 800,000	$ 800,000	$ 566,083	$ (233,917)
Investment earnings	170,000	170,000	1,681	(168,319)
Total Revenues	$ 970,000	$ 970,000	567,764	$ (402,236)
Fund Balances Beginning of Year			3,848,433	
Fund Balances End of Year			$ 4,416,197	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 500	$ 500	$ -	$ (500)
Miscellaneous	-	-	-	-
Total Revenues	500	500	-	(500)
Expenditures				
Current:				
Housing and community development	6,648	6,648	9,836	(3,188)
Excess (Deficiency) of Revenues Over (Under) Expenditures	(6,148)	(6,148)	(9,836)	3,688
Other Financing (Uses)				
Transfers out - community development fund	7,300	7,300	(3,082)	10,382
Net Change in Fund Balances	$ 1,152	$ 1,152	(12,918)	$ 14,070
Fund Balances Beginning of Year			72,594	
Fund Balances End of Year			$ 59,676	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 15,000	$ 15,000	$ 6,641	$ (8,359)
Fund Balances Beginning of Year			164,965	
Fund Balances End of Year			$ 171,606	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 288,640	$ 288,640	$ 208,611	$ (80,029)
Investment earnings	2,500	2,500	602	(1,898)
Miscellaneous	-	-	22	22
Total Revenues	291,140	291,140	209,235	(81,905)
Expenditures				
Current:				
Public safety	292,922	292,922	246,428	46,494
Capital Outlay	105,000	105,000	-	105,000
Total Expenditures	397,922	397,922	246,428	151,494
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (106,782)	$ (106,782)	(37,193)	$ 69,589
Fund Balances Beginning of Year			402,066	
Fund Balances End of Year			$ 364,873	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 877,226	$ 877,226	$ 23,623	$ (853,603)
Expenditures				
Current:				
General government	292,810	292,810	46,953	245,857
Capital Outlay	750,000	750,000	-	750,000
Total Expenditures	1,042,810	1,042,810	46,953	995,857
Excess (Deficiency) of Revenues Over (Under) Expenditures	(165,584)	(165,584)	(23,330)	142,254
Other Financing Sources				
Transfers in:				
Arco fund	134,200	134,200	5,888	(128,312)
Net Change in Fund Balances	$ (31,384)	$ (31,384)	(17,442)	$ 13,942
Fund Balances Beginning of Year			24,601	
Fund Balances End of Year			$ 7,159	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 1,278,766	$ 1,264,558	$ 268,526	$ (996,032)
Private grants and donations	-	-	39,005	39,005
Total Revenues	1,278,766	1,264,558	307,531	(957,027)
Expenditures				
Current:				
General government	992,113	629,905	193,916	435,989
Capital Outlay	-	348,000	136,780	211,220
Total Expenditures	992,113	977,905	330,696	647,209
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 286,653	$ 286,653	(23,165)	$ (309,818)
Fund Balances Beginning of Year			6,621	
Fund Balances End of Year			$ (16,544)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 21,535	$ 21,535	$ 21,536	$ 1
Expenditures				
Current:				
Public safety	1,078	1,090	1,090	-
Capital Outlay	20,457	20,445	20,445	-
Total Expenditures	21,535	21,535	21,535	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ -	$ -	1	$ 1
Fund Balances Beginning of Year			782	
Fund Balances End of Year			$ 783	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 2,000	$ 2,000	$ 407	$ (1,593)
Fund Balances Beginning of Year			123,360	
Fund Balances End of Year			$ 123,767	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 2,000	$ 2,000	$ 71	$ (1,929)
Expenditures				
Current:				
General government	15,600	15,600	4,434	11,166
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (13,600)	$ (13,600)	(4,363)	$ 9,237
Fund Balances Beginning of Year			189,364	
Fund Balances End of Year			$ 185,001	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 24,000	$ 24,000	$ 2,822	$ (21,178)
Expenditures				
Current:				
General government	241,115	241,115	123,097	118,018
Excess (Deficiency) of Revenues Over (Under) Expenditures	(217,115)	(217,115)	(120,275)	96,840
Other Financing Sources				
Transfers out:				
CTEP fund	(134,200)	(134,200)	(5,888)	(128,312)
Net Change in Fund Balances	$ (351,315)	$ (351,315)	(126,163)	$ (31,472)
Fund Balances Beginning of Year			1,084,519	
Fund Balances End of Year			$ 958,356	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ -	$ -	$ 35,841	$ 35,841
Personal property	-	-	23	23
Special assessments	-	-	296	296
Investment earnings	250	250	49	(201)
Miscellaneous	-	-	30,000	30,000
Total Revenues	250	250	66,209	65,959
Expenditures				
Current:				
Housing and community development	27,250	27,250	6,560	20,690
Excess (Deficiency) of Revenues Over (Under) Expenditures	(27,000)	(27,000)	59,649	86,649
Other Financing Sources (Uses)				
Transfer from URA	32,091	32,091	-	(32,091)
Transfer to revolving loan fund	(30,000)	(30,000)	(30,000)	-
Total Other Financing Sources (Uses)	2,091	2,091	(30,000)	(32,091)
Net Change in Fund Balances	$ (24,909)	$ (24,909)	29,649	$ 54,558
Fund Balances Beginning of Year			(395,291)	
Fund Balances End of Year			$ (365,642)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Charges for services	$ 6,850	$ 6,850	$ 7,009	$ 159
Fund Balances Beginning of Year			34,270	
Fund Balances End of Year			$ 41,279	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 116,545	$ 116,545	$ 105,469	$ (11,076)
Expenditures				
Current:				
Public safety	116,552	116,552	105,233	11,319
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (7)	$ (7)	236	$ 243
Fund Balances Beginning of Year			256	
Fund Balances End of Year			$ 492	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 25,000	$ 25,000	$ 10,510	$ (14,490)
Private grants and contributions	6,005	6,005	4,875	(1,130)
Total Revenues	31,005	31,005	15,385	(15,620)
Expenditures				
Current:				
Culture and recreation	31,005	31,005	29,875	1,130
(Deficiency) of Revenues (Under) Expenditures	$ -	$ -	(14,490)	$ (14,490)
Fund Balances Beginning of Year			(1,751)	
Fund Balances End of Year			$ (16,241)	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Private grants and donations	$ 65,000	$ 65,000	$ -	$ (65,000)
Expenditures				
Current:				
Housing and community development	65,000	65,000	13,250	51,750
(Deficiency) of Revenues (Under) Expenditures	$ -	$ -	(13,250)	$ (13,250)
Fund Balances Beginning of Year			67,986	
Fund Balances End of Year			$ 54,736	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 59	$ 59	$ 59	$ -
Private grants and donations	116,733	116,733	114,540	(2,193)
Total Revenues	116,792	116,792	114,599	(2,193)
Expenditures				
Current:				
General government	118,156	118,156	115,026	3,130
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (1,364)	$ (1,364)	(427)	$ 937
Fund Balances Beginning of Year			2,397	
Fund Balances End of Year			$ 1,970	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 20,000	$ 20,000	$ 20,581	$ 581
Fund Balances Beginning of Year			620,808	
Fund Balances End of Year			$ 641,389	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 200	$ 200	$ 49	$ (151)
Fund Balances Beginning of Year			22,323	
Fund Balances End of Year			$ 22,372	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 248	$ 248	$ 248	$ -
Private grants and donations	515,000	515,000	557,848	42,848
Total Revenues	515,248	515,248	558,096	42,848
Expenditures				
Current:				
Public health	582,964	582,964	541,653	41,311
Capital Outlay	-	-	-	-
Total Expenditures	582,964	582,964	541,653	41,311
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (67,716)	$ (67,716)	16,443	$ 84,159
Fund Balances Beginning of Year			(74,018)	
Fund Balances End of Year			$ (57,575)	

City and County of Butte-Silver Bow, Montana
Natural Resource Damages Program Greenway Projects Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 4,212,879	$ 4,212,879	$ 618,828	$ (3,594,051)
Expenditures				
Current:				
General government	735,983	735,983	90,057	645,926
Capital Outlay	3,243,735	3,243,735	315,535	2,928,200
Total Expenditures	3,979,718	3,979,718	405,592	3,574,126
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 233,161	$ 233,161	213,236	$ (19,925)
Fund Balances Beginning of Year			(164,094)	
Fund Balances End of Year			$ 49,142	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 8,902	$ 8,902	$ 7,972	$ (930)
Expenditures				
Current:				
Housing and community development	-	-	-	-
Excess of Revenues Over Expenditures	8,902	8,902	7,972	(930)
Other Financing (Uses)				
Transfers out - East butte RRA	(30,000)	(30,000)	-	30,000
Net Change in Fund Balances	$ (21,098)	$ (21,098)	7,972	$ 29,070
Fund Balances Beginning of Year			272,793	
Fund Balances End of Year			$ 280,765	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 90,000	$ 90,000	$ 17,858	$ (72,142)
Fund Balances Beginning of Year			5,440,383	
Fund Balances End of Year			$ 5,458,241	

City and County of Butte-Silver Bow, Montana
ARCO Superfund Stormwater Capital Improvement Fund
Schedule of Revenues, Expenditures and
Changes in Fund Balances - Budget and Actual
For the Fiscal Year Ended June 30, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 151	$ 151	$ 151	$ -
Private grants and donations	254,690	254,690	842,009	587,319
Total Revenues	254,841	254,841	842,160	587,319
Expenditures				
Current:				
Public works	511,525	517,525	473,713	43,812
Capital Outlay	6,000	491,200	443,732	47,468
Total Expenditures	517,525	1,008,725	917,445	91,280
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (262,684)	$ (753,884)	(75,285)	$ 678,599
Fund Balances Beginning of Year			42,313	
Fund Balances End of Year			$ (32,972)	

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, 2010

Fund Balances Beginning of Year	(8,744)
Fund Balances End of Year	$ (8,744)

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Debt Service Funds
June 30, 2010

	Tax Increment Bond	SID Revolving	Civic Center Bond Issue	LEA Detention Center and Adminstration Projects	Ladder Truck Debt Service	Archives	ASIMI Bond	Total Nonmajor Debt Service Funds
Assets								
Cash and cash equivalents	$ 83,210	$ 92,645	$ 25,858	$ 62,391	$ 1,128	$ -	$ -	$ 265,232
Investments	891,085	-	-	-	-	-	-	891,085
Restricted assets - investments	162,750	-	-	-	-	-	3,508,244	3,670,994
Property taxes receivable	405,090	-	18,903	111,684	15,740	32,165	-	583,582
Total Assets	$ 1,542,135	$ 92,645	$ 44,761	$ 174,075	$ 16,868	$ 32,165	$ 3,508,244	$ 5,410,893
Liabilities and Fund Balances								
Liabilities								
Interfund payable	$ -	$ -	$ -	$ -	$ -	$ 84,109	$ -	$ 84,109
Deferred revenue	405,090	-	18,903	111,684	15,740	32,165	-	583,582
Total Liabilities	405,090	-	18,903	111,684	15,740	116,274	-	667,691
Fund Balances								
Reserved for:								
Debt service	162,750	-	25,858	62,391	1,128	(84,109)	3,508,244	3,676,262
Accumulation of reserve authorized by State Law	974,295	92,645	-	-	-	-	-	1,066,940
Total Fund Balances	1,137,045	92,645	25,858	62,391	1,128	(84,109)	3,508,244	4,743,202
Total Liabilities and Fund Balances	$ 1,542,135	$ 92,645	$ 44,761	$ 174,075	$ 16,868	$ 32,165	$ 3,508,244	$ 5,326,784

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, 2010

	Tax Increment Bond	SID Revolving	Civic Center Bond Issue	LEA Detention Center and Adminstration Projects	Ladder Truck Bond Issue	Archives Bond Issue	ASiMI Bond	Total Nonmajor Debt Service Funds
Property taxes	$ 1,314,748	$ -	$ 157,244	$ 818,068	$ 125,692	$ 323,879	$ -	$ 2,739,631
Intergovernmental	283,801	-	21,627	-	-	12,174	-	317,602
Miscellaneous	523,613	-	-	-	-	-	-	523,613
Investment earnings	3,117	-	-	-	-	-	-	3,117
Total Revenues	2,125,279	-	178,871	818,068	125,692	336,053	-	3,583,963
Expenditures								
Current:								
Culture and recreation	-	-	500	-	-	550	-	1,050
Housing and community development	-	-	-	-	-	-	10,823	10,823
Debt Service:								
Principal retirement	55,000	40,000	110,000	520,000	100,214	145,000	2,460,000	3,430,214
Interest and fiscal charges	28,198	8,465	78,218	403,968	26,864	273,808	1,254,192	2,073,713
Total Expenditures	83,198	48,465	188,718	923,968	127,078	419,358	3,725,015	5,515,800
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,042,081	(48,465)	(9,847)	(105,900)	(1,386)	(83,305)	(3,725,015)	(1,931,837)
Other Financing Sources (Uses)								
Transfers in	-	49,713	-	-	-	-	3,985,418	4,035,131
Transfers out	(1,957,604)	-	-	-	-	-	-	(1,957,604)
Total Other Financing Sources (Uses)	(1,957,604)	49,713	-	-	-	-	3,985,418	2,077,527
Net Change in Fund Balances	84,477	1,248	(9,847)	(105,900)	(1,386)	(83,305)	260,403	145,690
Fund Balances Beginning of Year	1,052,568	91,397	35,705	168,291	2,514	(804)	3,247,841	4,597,512
Fund Balances End of Year	$ 1,137,045	$ 92,645	$ 25,858	$ 62,391	$ 1,128	$ (84,109)	$ 3,508,244	$ 4,743,202

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 1,850,000	$ 1,850,000	$ 1,313,501	$ (536,499)
Tax title and property tax sale	2,500	2,500	1,247	(1,253)
Intergovernmental	283,801	283,801	283,801	-
Investment earnings	-	-	3,117	3,117
Miscellaneous	-	-	523,613	523,613
Total Revenues	2,136,301	2,136,301	2,125,279	(11,022)
Expenditures				
Debt Service:				
Principal	55,000	55,000	55,000	-
Interest	28,198	28,198	28,198	-
Total Expenditures	83,198	83,198	83,198	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	2,053,103	2,053,103	2,042,081	(11,022)
Other Financing (Uses)				
Transfers out:				
Urban revitalization agency economic development fund	(2,088,596)	(2,088,596)	(1,957,604)	-
Net Changes in Fund Balances	$ (35,493)	$ (35,493)	84,477	$ (11,022)
Fund Balances Beginning of Year			1,052,568	
Fund Balances End of Year			$ 1,137,045	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Debt Service:				
Principal	$ 40,000	$ 40,000	$ 40,000	$ -
Interest	8,465	8,465	8,465	-
Total Expenditures	48,465	48,465	48,465	-
Other Financing Sources				
Transfers in:				
Combined special improvement district	49,715	49,715	49,713	(2)
Net Change in Fund Balances	$ (1,250)	$ (1,250)	1,248	$ (2)
Fund Balances Beginning of Year			91,397	
Fund Balances End of Year			$ 92,645	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes				
Real property	$ 159,894	$ 159,894	$ 156,258	$ (3,636)
Personal property	-	-	986	986
Intergovernmental	21,784	21,784	21,627	(157)
Total Revenues	181,678	181,678	178,871	(2,807)
Expenditures				
Current:				
Culture and recreation	1,000	1,000	500	500
Debt Service:				
Principal	110,000	110,000	110,000	-
Interest	78,218	78,218	78,218	-
Total Expenditures	189,218	189,218	188,718	500
(Deficiency) of Revenues (Under) Expenditures	$ (7,540)	$ (7,540)	(9,847)	$ (2,307)
Fund Balances Beginning of Year			35,705	
Fund Balances End of Year			$ 25,858	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 829,503	$ 829,503	$ 797,815	$ (31,688)
Personal property	-	-	20,253	20,253
Total Revenues	829,503	829,503	818,068	(11,435)
Expenditures				
Current:				
Public safety	1,500	1,500	-	1,500
Debt Service:				
Principal	520,000	520,000	520,000	-
Interest	403,968	403,968	403,968	-
Total Expenditures	925,468	925,468	923,968	1,500
(Deficiency) of Revenues (Under) Expenditures	$ (95,965)	$ (95,965)	(105,900)	$ (9,935)
Fund Balances Beginning of Year			168,291	
Fund Balances End of Year			$ 62,391	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 129,437	$ 129,437	$ 122,591	$ (6,846)
Personal property	-	2,052	2,662	610
Miscellaneous	-	-	439	439
Total Revenues	129,437	131,489	125,692	(5,797)
Expenditures				
Debt Service:				
Principal	100,214	100,214	100,214	-
Interest	26,864	26,864	26,864	-
Total Expenditures	127,078	127,078	127,078	-
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 2,359	$ 4,411	(1,386)	$ (5,797)
Fund Balances Beginning of Year			2,514	
Fund Balances End of Year			$ 1,128	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Taxes:				
Real property	$ 348,418	$ 348,418	$ 321,659	$ (26,759)
Personal property	-	-	2,220	2,220
Intergovernmental	-	-	12,174	12,174
Total Revenues	348,418	348,418	336,053	(12,365)
Expenditures				
Current:				
Cultural and recreation	1,200	1,200	550	650
Debt Service:				
Principal	145,000	145,000	145,000	-
Interest	181,787	273,808	273,808	-
Total Expenditures	327,987	420,008	419,358	650
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ 20,431	$ (71,590)	(83,305)	$ (11,715)
Fund Balances Beginning of Year			(804)	
Fund Balances End of Year			$ (84,109)	

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, 2010

	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	1,500	1,500	-	(1,500)
Total Revenues	501,500	501,500	-	(501,500)
Expenditures				
Current:				
Housing and community development	225,000	225,000	10,823	214,177
Debt Service:				
Principal	2,460,000	2,460,000	2,460,000	-
Interest	1,254,192	1,254,192	1,254,192	-
Total Expenditures	3,939,192	3,939,192	3,725,015	214,177
(Deficiency) of Revenue (Under) Expenditures	(3,437,692)	(3,437,692)	(3,725,015)	(287,323)
Other Financing Sources				
Transfers in - Ramsey TIFID#2 fund	3,769,237	3,769,237	3,985,418	216,181
Net Change in Fund Balances	$ 331,545	$ 331,545	260,403	$ (71,142)
Fund Balances Beginning of Year			3,247,841	
Fund Balances End of Year			$ 3,508,244	

City and County of Butte-Silver Bow, Montana
Combining Balance Sheet
Nonmajor Capital Projects Funds
June 30, 2010

	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	Detention Center and LEA Administration Projects	Total Nonmajor Capital Projects Funds
Assets									
Cash and cash equivalents	$ 2,004,823	$ -	$ 228	$ 3,526	$ 278,154	$ 1,671,473	$ 675	$ 11,788	$ 3,970,667
Investments	1,669,874	127,032	145,466	3,054	-	69,246	-	46,683	2,061,355
Receivables:									
Accounts	107	-	-	-	-	-	-	-	107
Special assessments	-	-	-	-	-	-	-	-	-
Loans	19,087	-	-	-	-	-	-	-	19,087
Total Assets	$ 3,693,891	$ 127,032	$ 145,694	$ 6,580	$ 278,154	$ 1,740,719	$ 675	$ 58,471	$ 6,051,216
Liabilities and Fund Balances									
Liabilities									
Vouchers payable	$ 61,450	$ -	$ -	$ -	$ -	$ 552,055	$ -	$ -	$ 613,505
Accounts payable	-	-	-	-	-		-	28,939	28,939
Deferred revenue	88,374	-	-	-	-	-	-	-	88,374
Total Liabilities	149,824	-	-	-	-	552,055	-	28,939	730,818
Fund Balances									
Unreserved, undesignated	3,544,067	127,032	145,694	6,580	278,154	1,188,664	675	29,532	5,320,398
Total Liabilities and Fund Balances	$ 3,693,891	$ 127,032	$ 145,694	$ 6,580	$ 278,154	$ 1,740,719	$ 675	$ 58,471	$ 6,051,216

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, 2010

	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	Detention Center and LEA Administration Projects	Total Nonmajor Capital Projects Funds
Revenues									
Intergovernmental	$ 50,326	$ -	$ -	$ -	$ -	$ 48,647	$ -	$ -	$ 98,973
Fines and forfeitures	83,181	-	-	-	-	-	-	-	83,181
Miscellaneous	29,916	-	-	-	-	-	-	-	29,916
Investment earnings	15,392	417	475	9	-	9,653	-	154	26,100
Total Revenues	178,815	417	475	9	-	58,300	-	154	238,170
Expenditures									
Current									
General government	39,741	-	-	-	-	-	-	-	39,741
Capital Outlay	442,381	-	-	-	-	4,190,482	-	-	4,632,863
Total Expenditures	482,122	-	-	-	-	4,190,482	-	-	4,672,604
Excess (Deficiency) of Revenues Over (Under) Expenditures	(303,307)	417	475	9	-	(4,132,182)	-	154	(4,434,434)
Fund Balances Beginning of Year	3,847,374	126,615	145,219	6,571	278,154	5,320,846	675	29,378	9,754,832
Fund Balances End of Year	$ 3,544,067	$ 127,032	$ 145,694	$ 6,580	$ 278,154	$ 1,188,664	$ 675	$ 29,532	$ 5,320,398

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Fines and forfeitures	$ 150,000	$ 90,000	$ 83,181	$ (6,819)
Intergovernmental	19	19	50,326	50,307
Miscellaneous	-	-	29,916	29,916
Investment earnings	60,000	60,000	15,392	(44,608)
Total Revenues	210,019	150,019	178,815	28,796
Expenditures				
Current:				
General government	28,391	40,391	39,741	650
Capital Outlay:				
Public safety	120,000	120,000	119,112	888
General government	937,297	925,297	323,269	602,028
Total Expenditures	1,085,688	1,085,688	482,122	603,566
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (875,669)	$ (935,669)	(303,307)	$ 632,362
Fund Balances Beginning of Year			3,847,374	
Fund Balances End of Year			$ 3,544,067	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ -	$ -	$ 417	$ 417
Fund Balances Beginning of Year			126,615	
Fund Balances End of Year			$ 127,032	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 2,400	$ 2,400	$ 475	$ (1,925)
Expenditures				
Capital Outlay:				
Public works	100,000	100,000	-	100,000
Excess (Deficiency) of Revenues Over (Under) Expenditures	$ (97,600)	$ (97,600)	475	$ 98,075
Fund Balances Beginning of Year			145,219	
Fund Balances End of Year			$ 145,694	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ -	$ -	$ 9	$ 9
Fund Balances Beginning of Year			6,571	
Fund Balances End of Year			$ 6,580	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Fund Balances Beginning of Year			278,154	
Fund Balances End of Year			$ 278,154	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Intergovernmental	$ 45,000	$ 45,000	$ 48,647	$ 3,647
Investment earnings	30,000	30,000	9,653	(20,347)
Total Revenues	75,000	75,000	58,300	(16,700)
Expenditures				
Capital Outlay:				
Culture and recreation	5,310,000	5,310,000	4,190,482	1,119,518
(Deficiency) of Revenues (Under) Expenditures	(5,235,000)	(5,235,000)	(4,132,182)	(1,136,218)
Fund Balances Beginning of Year			5,320,846	
Fund Balances End of Year			$ 1,188,664	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Fund Balances Beginning of Year			675	
Fund Balances End of Year			$ 675	

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, 2010

	Original Budget	Final Budget	Actual	Variance With Final Budget
Revenues				
Investment earnings	$ 750	$ 750	$ 154	$ (596)
Fund Balances Beginning of Year			29,378	
Fund Balances End of Year			$ 29,378	

City and County of Butte-Silver Bow, Montana
Combining Statement of Net Assets
Nonmajor Enterprise Funds
June 30, 2010

	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	$ 76,498	$ -	$ 163,808	$ 678,229	$ -	$ 918,535
Investments	-	-	84,800	419,393	-	504,193
Accounts receivable	-	65,343	10,370	81,771	-	157,484
Inventory	-	6,555	-	-	-	6,555
Total Current Assets	76,498	71,898	258,978	1,179,393	-	1,586,767
Noncurrent Assets:						
Capital assets:						
Nondepreciable	-	-	5,433	-	-	5,433
Depreciable, net	364,895	13,158	232,680	15,879	1,683,695	2,310,307
Total Noncurrent Assets	364,895	13,158	238,113	15,879	1,683,695	2,315,740
Total Assets	441,393	85,056	497,091	1,195,272	1,683,695	3,902,507
Liabilities						
Current Liabilities:						
Vouchers payable	1,435	6,189	764	17,207	-	25,595
Accrued wages and benefits payable	-	16,804	3,968	3,543	-	24,315
Compensated absences	-	2,814	53	-	-	2,867
Interfund payable	-	3,959	-	-	-	3,959
Deferred revenue	-	-	4,617	-	-	4,617
Total Current Liabilities	1,435	29,766	9,402	20,750	-	61,353
Long-Term Liabilities:						
Compensated absences		25,326	476	-	-	25,802
Total Liabilities	1,435	55,092	9,878	20,750	-	87,155
Net Assets						
Invested in capital assets	364,895	13,158	238,113	15,879	1,683,695	2,315,740
Unrestricted	75,063	16,806	249,100	1,158,643	-	1,499,612
Total Net Assets	$ 439,958	$ 29,964	$ 487,213	$ 1,174,522	$ 1,683,695	$ 3,815,352

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, 2010

	Community Facilities	Home Health	Small Business Incubator	Silver Lake Water System	MR Infrastructure Project	Total Nonmajor Enterprise Funds
Operating Revenues						
Charges for services	$ -	$ 391,260	$ 92,619	$ 243,873	$ -	$ 727,752
Miscellaneous	75,653	205	1,497	-	-	77,355
Total Operating Revenues	75,653	391,465	94,116	243,873	-	805,107
Operating Expenses						
Personal services	7,341	303,962	56,502	80,387	-	448,192
Operation and maintenance	59,519	149,426	75,033	141,199	-	425,177
Depreciation	18,128	1,753	27,976	6,920	92,681	147,458
Total Operating Expenses	84,988	455,141	159,511	228,506	92,681	1,020,827
Operating Income (Loss)	(9,335)	(63,676)	(65,395)	15,367	(92,681)	(215,720)
Non-Operating Revenues (Expenses)						
Investment earnings	-	-	277	1,372	-	1,649
Total Non-Operating Revenues (Expenses)	-	-	277	1,372	-	1,649
Income (Loss) Before Tranfers In (Out)	(9,335)	(63,676)	(65,118)	16,739	(92,681)	(214,071)
Transfers in (out):						
General fund	-	-	38,735	-	-	38,735
Ramsay TIFID #2 fund	-	-	15,000	-	-	15,000
Change in Net Assets	(9,335)	(63,676)	(11,383)	16,739	(92,681)	(160,336)
Net Assets Beginning of Year	449,293	93,640	498,596	1,157,783	1,776,376	3,975,688
Net Assets End of Year	$ 439,958	$ 29,964	$ 487,213	$ 1,174,522	$ 1,683,695	$ 3,815,352

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Nonmajor Enterprise Funds
For the Fiscal Year Ended June 30, 2010

	Community Facilities	Home Health	Small Business Incubator	Silver Lake Water System	MR Infrastructure Project	Total Nonmajor Enterprise Funds
Increase (Decrease) in Cash and Cash Equivalents						
Cash Flows from Operating Activities						
Cash received from customers	$ 75,646 #	$ 409,108 #	$ 91,629 #	$ 298,574	$ -	$ 874,957
Cash payments for personal services	(7,415)	(301,862)	(56,707)	(80,597)	-	(446,581)
Cash payments for goods and services	(58,083)	(146,836)	(75,154)	(125,320)	-	(405,393)
Net Cash Provided by (Used in) Operating Activities	10,148	(39,590)	(40,232)	92,657	-	22,983
Cash Flows from Noncapital Financing Activities						
Transfers in	-	-	53,735	-	-	53,735
Cash Flows from Capital and Related Financing Activities						
Payments for capital acquisitions	-	-	-	(9,511)	-	(9,511)
Net Cash Provided by (Used in) Capital and Related Financing Activities	-	-	-	(9,511)	-	(9,511)
Cash Flows from Investing Activities						
Interest on investments	-	-	276	1,372	-	1,648
Net Increase (Decrease) in Cash and Cash Equivalents	10,148	(39,590)	13,779	84,518	-	68,855
Cash and Cash Equivalents Beginning of Year	66,350	39,590	234,829	1,013,104	-	1,353,873
Cash and Cash Equivalents End of Year	$ 76,498	$ -	$ 248,608	$ 1,097,622	$ -	$ 1,422,728
Reconciliation to Combining Statement of Net Assets						
Cash and cash equivalents	$ 76,498	$ -	$ 163,808	$ 678,229	$ -	$ 918,535
Investments	-	-	84,800	419,393	-	504,193
Total	$ 76,498	$ -	$ 248,608	$ 1,097,622	$ -	$ 1,422,728

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Nonmajor Proprietary Funds
For the Fiscal Year Ended June 30, 2010

	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)	$ (9,335)	$ (63,676)	$ (65,395)	$ 15,367	$ (92,681)	$ (215,720)
Adjustments:						
Depreciation	18,128	1,753	27,976	6,920	92,681	147,458
(Increase) Decrease in Assets:						
Accounts receivable	-	17,645	(2,485)	54,804	-	69,964
Inventory	-	151	-	-	-	151
Increase (Decrease) in Liabilities:						
Accounts payable	1,435	1,561	(427)	15,776	-	18,345
Accrued wages and benefits payable	(80)	1,895	16	(210)	-	1,621
Compensated absences payable	-	1,081	83	-	-	1,164
Net Cash Provided by (Used in) Operating Activities	$ 10,148	$ (39,590)	$ (40,232)	$ 92,657	$ -	$ 22,983

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, 2010

	Central Equipment	Central Administration Services	Central EDP & Communications	GIS Services	Total
Assets					
Current Assets:					
Cash and cash equivalents	$ 385,149	$ 97,525	$ 329,778	$ 223,639	$ 1,036,091
Accounts receivable	4,164	9	1,374	-	5,547
Total Current Assets	389,313	97,534	331,152	223,639	1,041,638
Noncurrent Assets:					
Capital assets:					
Nondepreciable	40,000	-	-	-	40,000
Depreciable, net	1,383,972	-	6,519	4,775	1,395,266
Total Noncurrent Assets	1,423,972	-	6,519	4,775	1,435,266
Total Assets	1,813,285	97,534	337,671	228,414	2,476,904
Liabilities					
Current Liabilities:					
Vouchers payable	65,611	2,237	4,158	360	72,366
Accounts payable	-	-	-	-	-
Accrued wages and benefits payable	30,825	14,285	15,861	1,469	62,440
Compensated absences payable	6,453	2,778	2,985	526	12,742
Total Current Liabilities	102,889	19,300	23,004	2,355	147,548
Long-term Liabilities					
Compensated absences payable	58,078	25,002	26,862	4,738	114,680
Total Liabilities	160,967	44,302	49,866	7,093	262,228
Net Assets					
Invested in capital assets	1,423,972	-	6,519	4,775	1,435,266
Unrestricted	228,346	53,232	281,286	216,546	779,410
Total Net Assets	$ 1,652,318	$ 53,232	$ 287,805	$ 221,321	$ 2,214,676

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, 2010

	Central Equipment	Central Administration Services	Central EDP & Communications	GIS Services	Total
Operating Revenues					
Charges for services	$ 1,297,089	$ 358,369	$ 421,606	$ 40,645	$ 2,117,709
Miscellaneous	125	30	-	799	954
Total Operating Revenues	1,297,214	358,399	421,606	41,444	2,118,663
Operating Expenses					
Personal services	654,738	276,200	282,645	51,035	1,264,618
Operations and maintenance	728,326	73,945	168,855	2,750	973,876
Depreciation	254,985	54	5,181	1,083	261,303
Total Operating Expenses	1,638,049	350,199	456,681	54,868	2,499,797
Operating Income (Loss)	(340,835)	8,200	(35,075)	(13,424)	(381,134)
Non-Operating Revenues					
Intergovernmental	445	192	216	33	886
Change in Net Assets	(340,390)	8,392	(34,859)	(13,391)	(380,248)
Total Net Assets Beginning of Year	1,992,708	44,840	322,664	234,712	2,594,924
Total Net Assets End of Year	$ 1,652,318	$ 53,232	$ 287,805	$ 221,321	$ 2,214,676

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2010

	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	$ 1,293,049	$ 358,580	$ 423,229	$ 69,101	$ 2,143,959
Cash payments for personnel services	(623,468)	(261,823)	(266,569)	(51,888)	(1,203,748)
Cash payments for goods and services	(678,691)	(77,543)	(185,698)	(2,454)	(944,386)
Net Cash Provided by Operating Activities	(9,110)	19,214	(29,038)	14,759	(4,175)
Cash Flows from Noncapital Financing Activities					
Intergovernmental	445 0	192	216	33	886
Cash Flows from Capital and Related Financing Activities					
Payments for capital acquisitions	(129,236)	-	-	-	(129,236)
Net Increase (Decrease) in Cash and Cash Equivalents	(137,901)	19,406	(28,822)	14,792	(132,525)
Cash and Cash Equivalents Beginning of Year	523,050	78,119	358,600	208,847	1,168,616
Cash and Cash Equivalents End of Year	$ 385,149	$ 97,525	$ 329,778	$ 223,639	$ 1,036,091

City and County of Butte-Silver Bow, Montana
Combining Statement of Cash Flows
Internal Service Funds
For the Fiscal Year Ended June 30, 2010

	Central Equipment	Central Administration Services	Central EDP & Communications	GIS Services	Total
Reconciliation of Operating Income (Loss) to Net Cash Provided by Operating Activities					
Operating Income (Loss)	$ (340,835)	$ 8,200	$ (35,075)	$ (13,424)	$ (381,134)
Adjustments:					
Depreciation	254,985	54	5,181	1,083	261,303
Capital asset adjustments	330		444	-	774
(Increase) Decrease in Assets:					
Accounts receivable	(166)	(9)	(222)	29,244	28,847
Increase (Decrease) in Liabilities:					
Vouchers payable	61,321	168	(1,851)	275	59,913
Accounts payable	-	-	(2,880)	-	(2,880)
Accrued wages and benefits payable	4,489	2,917	1,682	(2,355)	6,733
Compensated absences payable	10,766	7,884	3,683	(64)	22,269
Net Cash Provided by Operating Activities	$ (9,110)	$ 19,214	$ (29,038)	$ 14,759	$ (4,175)

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, 2010

	School District #1 Individual Investment Funds	School District #1 External Investment Pool	Total
Assets			
Investments	$ 7,632,970	$ 1,304,701	$ 8,937,671
Net Assets			
Net assets held in trust for pool participants	$ 7,632,970	$ 1,304,701	$ 8,937,671

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, 2010

	School District #1 Individual Investment Funds	School District #1 External Investment Pool	Total
Additions			
Shares and investments purchased	$ 5,035,363	$ 193,845,864	$ 198,881,227
Investment earnings	202,823	58,149	260,972
Total Additions	5,238,186	193,904,013	199,142,199
Deductions			
Shares and investments redeemed	5,037,000	193,845,864	198,882,864
Investment earnings distributed to School District #1	-	-	-
Total Deductions	5,037,000	193,845,864	198,882,864
Increase (Decrease) in Net Assets	201,186	58,149	259,335
Net Assets Held in Trust For Pool Participants Beginning of Year	7,431,785	1,246,551	8,678,336
Net Assets Held in Trust For Pool Participants End of Year	$ 7,632,971	$ 1,304,700	$ 8,937,671

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2010

Property Tax Fund	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash and cash equivalents	$ 161,056	$ 1,018,333	$ 603,643	$ 575,746
Investments	1,001,675	3,219	25,000	979,894
Receivables	2,031,232	20,290,429	19,551,084	2,770,578
Total Assets	$ 3,193,963	$ 21,311,981	$ 20,179,727	$ 4,326,218
Liabilities				
Accounts payable	$ 746,354	$ 418,927	$ 119,011	$ 1,046,270
Interest payable	230,362	3,217	-	233,579
Intergovernmental payable:				
Due to special districts	396,568	158,199	119,534	435,233
Due to state	438,662	5,595,779	5,398,408	636,033
Due to schools	1,161,174	13,498,188	12,992,989	1,666,373
Due to component unit	38,541	198,598	161,940	75,199
Due to cities and towns	182,303	1,223,409	1,172,180	233,532
Total Liabilities	$ 3,193,963	$ 21,096,317	$ 19,964,062	$ 4,326,218

School District Trust Fund	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash and cash equivalents	$ 22,588,436	$ 246,022,697	$ 244,485,887	$ 24,125,246
Liabilities				
Due to schools	$ 22,588,436	$ 246,022,697	$ 244,485,887	$ 24,125,246

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2010

Fees & Judgments Due to State	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash and cash equivalents	$ 624,010	$ 13,469,735	$ 13,544,449	$ 549,296
Receivables	15,908	-	15,908	-
Total Assets	$ 639,918	$ 13,469,735	$ 13,560,357	$ 549,296
Liabilities				
Due to state	$ 639,918	$ 13,453,827	$ 13,544,449	$ 549,296

Tax Deed Land & Redemption Fund	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash and cash equivalents	$ 25,558	$ 120,857	$ 139,657	$ 6,758
Contracts receivable	2,626	85,722	86,210	2,138
Land acquired by tax deed	275,521	-	13,980	261,541
Total Assets	$ 303,705	$ 206,579	$ 239,847	$ 270,437
Liabilities				
Accounts payable	$ 303,705	$ 120,369	$ 158,281	$ 265,793
Vouchers payable	-	31,545	26,901	4,644
Total Liabilities	$ 303,705	$ 151,914	$ 185,182	$ 270,437

Butte-Silver Bow Trust Funds	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash and cash equivalents	$ 128,555	$ 37,484	$ 69,982	$ 96,057
Investments	387,070	1,271	-	388,341
Total Assets	$ 515,625	$ 38,755	$ 69,982	$ 484,398
Liabilities				
Accounts payable	$ 515,625	$ 40,186	$ 71,532	$ 484,279
Vouchers payable	-	2,856	2,737	119
Total Liabilities	$ 515,625	$ 43,042	$ 74,269	$ 484,398

City and County of Butte-Silver Bow, Montana
Statement of Changes in Fiduciary Assets and Liabilities
For the Fiscal Year Ended June 30, 2010

PRP Group Trust Funds	Balance June 30, 2009	Additions	Deductions	Balance June 30, 2010
Assets				
Cash and cash equivalents	$ 20,840	$ -	$ -	$ 20,840
Liabilities				
Due to others	$ 20,840	$ -	$ -	$ 20,840

BUTTE-SILVER BOW
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STATE OF MONTANA

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 **I - XIIA**

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.

Page	Schedule	
189	*Government-wide Net Assets by Category*	I
190	*Chart-Government-wide Net Assets by Category*	IA
191	*Changes in Net Assets - Governmental Activities*	II
192	*Changes in Net Assets - Governmental Activities - Percentage of Total*	III
193	*Changes in Net Assets - Business-type Activities*	IV
194	*Changes in Net Assets - Business-type Activities - Percentage of Total*	V
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196	*Tax Revenues by Source - Governmental Funds*	VII
197	*Chart-Tax Revenues by Source - Governmental Funds*	VIIA
198	*Fund Balances - Governmental Funds*	VIII
199	*General Governmental Revenues by Source (Unaudited)*	IX
200	*General Governmental Expenditures by Function (Unaudited)*	X
201	*General Governmental Current Expenditures by Function (Unaudited)*	XI
202	*Changes in Fund Balances - Governmental Funds*	XII
203	*Chart-Changes in Fund Balances - Governmental Funds*	XIIA

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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204	*Assessed Market Value*	XIII
205	*Direct and Overlapping Property Tax Rates*	XIV
206	*Principal Property Taxpayers*	XV
207	*Property Tax Levies and Collections1*	XVI

Debt Capacity **XVII - XXI**

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.

Page	Schedule	
208	*Ratios of Total Debt Oustanding by Type*	XVII
209	*Ratio of General Bonded Debt Outstanding*	XVIII
210	*Governmental Activities Direct and Overlapping Debt*	XIX
211	*Legal Debt Margin*	XX
212	*Schedule of Revenue Bond Coverage*	XXI

Demographic and Economic Information **XXII - XXIII**

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.

Page	Schedule	
213	*Demographic and Economic Statistics*	XXII
214	*Top Twenty Private Employers*	XXIII

Operating Information **XXIV - XXVI**

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.

Page	Schedule	
215	*Full-time Equivalent Employees by Function*	XXIV
216	*Operating Indicators by Function/Program*	XXV
217	*Capital Asset and Infastructure Statistics by Function/Program*	XXVI

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.

Exhibit I

City and County of Butte-Silver Bow, Montana
Government-wide Net Assets by Category [2]
Last Eight Fiscal Years [1]
(accrual basis of accounting)

	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**
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
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
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
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
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
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
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
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
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
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
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
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

	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**
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%
Restricted	72.8%	25.0%	19.6%	20.8%	5.8%	7.0%	9.0%	9.4%
Unrestricted	106.2%	101.9%	94.8%	82.4%	50.5%	50.9%	50.0%	42.1%
Subtotal Governmental Activities Net Assets	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%
Restricted	17.5%	12.2%	12.7%	15.6%	13.2%	12.7%	4.9%	3.9%
Unrestricted	25.7%	27.5%	23.7%	18.5%	21.8%	19.6%	22.6%	20.4%
Subtotal Business-type Activities Net Assets	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%
Restricted	36.1%	16.9%	15.4%	17.7%	8.9%	9.4%	7.3%	7.1%
Unrestricted	53.0%	55.0%	51.2%	45.0%	38.7%	37.9%	38.3%	32.7%
Total Primary Government Net Assets	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 eight 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.

Exhibit IA

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

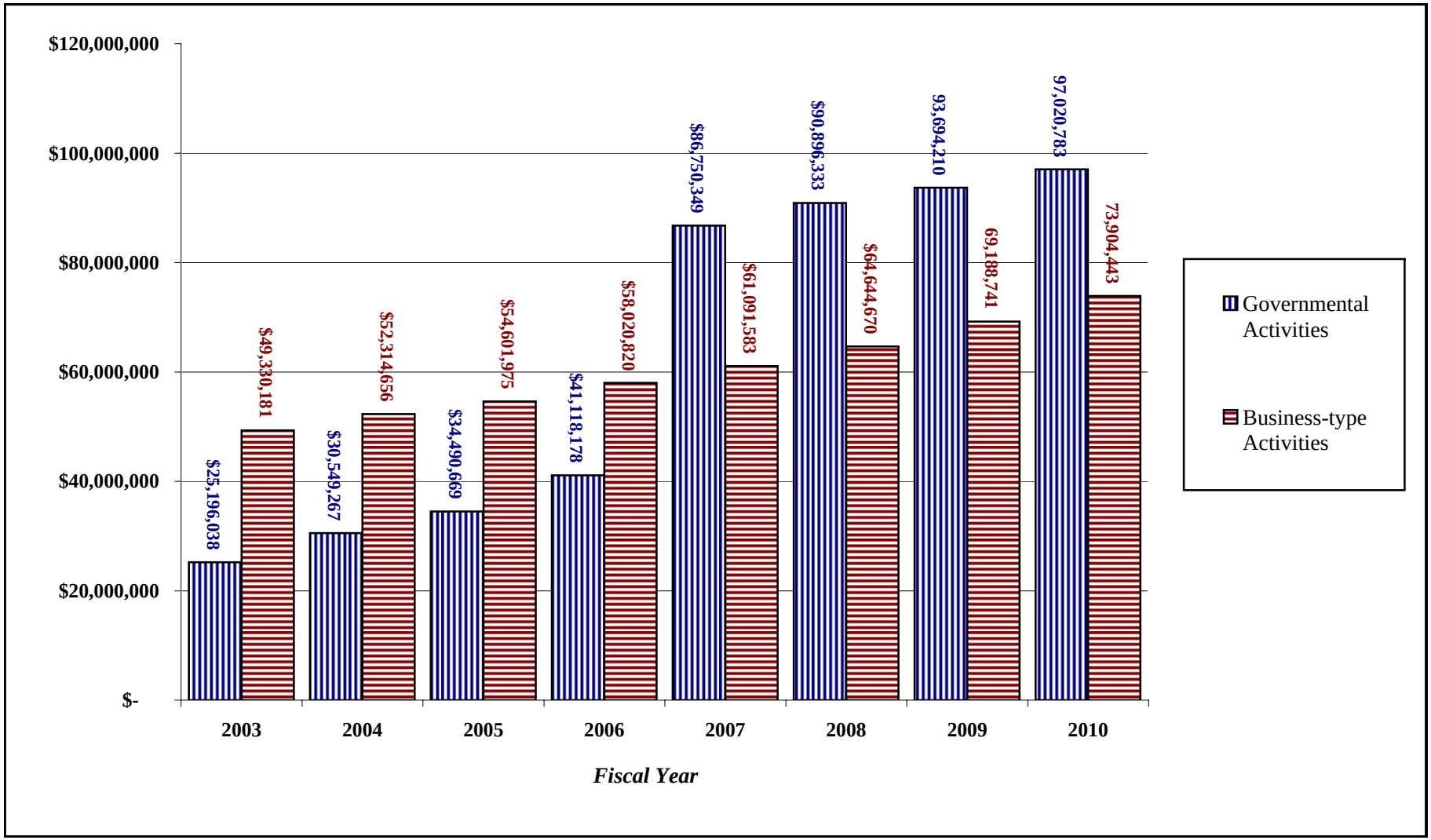


Exhibit II

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

	Fiscal Year Ended June 30,							
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
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
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
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
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
Social and economic services	172,573	195,594	179,827	202,267	201,839	216,137	236,774	237,155
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
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
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
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
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
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
Public works	1,374,640	1,957,266	1,385,091	1,367,840	6,547,889	367,210	140,185	114,812
Other activities	796,941	859,098	825,649	783,641	597,152	573,947	1,241,495	1,125,064
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
Capital grants and contributions	610,273	719,935	1,659,303	2,629,319	312,124	753,789	-	-
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
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)
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
Franchise	216,207	228,647	240,923	261,119	288,216	300,714	321,282	330,218
Motor fuel	731,704	706,957	685,844	668,036	665,350	656,136	643,665	-
Investment earnings	913,867	480,856	1,076,240	1,758,245	2,504,774	2,145,787	937,855	396,421
Miscellaneous	202,290	188,198	326,261	180,734	789,360	569,371	872,978	1,084,810
Transfers in	130,862	231,265	272,308	251,501	246,265	298,945	205,774	246,265
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
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

Notes:

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

Exhibit III

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

	Fiscal Year Ended June 30,							
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Expenses:								
General government	25.7%	23.8%	27.1%	26.2%	23.3%	23.9%	23.5%	25.3%
Public safety	29.1%	29.0%	29.9%	28.8%	27.3%	30.1%	30.5%	29.9%
Public works	12.5%	13.3%	12.0%	12.8%	13.0%	14.3%	14.3%	14.4%
Public health	8.0%	7.4%	8.0%	7.8%	7.2%	8.0%	9.0%	9.5%
Social and economic services	0.5%	0.6%	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%
Housing and community development	7.8%	12.0%	8.4%	11.4%	17.6%	11.9%	11.4%	10.0%
Interest and fiscal charges	9.5%	8.0%	7.7%	6.4%	5.2%	5.0%	4.7%	4.3%
Total Expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	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%
Public safety	6.5%	7.7%	6.1%	5.9%	5.6%	5.3%	4.9%	4.7%
Public works	7.2%	9.9%	7.0%	5.8%	28.0%	1.8%	0.6%	0.5%
Other activities	4.2%	4.4%	4.2%	3.3%	2.6%	2.9%	5.3%	4.8%
Operating grants and contributions	63.0%	57.6%	56.4%	57.6%	54.4%	63.9%	71.1%	70.9%
Capital grants and contributions	3.2%	3.7%	8.4%	11.1%	1.3%	3.8%	0.0%	0.0%
Total Program Revenues	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	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%
Franchise	1.1%	1.0%	1.3%	1.2%	1.1%	1.1%	1.3%	1.2%
Motor fuel	3.6%	3.2%	3.6%	3.1%	2.5%	2.4%	2.5%	0.0%
Investment earnings	4.5%	2.2%	5.7%	8.2%	9.2%	7.9%	3.7%	1.4%
Miscellaneous	1.0%	0.9%	1.7%	0.8%	2.9%	2.1%	3.4%	3.8%
Transfers in	0.6%	1.1%	1.4%	1.2%	0.9%	1.1%	0.8%	0.9%
General Revenues and Transfers In:	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 eight years of government-wide data is presented.

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

	Fiscal Year Ended June 30,							
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Expenses:								
Community facilities	$ 82,723	$ 136,777	$ 77,479	$ 93,005	$ 132,174	$ 550,183	$ 96,146	$ 84,988
Home health	443,873	455,989	452,745	455,245	478,038	463,873	477,407	455,141
Small business incubator	139,231	148,147	153,460	166,836	163,866	159,863	145,363	159,511
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
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
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
Silver lake water system	199,266	371,617	560,408	509,674	325,308	229,247	237,431	228,506
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
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
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
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
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
Other activities	1,038,995	1,752,888	1,960,876	1,938,562	1,800,880	868,096	750,527	727,752
Operating grants and contributions	2,707	198,146	244,340	15,425	1,196,557	3,246,789	4,418,961	5,117,876
Capital grants and contributions	1,165,795	1,168,842	1,302,889	1,763,404	-	-	-	-
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
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
General Revenues and Transfers :								
Restricted investment earnings	183,510	137,738	234,081	684,335	889,296	725,949	258,092	50,062
Miscellaneous	190,862	164,258	72,772	28,194	165,373	358,252	214,997	231,147
Transfers	(130,862)	(231,265)	(272,308)	(251,501)	(246,265)	(298,945)	(205,774)	(246,265)
Total General Revenues and Transfers	243,510	70,731	34,545	461,028	808,404	785,256	267,315	34,944
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

Notes:

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

Exhibit V

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

	Fiscal Year Ended June 30,							
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Expenses:								
Community facilities	0.7%	1.1%	0.6%	0.7%	1.0%	3.9%	0.7%	0.6%
Home health	3.7%	3.6%	3.4%	3.4%	3.6%	3.3%	3.5%	3.3%
Small business incubator	1.2%	1.2%	1.1%	1.3%	1.2%	1.1%	1.1%	1.2%
Water utility division	53.0%	51.2%	49.3%	51.1%	51.4%	50.4%	52.3%	51.8%
Metro sewer operations	23.5%	23.3%	23.4%	25.2%	25.8%	24.3%	25.1%	25.0%
Solid waste	13.8%	13.5%	13.2%	13.6%	13.8%	14.8%	14.9%	15.8%
Silver lake water system	1.7%	2.9%	4.2%	3.8%	2.4%	1.6%	1.7%	1.7%
Water distribution systems improvements	2.2%	2.0%	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%
MR infrastructure project	0.0%	1.0%	1.2%	0.9%	0.7%	0.6%	0.6%	0.6%
Total Expenses	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	100.0%	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%
Metro sewer operations	21.8%	20.8%	20.0%	19.3%	20.1%	18.5%	17.5%	17.0%
Solid waste	15.6%	14.9%	15.6%	14.6%	15.8%	15.4%	13.9%	14.6%
Other activities	7.3%	11.3%	12.5%	11.9%	11.5%	5.1%	4.2%	3.9%
Operating grants and contributions	0.0%	1.3%	1.6%	0.1%	7.7%	19.2%	24.7%	27.7%
Capital grants and contributions	8.2%	7.4%	8.3%	10.9%	0.0%	0.0%	0.0%	0.0%
Total Program Revenues	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 eight years of government-wide data is presented.

Exhibit VI

City and County of Butte-Silver Bow, Montana
Changes in Net Assets - Total
Last Eight Fiscal Years [1]
(accrual basis of accounting)

	Fiscal Year Ended June 30,							
Source	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
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
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
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
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
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
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
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)
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
Business-type activities [3]	243,510	70,731	34,545	461,028	808,404	785,256	267,315	34,944
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
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

Notes:

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

Data Source:

[2] See Exhibit II

[3] See Exhibit IV

Exhibit VII

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**
2001	$ 15,701,866	$ 126,162	$ 748,753	$ 16,576,781
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
Percentage Change In Dollars Over 10 Years ago	67.3%	161.7%	-15.6%	60.5%

	Percentage of Total			
Fiscal Year Ended June 30,	**Property**	**Franchise**	**Motor Fuel**	**Total**
2001	94.7%	0.8%	4.2%	100.0%
2002	95.0%	1.1%	3.8%	100.0%
2003	95.1%	1.1%	3.4%	100.0%
2004	95.5%	1.4%	4.0%	100.0%
2005	94.6%	1.4%	3.5%	100.0%
2006	95.2%	1.2%	2.8%	100.0%
2007	96.0%	1.3%	2.7%	100.0%
2008	96.0%	1.4%	2.7%	100.0%
2009	95.9%	1.2%	0.0%	100.0%
2010	98.8%	1.2%	2.4%	102.4%

Data Source:
Applicable years' comprehensive annual financial report.

Exhibit VIIA

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

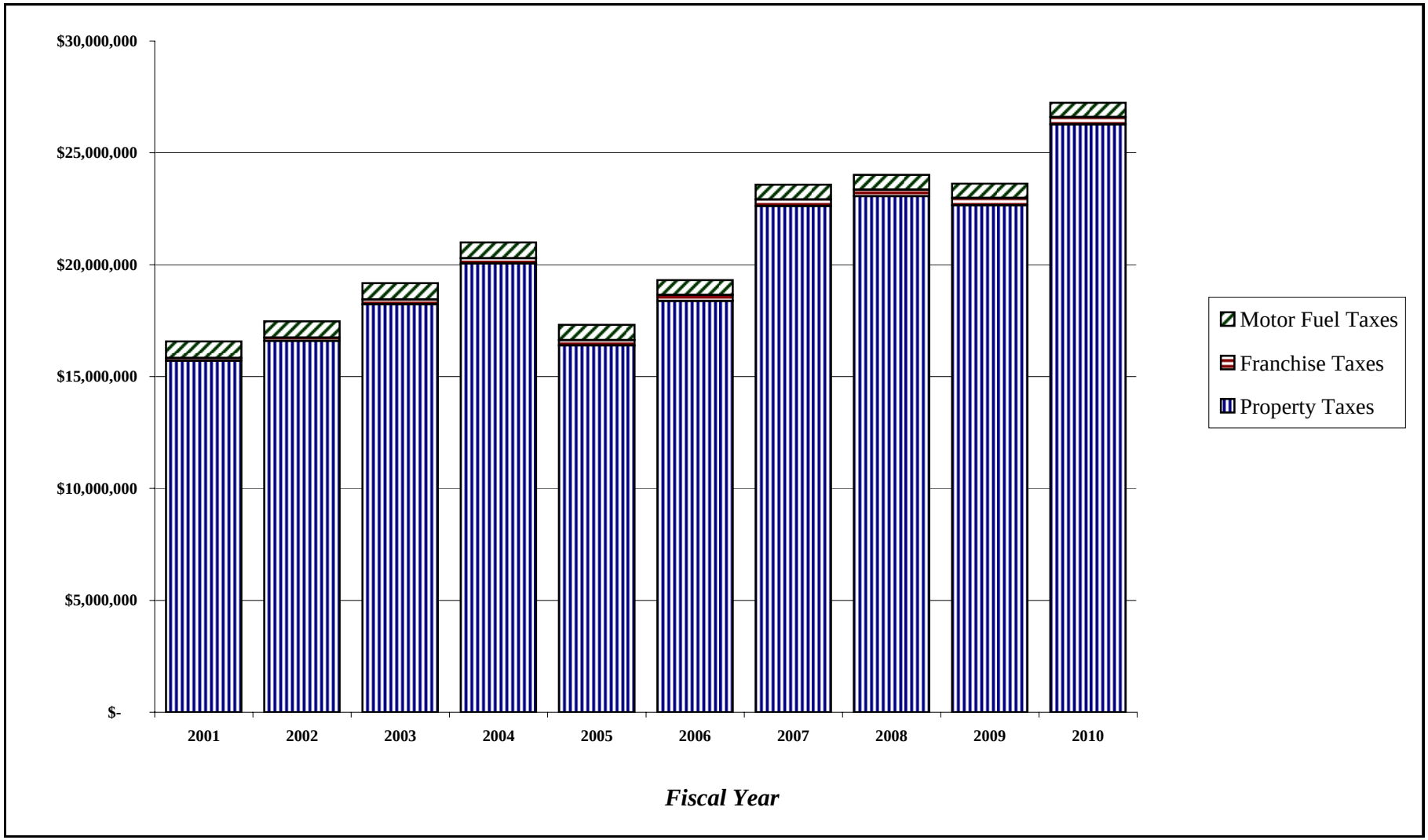


Exhibit VIII

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

	June 30,									
	2001	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
General Fund										
Reserved	$ 1,877,434	$ 1,896,150	$ 1,614,326	$ -	$ 1,010,921	$ 1,301,210	$ 1,374,435	$ 1,850,364	$ 2,146,461	$ 1,869,470
Unreserved	4,633,632	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
Subtotal General Fund	6,511,066	7,552,474	6,537,682	7,069,850	5,850,245	6,223,513	6,475,260	6,433,410	6,339,705	6,476,378
General Fund Percentage Change	#DIV/0!	16.0%	-13.4%	8.1%	-17.3%	6.4%	4.0%	-0.6%	-1.5%	2.2%
All Other Governmental Funds										
Reserved	13,844,305	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
Unreserved										
Special Revenue Funds[1]	9,360,328	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
Debt Service Funds	-	-	-	-	-	-	-	-	-	-
Capital Projects Fund	4,026,683	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	27,231,316	26,797,697	37,928,641	31,455,358	33,004,560	35,139,375	41,453,787	43,738,696	48,775,183	44,119,805
Total Governmental Funds										
Reserved	15,721,739	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
Unreserved	18,020,643	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
Total Governmental Funds	$ 33,742,382	$ 34,350,171	$ 44,466,323	$ 38,525,208	$38,854,805	$ 41,362,888	$ 47,929,047	$ 50,172,106	$ 55,114,888	$ 50,596,183
All Governmental Funds Percentage Change	0.0%	1.8%	29.5%	-13.4%	0.9%	6.5%	15.9%	4.7%	9.9%	-8.2%

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,									
Source	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Revenues:										
Taxes	$ 15,701,866	$ 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
Licenses and permits	2,658,823	609,549	642,358	658,653	713,484	774,343	805,522	877,399	830,666	928,139
Intergovernmental	8,186,188	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
Charges for services	1,620,514	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
Fines and forfeitures	572,154	641,242	717,581	815,727	671,442	604,964	582,229	643,978	632,353	675,297
Special assessments	963,135	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
Health insurance contributions	1,967,930	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
Other grants and donations	709,935	827,582	774,183	709,832	829,506	1,589,605	6,840,412	703,469	1,370,834	1,683,976
Letter of credit in lieu of taxes	-	-	1,710,322	955,116	867,569	2,503,021	260,560	352,075	-	-
Investment earnings	2,292,720	1,212,518	913,868	480,857	1,076,240	1,758,247	2,504,774	2,145,787	937,855	396,421
Miscellaneous	233,889	433,534	214,615	223,945	335,503	225,007	378,402	567,440	809,217	1,080,856
Total Revenues	34,907,154	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
% change from prior year	#VALUE!	7.2%	2.0%	5.9%	-6.4%	15.4%	12.5%	-7.2%	18.2%	0.0%
Taxes	45.0%	44.3%	46.9%	50.6%	43.7%	41.0%	43.3%	47.4%	46.1%	47.3%
Licenses and permits	7.6%	1.6%	1.7%	1.6%	1.9%	1.8%	1.6%	1.9%	1.5%	1.7%
Intergovernmental	23.5%	31.9%	26.7%	25.9%	29.5%	28.0%	20.9%	26.7%	26.7%	25.0%
Charges for services	4.6%	5.2%	4.9%	5.3%	4.7%	4.7%	4.2%	4.5%	10.4%	10.2%
Fines and forfeitures	1.6%	1.7%	1.9%	2.0%	1.8%	1.4%	1.2%	1.4%	1.2%	1.3%
Special assessments	2.8%	3.0%	2.9%	2.9%	3.3%	2.7%	2.6%	2.9%	2.4%	2.6%
Health insurance contributions	5.6%	5.6%	5.5%	5.7%	6.9%	6.5%	5.9%	7.0%	6.0%	6.1%
Other grants and donations	2.0%	2.2%	2.0%	1.8%	2.2%	3.6%	13.9%	1.5%	2.5%	3.1%
Letter of credit in lieu of taxes	0.0%	0.0%	4.5%	2.4%	2.3%	5.7%	0.5%	0.8%	0.0%	0.0%
Investment earnings	6.6%	3.2%	2.4%	1.2%	2.8%	4.0%	5.1%	4.7%	1.7%	0.7%
Miscellaneous	0.7%	1.2%	0.6%	0.6%	0.9%	0.5%	0.8%	1.2%	1.5%	2.0%
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 types.

Data Source:

Applicable years' comprehensive annual financial

Exhibit X

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,									
Function	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Expenditures:										
Current:										
General government	$ 6,168,650	$ 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
Public safety	8,482,924	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
Public works	3,594,238	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
Public health	2,278,258	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
Social and economic services	190,960	189,653	171,391	194,230	179,334	199,749	201,889	213,651	234,981	232,947
Culture and recreation	1,834,420	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
Housing and community development	1,425,847	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
Total Current	23,975,297	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
% Change From Prior Year	0.0%	5.8%	-1.0%	18.3%	-3.0%	11.1%	13.2%	2.3%	6.7%	2.3%
Capital Outlay	3,253,617	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
% Change From Prior Year	0.0%	9.6%	69.1%	42.8%	-71.1%	35.6%	15.9%	-37.8%	270.6%	1.1%
Debt Service[2]										
Principal	9,306,143	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
Interest and fees	1,140,031	1,170,256	1,302,799	531,293	505,979	537,306	2,304,627	2,180,758	2,121,027	2,132,612
Bond issuance costs	-	-	-	-	-	-	-	-	193,760	-
Total Debt Service	10,446,174	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
% Change From Prior Year	0.0%	-5.2%	-4.7%	-7.9%	-23.4%	-6.7%	-13.4%	-2.7%	-2.6%	15.1%
Total Expenditures	37,675,088	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
Debt Service as a % of Noncapital Expenditures	30.3%	28.1%	27.3%	22.6%	18.8%	16.3%	12.9%	12.4%	11.0%	12.7%

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 financial report.

Exhibit XI

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,									
Function	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Expenditures:										
Current:										
General government	$ 6,168,650	$ 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
Public safety	8,482,924	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
Public works	3,594,238	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
Public health	2,278,258	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
Social and economic services	190,960	189,653	171,391	194,230	179,334	199,749	201,889	213,651	234,981	232,947
Culture and recreation	1,834,420	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
Housing and community development	1,425,847	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
Total Current	$ 23,975,297	$ 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
Current:										
General government	25.7%	26.9%	25.8%	25.5%	29.5%	28.0%	26.2%	27.1%	26.5%	28.3%
Public safety	35.4%	33.7%	35.7%	33.6%	33.7%	31.9%	30.1%	33.2%	33.3%	32.2%
Public works	15.0%	14.8%	15.6%	15.1%	14.5%	14.3%	13.4%	14.6%	14.6%	14.5%
Public health	9.5%	10.1%	9.8%	8.6%	9.3%	9.0%	8.3%	9.2%	10.3%	10.9%
Social and economic services	0.8%	0.7%	0.7%	0.7%	0.6%	0.6%	0.6%	0.6%	0.6%	0.6%
Culture and recreation	7.7%	8.2%	7.8%	6.7%	7.0%	6.8%	6.5%	6.9%	6.6%	7.0%
Housing and community development	5.9%	5.6%	4.6%	9.9%	5.4%	9.4%	14.9%	8.3%	8.1%	6.5%
Total Current	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 types.

Data Source:

Applicable years' comprehensive annual financial report.

Exhibit XII

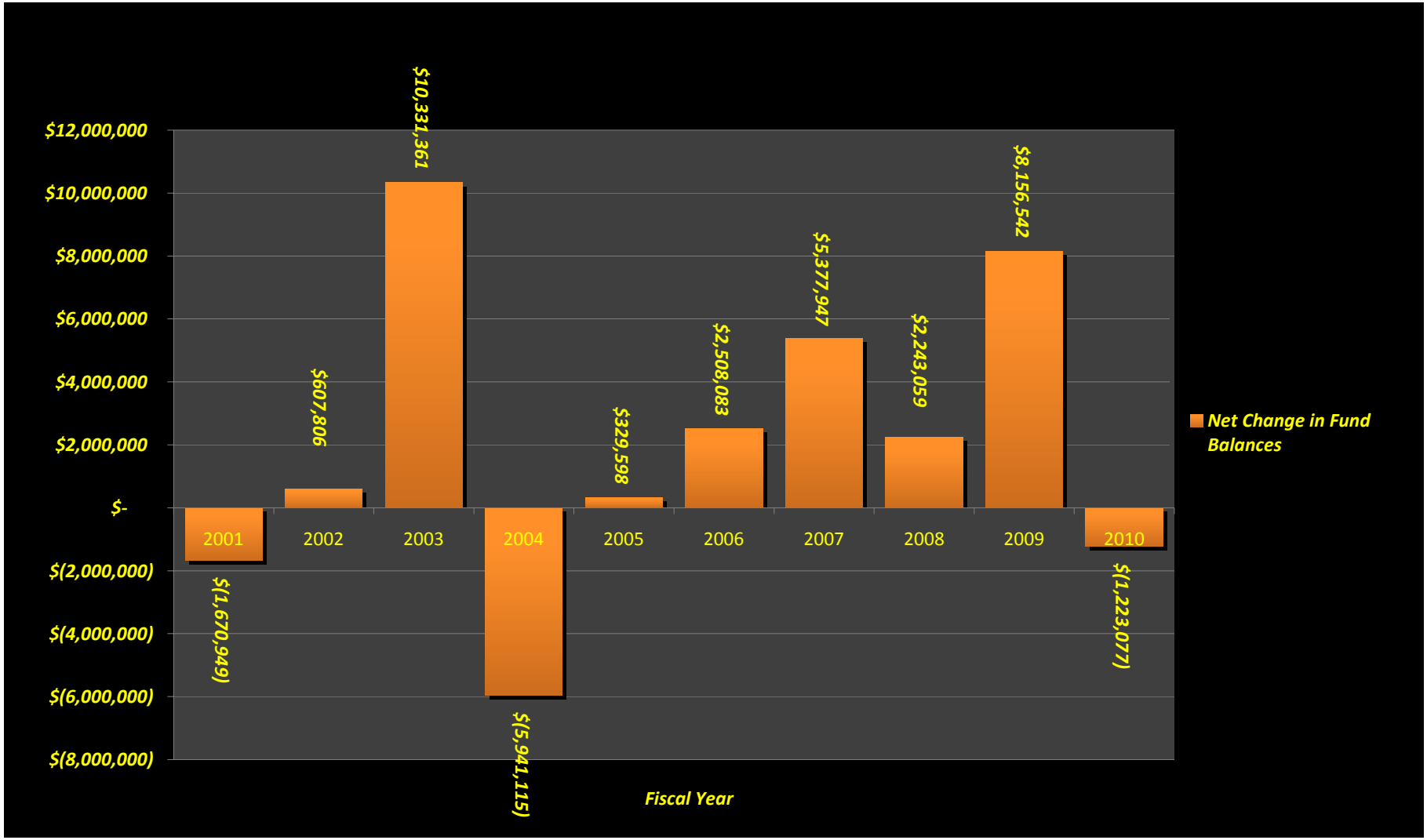
City and County of Butte-Silver Bow, Montana
Changes in Fund Balances - Governmental Funds
Last Ten Fiscal Years
(modified accrual basis of accounting)

	For the Fiscal Year Ended June 30,									
	2001	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Total Revenues - Exhibit IX	$ 34,907,154	$ 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
Total Expenditures - Exhibit X	37,675,088	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
Excess (Deficiency) of Revenues Over (Under) Expenditures	(2,767,934)	(1,390,458)	(2,389,281)	(6,572,380)	(85,391)	2,124,845	3,672,530	932,493	317,023	(1,474,342)
Other Financing Sources (Uses)										
Installment contract inception	787,711	-	-	-	-	-	-	-	-	-
Revenue bonds issued	-	-	-	-	-	-	-	-	-	-
General obligation bonds issued	-	-	12,574,000	-	-	-	-	978,554	7,500,000	-
Bond premiums	-	-	-	-	-	-	-	-	124,635	-
General obligation notes issues	-	-	-	-	-	-	1,432,989	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	64,015	-	-	-	25,612	-	-	-	-	2,000
Transfers in	8,342,611	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
Transfers out	(8,097,352)	(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)
Total Other Financing Sources (Uses)	1,096,985	1,998,264	12,720,642	631,265	414,989	383,238	1,705,417	1,310,566	7,839,519	251,265
Net Change in Fund Balances	$ (1,670,949)	$ 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)

Data Source:
Applicable years' comprehensive annual financial report.

Exhibit XIIA

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 Rate[1]
2001	2000	1,522,796,413	10,710,944	35,213,994	21	48,049,093	1,520,672,279	175.29
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
% Change from 2001 to 2010		73.8%	-6.6%	0.0%	346557.1%	62.8%	71.9%	99.6%
2001	2000	97.1%	0.7%	2.2%	0.0%		100.0%	
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%	

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

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

Exhibit XIV

City and County of Butte-Silver Bow, Montana

Direct and Overlapping Property Tax Rates [1]

Last Ten Fiscal Years

	Direct Rate			Overlapping Rates [2]			
				School District			
Fiscal Year	Operating	Debt Service	Total	Operating	Debt Service	Total	Special Districts
2001	171.51	3.78	175.29	331.65	12.91	344.56	20.40
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
% Change From 2001-2010	87.0%	671.7%	99.6%	6.7%	18.7%	7.1%	24.5%

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

Exhibit XV

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

2010				2000			
Principal Taxpayer	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**	**Principal Taxpayer**	**Taxable Assessed Value**	**Rank**	**Percentage of Total Taxable Assessed Value**
REC (Formerly ASiMI) [1]	$ 11,383,797	1	18.30%	ASiMI [1]	$ 9,192,624	1	15.88%
Northwestern Energy [1]	10,326,056	2	16.60%	Montana Power Company [2]	8,722,959	2	15.07%
Montana Resources, Inc.	7,973,370	3	12.82%	Sumitomo Bank Capital Markets Inc	3,516,751	3	6.07%
Qwest Corporation	904,240	4	1.45%	Montana Resources, Inc.	3,279,085	4	5.66%
Bresnan Broadband	484,486	5	0.78%	US West Communication	1,131,921	5	1.95%
BRE/SW Big Sky LLC	333,461	6	0.54%	Hyman David L. & Anne Trustees	356,836	6	0.62%
Wal-mart Real Estate Business	324,840	7	0.52%	TRI Touch America, Inc.	324,794	7	0.56%
Verizon Wireless	322,531	8	0.52%	Praxair, Inc. [1]	301,419	8	0.52%
Hyman David L. & Anne Trustees	285,068	9	0.46%	Sky West Airlines	233,017	9	0.40%
Praxair, Inc. - REC Affiliated [1]	281,434	10	0.45%	WETO Non-Profit Corporation	216,713	10	0.37%
Total Principal Taxpayers	32,619,283		52.44%	**Total Principal Taxpayers**	27,276,119		47.11%
All Other Taxpayers	29,585,184		47.56%	**All Other Taxpayers**	30,624,397		52.89%
Total	$ 62,204,467		100.00%	**Total**	$ 57,900,516		100.00%

Notes:

[1] Taxable valuation lies in whole or in part in the Uraban Revitalization District or Tax Increment Financing District.

[2] Acquired by Northwestern Energy, LLC in 2002.

Data Source:
City and County Tax Records

Exhibit XVI

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
2001	7,794,546	7,096,930	91.05%	906,413	8,003,343	102.68%	(208,797)	-2.68%
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%	(395,671)	-2.68%
2010	18,942,264	17,163,977	90.61%	657,720	17,821,697	94.08%	1,120,567	5.92%

Notes:

[1] Does not include Tax Increment Financing Industrial Districts or Urban Revitilization 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

Exhibit XVII

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

	Governmental Activities					Business-type Activities						
Fiscal Year	**General Obligation Bonds [3]**	**Special Assessment Bonds**	**Capital Leases**	**Notes & Loans**	**Sewer Bonds**	**Water Bonds**	**Solid Waste Bonds**	**Notes & Loans**	**Total**	**Percentage of Personal Income[2]**	**Estimated Population[2]**	**Debt Per Capita**
2001	2,320,000	-	1,026,847	1,690,654	2,094,390	22,810,000	2,115,000	639,980	32,696,871	3.91%	33,766	968
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

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

Exhibit XVIII

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
2001	2,320,000	85,865	2,234,135	33,766	$ 1,520,672,279	0.15%	66
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

Data Source:

[1] Exhibit XXII

[2] Exhibit XIII

Exhibit XIX

City and County of Butte-Silver Bow, Montana
Governmental Activities Direct and Overlapping Debt
June 30, 2009

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	19,806,671		
Special assessment bonds	240,000		
Capital leases	386,274		
Notes and loans	1,256,492		
Total City and County Direct Debt	$ 21,689,437	100.0%	21,689,437
Total Direct and Overlapping Debt			$ 21,689,437

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

Exhibit XX

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

	June 30,									
	2001	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Legal Debt Margin										
Debt limit (2.5% of total assessed value)	$ 26,389,889	$ 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
Net debt applicable to limit:	4,499,478	4,204,272	15,774,399	14,978,823	14,305,550	13,575,657	12,510,000	12,887,058	19,806,671	18,811,630
Legal debt margin	$ 21,890,411	$ 23,076,860	$ 10,731,243	$ 11,886,199	$ 14,716,031	$ 24,924,941	$ 28,192,665	$ 36,350,847	$ 32,372,222	$ 46,548,329
As a percentage of debt limit	82.95%	84.59%	40.49%	44.24%	50.71%	64.74%	69.26%	73.83%	62.04%	71.22%

Legal Debt Margin Calculation for Fiscal Year 2010

Total assessed value	$ 2,614,398,355
Debt limit (2.5% of total assessed value)	$ 65,359,959
Total bonded debt	19,011,630
Less special assessement bonds	(200,000)
Total debt applicable to limitation	18,811,630
Total legal debt margin	$ 46,548,329

Exhibit XXI

City andCounty 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
2001	2,143,474	1,563,348	298,545	878,671	110,000	118,225	228,225	3.85
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	-	-	-	-

Water Utility

Fiscal Year	Operating Revenues	Operating Expenses	Less Depreciation & Amortization	Net Revenue Available for Debt Service	Principal	Interest	Total	Times Coverage
2001	6,995,751	4,845,672	1,492,089	3,642,168	1,110,000	1,151,735	2,261,735	1.61
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

Notes:

[1] The revenue bonds were fully retired in fiscal year 2007.

Data Source:

Applicable years' comprehensive annual financial report.

Exhibit XXII

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] City & County	Per Capita Income[1] United States	Per Capita Income[1] County as a % of U.S.	Median Age	City School Enrollment[3]	Unemployment Rates[4] City & County	Unemployment Rates[4] State of Montana	Unemployment Rates[4] United States
2001	33,766	836,831	24,783	30,562	81%	38.9	5,026	5.1%	4.3%	4.7%
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%

Data Sources:

[1] U.S. Bureau, of Census, http://www.bea.gov/regional/reis/default.cfm?catable=CA1-3&section=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.ourfactsyourfuture.org/cgi/dataanalysis/AreaSelection.asp?tableName=Labforce

Exhibit XXIII

City and County of Butte-Silver Bow, Montana
Top Twenty Private Employers
Year Ended June 30, 2010

COMPANY NAME	PRODUCT OR SERVICE
Acadia Montana	Health Services
Advanced Silicon Materials	Polysilicon Production
Aware, Inc.	Human Services
Butte Convalescent Center	Health Services
Butte Sheltered Workshop	Retail
Community Counseling & Correctional Service	Adult Social Services
Community Health Center	Health Services
Easter Seals - Goodwill	Human Services
Harrington Restaurant Supply	Wholesale
Herberger's	Retail
Human Resources Council Dist XII (Headstart)	Human Services
Lady of the Rockies Rehab and Living Center	Health Services
MSE Technology Applications, Inc.	Engineering Services
Montana Resources	Mining
Northwestern Energy	Utilities
Safeway	Retail
Silver House	Mental Health Services
St. James Community Hospital	Health Services
Town Pump	Retail/Fuel Services
Wal-Mart	Retail

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.

Exhibit XXIV

City and County of Butte-Silver Bow, Montana
Full-time Equivalent Employees by Function
Last Ten Fiscal Years

	As of June 30,									
Function	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
General Government	258	223	244	248	256	187	201	195	199	200
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	42	44	46	46	41	41	44	44	44	47
Civilians	17	17	16	17	21	21	20	21	21	22
Detention Officers	14	17	18	18	25	26	27	27	27	27
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	31	30	30	32	32	32	31
Civilians	1	1	1	1	1	1	1	1	1	1
Highways and Streets										
Engineering	2	2	2	2	2	2	2	2	2	2
Maintenance	21	21	21	20	17	17	17	21	24	24
Sanitation	6	6	6	5	5	5	5	6	6	6
Culture and Recreation	8	8	8	8	7	7	10	8	8	8
Water	44	44	45	44	46	44	41	45	45	50
Sewer	27	27	27	27	27	27	25	28	28	26
Total	475	445	469	471	482	412	429	434	441	448
Percentage Change From Prior Year	0.0%	-6.3%	5.4%	0.4%	2.3%	-14.5%	4.1%	1.2%	1.6%	1.6%

Exhibit XXV

City and County of Butte-Silver Bow, Montana
Operating Indicators by Function/Program
Last Ten Fiscal Years

	Fiscal Year Ended June 30,										
Function	**2000**	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Police											
Physical arrests	2,096	2,389	2,594	1,641	2,065	1,837	1,080	2,414	2,346	2,976	3,839
Parking violations	4,468	4,330	7,043	13,102	14,480	12,527	13,886	15,288	20,695	14,769	7,335
Traffic violations	3,329	3,937	4,228	5,540	5,502	3,958	2,589	4,273	5,195	5,401	4,350
Fire											
Inspections	170	165	155	161	149	152	168	125	117	132	177
Highway and streets											
Street resurfacing (miles)	2.9	2.9	2.9	2.9	2.9	2.9	2.9	4.0	3.5	4	6.8
Potholes repaired	1,400	1,400	1,400	1,400	1,400	1,400	1,400	1,500	2300	2500	2500
Sanitation											
Refuse collected (tons/day)	177.92	176.12	188.13	178.20	190.18	238.30	207.77	219.93	232.77	233.43	176.59
Recyclables collected (tons/day)	26.97	21.24	22.32	21.55	22.27	25.37	25.31	23.49	27.26	24.56	20.92
Water											
Connections	12,086	11,932	11,969	11,962	11,950	11,953	11,983	11,971	12,273	12,313	12,358
Water main breaks	327	305	247	261	228	240	258	200	268	284	240
Average daily consumption (thousands of gallons)	7,000	6,650	6,740	7,310	6,950	7,340	8,280	7,590	7,500	6,653	5,874
Wastewater											
Average daily sewage treatment (million of gallons/day)	4.39	4.09	3.75	3.33	3.19	3.19	3.17	3.60	3.56	3.21	3.58

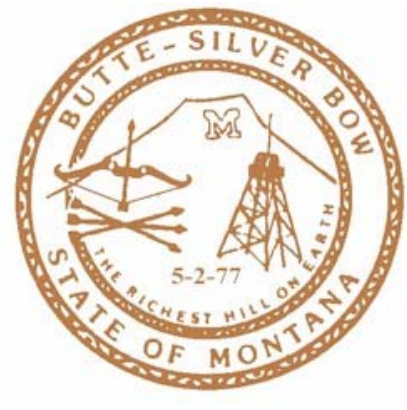
Data Source:
Various City/County departments

Exhibit XXVI

City and County of Butte-Silver Bow, Montana
Capital Asset and Infastructure Statistics by Function/Program
Last Ten Fiscal Years

	Fiscal Year Ended June 30,									
Function	**2001**	**2002**	**2003**	**2004**	**2005**	**2006**	**2007**	**2008**	**2009**	**2010**
Public Safety										
Police:										
Stations	1	1	1	1	1	1	1	1	1	1
Patrol Units	25	25	25	25	23	24	24	25	25	26
Fire stations	11	11	11	11	11	11	11	11	11	11
Sanitation										
Collection trucks	6	6	6	6	7	8	8	10	10	10
Highways and streets										
Streets (miles)	710	710	710	715	715	715	715	715	715	715
Streetlights	3,197	3,200	3,230	3,234	3,241	3,258	3,311	3,326	3,327	3,330
Traffic signals	39	39	39	40	40	40	40	40	40	40
Culture and recreation										
Parks acreage	3,897	3,897	3,897	3,897	3,895	4,195	4,195	4,195	4,195	4,195
Parks	43	44	44	44	44	44	44	44	44	44
Swimming pools	1	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	984	1,017	1,024	1,026	1,026	1,030	1,030	1,050	1,078	1,185
Maximum daily capacity (millions of gallons)	23	23	23	23	23	23	23	23	23	23
Sewer										
Sanitary sewers (miles)	201.60	202.00	202.40	202.80	203.20	203.60	203.60	203.60	203.60	170.80
Storm sewers (miles)	50.10	50.20	50.20	50.20	50.30	50.30	50.30	50.30	50.30	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, 2010

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Prepared by:
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